

Charity registration number NIC103240

Company registration number NI028376 (Northern Ireland)

**HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN
IRELAND)**

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr M Emerson, Chairman Mr G McCammon Mrs H Morrow Mrs J Belton
Secretary	Ms J Williams
Chief executive officer	Ms J Williams
Charity number	NIC103240
Company number	NI028376
Principal address	Riverside Centre Young Street Lisburn Antrim BT27 5EA
Registered office	Riverside Centre Young Street Lisburn Antrim BT27 5EA
Auditor	GMcG BELFAST Chartered Accountants & Statutory Auditor Alfred House 19 Alfred Street Belfast BT2 8EQ
Bankers	Ulster Bank Limited 11-16 Donegall Square East Belfast BT1 5UB AIB 35 University Road Belfast BT7 1ND
Solicitors	CMG Cunningham Dickey 18-20 May Street Belfast BT1 4NL

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

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HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 JUNE 2022

The trustees, who are also the directors of the charity, present their Annual Report and the audited financial statements for the year ended 30 June 2022.

During the period the charity changed its name from Habitat for Humanity Northern Ireland to Habitat for Humanity Ireland Ltd reflecting our working together across the two Habitat entities on the island of Ireland.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

Habitat for Humanity is a non-denominational, Christian housing movement with a vision of a world where everyone has a decent place to live.

Habitat for Humanity's 'Global Impact Strategy 2025' challenges the organisation to dramatically increase the number of families it serves in addressing the urgent, global housing need.

Seeking to put God's love into action by bringing people together to build homes, communities and hope, the organisation's work focuses on building impact in three interconnected areas of work: community, sector and society. In order to deliver its impacts it is vital that the organisation is sustainable.

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Overall it was a positive year delivering a solid, sustainable performance especially through the charities social enterprise Habitat ReStore, and strong impact for local people and international partnerships, including launching an appeal to support Habitat's response to the Ukraine war.

The need to be flexible and creative in navigating the continued impact of the COVID pandemic remained a priority. As there was a priority to manage costs, office staff were furloughed during the first quarter, supported by the government scheme. Global Village, the Charity's international volunteering programme, remained suspended which resulted in a significant loss of income for global partner programmes, and support for operations locally, as well as the continued loss of direct engagement in our mission.

The cost of living crisis was evident in a growing need for the low-cost materials offered through Habitat ReStores which served thousands of local families, provided training and support for individuals of all ages and backgrounds and diverted tons of materials from landfill. Support for the most vulnerable in our community continued through the 'House to Home' programme and in partnership with other charities providing direct emergency furniture support for individuals. Habitat Ireland also engaged thousands of local people through online activity and reached 10 million people through social media highlighting mission messages.

Habitat's mission to build a world where everyone has a safe place to live has never been more important. Housing is critical in breaking the cycle of poverty; safe homes with access to water and sanitation protect families and communities from COVID and other diseases.

The activities for the year are outlined against the strategic plan.

The directors have paid due regard to the Charity Commission guidance on public benefit. The directors are confident that the Charity's aims and objectives are in accordance with the regulations on public benefit.

The Charity is a signatory to the Dóchas Code of Conduct on Images and Messages.

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2022

Build Community Impact - Improve Housing Conditions

Support Strategic International Partnerships

Habitat for Humanity Ireland Ltd (Habitat Ireland) is a partner in Habitat for Humanity's global mission; raising funds to support international programmes and, when it is possible, sending volunteer teams to work alongside families in some of the world's most vulnerable communities. The Charity has developed a number of long-term partnerships, maximising the impact of its support and ensuring a better understanding of the needs of communities. Habitat Ireland focuses on partnerships which fit with key themes; peacebuilding, vulnerable groups, impacts of urbanisation and disaster response.

During the year ended 30 June 2022, Habitat Ireland transferred £25,000 in support of International Partnership programmes which directly impact the lives of vulnerable people.

Malawi

In Malawi, four out of five families live in poorly built homes made of mud bricks, dirt floors and grass thatched roofs. Homes constantly need repair and families are at high risk of disease. The poorest are worst affected, including the 1.5 million children who are orphaned or vulnerable, largely as a result of HIV/AIDS.

During the year, funds from Northern Ireland provided match funding for a larger grant which is focused on delivering WASH solutions in the poorest communities in Lilongwe, including an allocation of £5,000 from The Bishop's Appeal.

Cambodia

Habitat Ireland continues to partner with Habitat Cambodia. Current support is targeted at an urban resiliency project in Phnom Penh. Using the community-driven approach to enhance the urban community resiliency through strengthening DR3 capacity building, the provision of block grants for community improvement, and increased capacity on land and housing policy among the community and local authorities. The project will also improve hygiene and sanitation, waste management through the provision of rehabilitation facilities and training related to shelter, water, sanitation, and awareness of COVID-19 prevention.

Romania

Habitat Ireland has partnered with Habitat Romania since 1999. Despite being in the EU, more than five million Romanians live in poverty and its housing need is the worst in Europe. For over 20 years, Habitat Romania has been working beside families and communities in need to find innovative housing solutions, ranging from building and renovating homes to advocating for better housing policies. The first Global Village team since the COVID travel suspension travelled to Romania in June supporting affordable housing for low income families in Moinesti.

Ethiopia

Since 2005, Habitat Ireland's partnership with Habitat Ethiopia has delivered significant impacts for vulnerable communities. In FY22 funds from Northern Ireland provided support for a vulnerable group housing and WASH project in Kombolcha. The project was delayed because of political instability in-country but will, when complete, transform the future for 8 families through new homes, access to water and sanitation, together with training and other supports.

Disaster Response and Risk Reduction

Disaster response is a strategic priority; getting help to families who need it most in the wake of disasters and incorporating disaster resilient design and mitigation training into programmes to reduce the impact of future disasters.

During the year, Habitat Ireland continued to support global efforts raising funds to support emergency responses including to flooding in Malawi, to the earthquake in Haiti and a major appeal in support of Habitat's response to war in Ukraine. Habitat has supported the shelter needs of families across Eastern Europe since 1992 and was well placed to provide immediate and longer-term support in Romania, Hungary, Slovakia and Poland.

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2022

Enable local families to improve their homes at low-cost

Habitat ReStore

Habitat ReStores in Lisburn, Ballymena, Newry and Newtownards are a hub for Habitat Ireland's work, delivering real impacts for local people and the wider community. Following the COVID closures during FY21 there was significant advantage for local people in being able to access ReStore without interruption during the year.

Demonstrating the growing need for low cost materials as well as strong donor support, ReStore income exceeded its target of £870,000 by 31%, £1,139,470. ReStore reached more than 60,000 people, at least 40 percent from deprived communities who are least able to afford commercial prices to improve or maintain their home.

During the period a further 1,000 tons of reusable materials were diverted from landfill, helping protect the environment and helping build a more sustainable Northern Ireland.

Habitat Ireland lives out its mission principle 'everyone has something to contribute and something to gain in building strong communities' through the strength of its diverse volunteer programme in ReStore. During the year ended 30 June 2022, more than 200 volunteers of all ages, backgrounds and abilities invested around 3,000 hours each month in ReStore.

In FY22, more than 40% of volunteers were on supported placements; getting employability support and other training at ReStore through partnerships with Action Mental Health, Stepping Stones, and Cedar Foundation. Volunteers and partner organisations testify to the impact of the supported volunteer programme, made possible through the dedication of many retired volunteers who provide 'buddy support' for those who need extra help. Over the year, 25 individuals secured employment with support from Habitat.

FY22 saw the beginning of a three year 'Building Impact' partnership with The Gallaher Trust. This allowed the Charity to add staff capacity in ReStore Ballymena, to deepen the impact for volunteers including the development and delivery of accredited Open College Network 'Foundations' training.

Habitat Ireland continues to partner with Hydebank Wood College, NIACRO and NI Probation Board facilitating more than 100 community placements for those who are in the justice system.

Work in partnership to deliver projects which focus on meeting need locally

In Northern Ireland, breaking down barriers and building bridges between divided communities has defined Habitat NI's work since it began.

Today, the Charity's work remains focused on reconciliation and building strong communities. Habitat Ireland partners with other charities and communities to improve the quality of housing and community buildings for vulnerable groups.

With funding from Northern Ireland Housing Executive's 'Homelessness Prevention Fund' Habitat continued to deliver the House to Home programme which, this year supported 26 people who had been homeless, or at risk of becoming homeless to make their house a home. We developed and delivered Tool box basic training to ensure that these individuals, often with complex needs, learn basic skills to help them thrive in their homes for the future. In addition, a further 19 individuals were provided emergency support in partnership with organisations including Women's Aid.

The Charity also continues to support 24 families whose self-build partnership with Habitat Ireland provides a route to affordable home ownership in communities in Belfast and Downpatrick. Habitat celebrates that during the year a home was transferred to one family who having built their home alongside volunteers now fully owns their home.

Build Sector Impact - Partner to increase shelter access

Influence local government

Habitat Ireland continues to advocate towards increasing access to funding to bring empty homes back to life, housing affordability and for more shared future housing.

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

Habitat Ireland's work to influence government policy on global issues largely focuses on its activity as a member of the Coalition of Aid and Development Agencies in NI (CADA). Jenny Williams, the Charity's Chief Executive, sits on CADA's management committee.

Activity focuses on encouraging the NI Assembly to be outward looking in their policy and strategy, and contribute towards the global Sustainable Development Goals on a local level.

In FY22, Habitat Ireland reached more than 80,000 individuals through the Charity's website and had a reach of 10 million across all social media platforms.

In October 2021, Habitat Ireland held multiple events as part of CADA NI's annual One World Festival. The mission for the festival is to increase awareness about the Global South, promote understanding of issues that affect the lives of the poorest people and inspire action in our communities towards a just, peaceful and sustainable world. For 2021's hybrid festival, Habitat Ireland held two online webinars, and two in-person workshops engaging hundreds of people locally.

Habitat Ireland's Communications Manager, Rebecca Harkin, sits on the One World Festival committee.

Develop partnerships that unlock finance or provide leverage

The Charity's partnerships with DePaul, MACS and others create opportunities to reach the most vulnerable people in our community.

During FY22 we developed an innovative partnership with The Greenview Group which helps deliver social impact for local people, through the House to Home programme as well as training and practical action.

Build Societal Impact - Inspire action to end poverty housing

Engage and motivate more people to action

COVID impacted the Charity's face-to-face engagement for the last 2 years. During FY22 it was possible to deliver key schools programmes in person. There was some hesitancy from schools in participating in 'Change Makers', the shared education and citizen programme for Year 13 and 14 students, however it was encouraging that 5 schools and more than 120 pupils engaged in the programme during the year. It was positive that interest in 'Our Waste Our World', which explores waste and sustainability for key stage two pupils, remained strong. The programme engaged 1,299 students from 22 schools.

We developed new educational programmes and resources during the year; including Our Water, Our World, Habitat and the SDGs, a Global Issues Workshop and resources and a teacher training workshop which highlights Habitat's mission in the context of Religious Education. Habitat joined the IDEA network and developed a strategy to deepen engagement through Development Education.

We engaged hundreds of people during the year; presented to groups of all ages in churches and communities and facilitated engagement with people of all backgrounds and abilities including Belfast Mencap Youth Forum.

The organisation is delighted to launch a partnership Girls Brigade NI in August 22. The partnership will provide opportunities to engage 19,000 members across Northern Ireland – and their families – in Habitat's mission over the next three years.

The 'Pray at Home' initiative continued during FY22, and there were new opportunities to meet in person to pray for Habitat's mission.

Intentional and meaningful volunteer opportunities local and global

COVID travel restrictions continued to have a significant impact on the Global Village programme, given its strategic importance, on the whole organisation. One See, Serve, Speak team, from across Ireland, was able to travel in June 22, supporting our long-term partnership with Habitat Romania.

Global Village connects volunteers with Habitat NI's international partnership programmes. Trips provide a unique, grassroots experience in which volunteers serve and learn alongside local Habitat staff and future homeowners. The experience is an investment in our supporters, our objective is to engage volunteers over the long-term as advocates for housing; who continue to support and speak out about the issues they have seen when they return home.

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

Whilst it is unlikely that numbers will return to pre-COVID scale we expect a number of Global Village opportunities within our region to travel in FY23.

The impact of local volunteering has already been mentioned, more than 3,000 hours were contributed by volunteers in the 4 ReStores every month. A number of volunteers also supported Habitat Ireland at events; including our partnership with Self Build Ireland, helped facilitate our schools programmes, in the office and other local volunteer programmes including 'House to Home'.

During the year, Habitat Ireland is grateful for the support of a number of European volunteers in Habitat ReStore. Sadly the EU funded 'European Solidarity Corp' programme which makes it possible will not continue beyond December 2023 and it will be challenging to replace the income and the enriching engagement which the volunteers brought to ReStore.

Build a sustainable organisation

Habitat Ireland so much appreciates all the support of partners, donors and volunteers, whose commitment enables the organisation's work locally and globally.

The Charity's income for the year increased by 27.9% to £1,695,655. Securing support is always challenging, and our capacity is limited, but the positive outcome highlights a growing awareness of Habitat Ireland's impact which transforms lives.

Solid ReStore sales of £1,139,470 reinforce its role in tackling poverty, demonstrating the growing need and impact for local families. The strategy to scale across Ireland to other communities across Ireland is a priority. Grant income was on target with support from The Gallaher Trust, NIHE Homelessness Prevention Fund and a new partnership with the Greenview Group.

Habitat was able to provide nine retail JobStart placements. The Department for Communities scheme which supported young people aged 16–24 at risk of long-term unemployment to get into the job market through funded job opportunities.

The 'Help Build Impact' campaign will continue to underpin the fundraising strategy as the charity seeks to secure long-term support.

Launching the appeal in support of Habitat's response to war in Ukraine saw significant donations, £160,848 in FY22 with funds still being raised. As well as wonderful support from individuals, we were especially thankful for partnership with The Bishop's Appeal, the Church of Ireland's World Aid and Development Programme which was supported by churches across Ireland. The Dean of Belfast Cathedral launched a Lent Sit-Out which raised £60,000 for Christian Aid and Habitat for Humanity. Habitat also want to acknowledge Slemish Integrated College, a Global Village partner for many years, who immediately arranged sponsored walk which raised more than £6,000 the response.

Habitat Ireland's unrestricted donations for the year were £117,866 (2021 - £211,099) and funds raised for international programmes were £29,989 (2021- £11,277) which reflects the impact of travel restrictions on the Global Village Programme.

Looking ahead, the strategy to engage companies, churches, schools, community groups and individuals in Habitat's mission is important. It is unlikely, in the short-term, that internationally volunteering will be possible at a pre-COVID scale but the charity remains committed to support international programme partnerships and to continue to grow and deepen local impact.

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2022

Risk Management

The directors and management review the major risks facing the Charity at regular Board and sub-committee meetings. The finance sub-committee review financial reports regularly and Board review at quarterly meetings.

Systems and internal financial controls have been established to mitigate significant financial risks.

Business risks are reviewed regularly and priority given to reducing risk and achieving ambitious but realistic fundraising goals. Other risks, which include an implementation risk (that the work supported by Habitat funds will not achieve the planned results), health and safety risk (both locally and globally) and funding risk (not having the resources to support the planned activities), are also monitored regularly by management and Board. The directors are satisfied that systems are in place to mitigate exposure to risk.

Plans for Future Periods

In the year ahead:

- The Charity seeks to serve more local people and communities. Given ReStore's measurable impact, the strategy is to scale ReStore across Ireland. During FY22 the first ReStore in the Republic of Ireland launched in Drogheda, reflecting the aligned strategy across the island of Ireland, and the Charity has secured a building to launch ReStore Belfast during FY23. It will also focus capacity to grow support from companies for ReStore, to ensure consistent supply of quality materials.
- The Global Village programme remains suspended internationally but there will be a limited number of opportunities for teams to travel within our region Europe Middle East, during FY23. Volunteering remains at the heart of the Habitat's strategy to inspire action to end poverty housing.
- The partnership with 'The Gallaher Trust' is already delivering positive outcomes for volunteers in Ballymena. Work is underway to deliver the same training in Lisburn, in partnership with The Greenview Group, and we hope to be able to secure funding to enable the roll out of OCN training to all ReStores during FY23.
- The context remains challenging and Habitat is very aware of the need to grow support for the most vulnerable in the face of the growing global need for shelter. With limited capacity the Charity's fundraising focus remains on warm supporters and cost-effective digital opportunities.
- Whilst our capacity remains limited ensuring effective advocacy to engage policy makers, funders and supporters with issues of housing and land rights remains a strategic priority.

Investment Policy

Investments consist of rental property investments whereby the occupant of the property purchases the equity ownership of the property under a Rental Purchase Agreement.

Investments are initially stated at cost and are reduced monthly in line with rental purchase agreements.

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

Financial review

The net movement in funds during the year was a surplus of £382,987 (2021 - £135,482).

The Charity's assets are held to further its charitable objectives. At 30 June 2022 the Charity held net assets totalling £1,178,077 (2021 - £795,020).

The level of free reserves at the year end was £805,730 (2021 - £540,707), which equates to over seven months' expenditure.

The directors have reviewed the Charity's need for reserves in line with the Charity Commission guidelines and believe the Charity should hold reserves to protect against the risks of shortfalls in its cash balances due to uncertainties in the timing of fundraising opportunities for unrestricted funds, particularly from corporate and grant-making trusts.

The directors are seeking to establish a reserve fund equivalent to six months' operating costs reviewed annually and that this fund should be built up to the desired levels consistent with the Charity's overall financial position and its need to maintain and develop its charitable activities.

Structure, governance and management

The Charity was incorporated as a company limited by guarantee on 14 April 1994. The Company is exempt under this legislation from using 'limited' as part of its name.

The Charity is registered with The Charity Commission for Northern Ireland, NIC103240. The Company is also recognised as a Charity with HM Revenue & Customs, under registration number XR18070. The Charity is controlled by its trustees who are directors of the Company for the purposes of the Companies Act 2006.

Governance

The role of the directors is to ensure that Habitat NI is effectively governed; to ensure that the charity complies with all relevant legislation, its own Memorandum and Articles of Association and the requirements of good practice; and to ensure that the charity works to agreed strategic and operational plans.

The board delegates responsibility to the Chief Executive, Ms J Williams, for the day to day running of the Charity.

Director Induction and Training

Board Induction and Training is outlined in the Induction pack, which is given to new directors, and includes background and history of Habitat NI, roles and responsibilities of board members, Code of Conduct, charitable legislation and Habitat policies and procedures.

Board members come from different professional backgrounds, bringing a wide range of skills and experience to the role. Opportunities to join the Board are publically advertised through a number of network bodies including Boardmatch Ireland, Business in the Community and on Habitat NI's website. In addition, individuals may connect directly to offer to serve on the Board. Board Members assess candidates suitability and once confirmed the decision is ratified at a Board meeting.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr M Emerson, Chairman

Mr G McCammon

Mrs H Morrow

Mrs J Belton

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2022

Statement of Trustees' responsibilities

The Trustees, who are also the directors of Habitat For Humanity Northern Ireland for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Small companies exemption

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

**HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY
NORTHERN IRELAND)**

**TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2022**

Disclosure of information to auditor

Each of the Trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

Registered Office:
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BT27 5EA

Charity Registration No. NIC103240
Company Registration No. NI028376

The Trustees' report was approved by the Board of Trustees.



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Mr M Emerson, Chairman
Trustee

Dated: 26/09/22

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

Opinion

We have audited the financial statements of Habitat For Humanity Ireland Ltd (formerly Habitat for Humanity Northern Ireland) (the 'charitable company') for the year ended 30 June 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

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HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the Trustees' report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within the Trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the Trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 require us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a strategic report.



HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees, who are also the directors of the charitable company for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the Trustees are responsible for assessing the charitable 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 the Trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) 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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

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GMcG is a trading name of GMcG Group Limited. Reg No: NI059660. List of Directors available at registered office

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HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

Extent to which the audit was considered capable of detecting irregularities, including fraud

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

In identifying and assessing potential risks of material misstatement in respect of irregularities, including fraud and non-compliances with laws and regulations, we considered the following:

- . The nature of the industry and sector, control environment and business performance, including the company's remuneration policies for directors, bonus levels and performance targets, if any;
- . Results of our enquiries of management about their own identification and assessment of the risks of irregularities;
- . Any matters we identified having obtained and reviewed the company's documentation of their policies and procedures relating to:
 - Identifying, evaluating and complying with laws and regulations and whether they were aware of any instance of non-compliance;
 - Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; and
 - The internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- . The matters discussed among the audit engagement team regarding how and where fraud might occur in the financial statements and potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the company for fraud and identified the greatest potential for fraud in income recognition. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the Companies Act 2006, and local tax legislation.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty.

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

Audit response to risks identified

Our procedures to respond to the risks identified included the following:

- Reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- Enquiring of management concerning actual and potential litigation and claims;
- Performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- Reading minutes of meetings of those charged with governance and reviewing correspondence with tax authorities; and
- In addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. In addition, as with any audit, there remains a higher risk of non-detection of irregularities, as they may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.



**HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY
NORTHERN IRELAND)**

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

**TO THE MEMBERS OF HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR
HUMANITY NORTHERN IRELAND)**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Mr Nigel Moore FCA (Senior Statutory Auditor)
for and on behalf of GMcG BELFAST**

30 September 2022

**Chartered Accountants
Statutory Auditor**

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19 Alfred Street
Belfast
BT2 8EQ

- 15 -

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HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

**STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2022**

		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
	Notes						
<u>Income and endowments from:</u>							
Donations and legacies	3	117,866	293,331	411,197	211,099	175,979	387,078
Charitable activities	4	1,182,305	67,856	1,250,161	720,255	44,216	764,471
Investments	5	24,805	-	24,805	19,669	-	19,669
Other income	6	9,492	-	9,492	154,519	-	154,519
Total income		1,334,468	361,187	1,695,655	1,105,542	220,195	1,325,737
<u>Expenditure on:</u>							
Raising funds	7	77,917	-	77,917	69,252	-	69,252
Charitable activities	8	1,018,999	215,752	1,234,751	906,891	214,112	1,121,003
Total expenditure		1,096,916	215,752	1,312,668	976,143	214,112	1,190,255
Net incoming resources before transfers		237,552	145,435	382,987	129,399	6,083	135,482
Gross transfers between funds	20	(8,539)	8,539	-	-	-	-
Net income for the year/ Net movement in funds		229,013	153,974	382,987	129,399	6,083	135,482
Fund balances at 1 July 2021		783,502	11,588	795,090	654,103	5,505	659,608
Fund balances at 30 June 2022		1,012,515	165,562	1,178,077	783,502	11,588	795,090

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

**HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY
NORTHERN IRELAND)**

BALANCE SHEET

AS AT 30 JUNE 2022

	Notes	2022		2021	
		£	£	£	£
Fixed assets					
Tangible assets	13		45,455		56,534
Investments	14		161,330		186,261
			<u>206,785</u>		<u>242,795</u>
Current assets					
Stocks	15	245		245	
Debtors	16	243,729		373,014	
Cash at bank and in hand		933,207		458,577	
			<u>1,177,181</u>		<u>831,836</u>
Creditors: amounts falling due within one year	17	(205,889)		(279,541)	
Net current assets			<u>971,292</u>		<u>552,295</u>
Total assets less current liabilities			<u>1,178,077</u>		<u>795,090</u>
Income funds					
Restricted funds	18		165,562		11,588
Unrestricted funds			1,012,515		783,502
			<u>1,178,077</u>		<u>795,090</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 26/09/2022


.....
Mr M Emerson, Chairman
Trustee


.....
Mr G McCammon
Trustee

Company registration number NI028376

**HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY
NORTHERN IRELAND)**

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	24		434,730		96,988
Investing activities					
Purchase of tangible fixed assets		(9,836)		(803)	
Movement in investments		24,931		32,780	
Investment income received		24,805		19,669	
Net cash generated from investing activities			39,900		51,646
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			474,630		148,634
Cash and cash equivalents at beginning of year			458,577		309,943
Cash and cash equivalents at end of year			933,207		458,577

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies

Charity information

Habitat For Humanity Ireland Ltd (formerly Habitat for Humanity Northern Ireland) is a private company limited by guarantee incorporated in Northern Ireland. The registered office is Riverside Centre, Young Street, Lisburn, Antrim, BT27 5EA.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charitable company is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

1.4 Income

Income is recognised when the charitable company is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charitable company has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charitable company has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies (Continued)

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. Given the nature and uncertainty of the resale value of donated goods, it is deemed impractical to measure the fair value of these goods and the cost of valuation would outweigh the benefit. Donated facilities are included at the value to the company where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for services donated by volunteers.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the company which is the amount the company would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

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

Income from the sale of rental purchase agreements is treated in full as income from charitable activities and any residual costs are charged to direct charitable expenditure.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the company and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and Governance costs are costs incurred on the company's operations, including support costs and costs relating to the governance of the company apportioned to charitable activities.

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies (Continued)

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold land and buildings	15% straight line per annum
Fixtures and fittings	15-25% straight line per annum
Motor vehicles	25% straight line per annum

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Fixed asset investments

All investments of the charity are programme related investments.

Investments consist of rental property investments whereby the occupant of the property purchases the equity ownership of the property under a Rental Purchase Agreement.

Investments are stated at cost, less any provision for impairment and are reduced monthly in line with the terms of the Rental Purchase Agreement.

1.8 Impairment of fixed assets

At each reporting end date, the charitable company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks.

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.11 Financial instruments

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.12 Taxation

The company is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

1 Accounting policies (Continued)

1.13 Provisions

Provisions are recognised when the charitable company has a legal or constructive present obligation as a result of a past event, it is probable that the charitable company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in net income/(expenditure) in the period in which it arises.

1.14 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

1.15 Retirement benefits

The charity contributes to a money purchase pension scheme for the benefit of certain employees. The assets of the scheme are held separately from those of the charity. Contributions are accounted for by charging costs to the Statement of Financial Activities as payments accrue.

1.16 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

1.17 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in net income/(expenditure) for the period.

1.18 Consolidation

In the opinion of the trustees, the company and its subsidiary undertaking comprise a small sized group. The company has therefore taken advantage of the exemption provided by Section 399(2A) of the Companies Act 2006 not to prepare group accounts.

This is not in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities' which requires consolidated accounts to be prepared. The trustees believe that the results of the subsidiary company are immaterial to the group as a whole and, therefore, these financial statements present information about the company as an individual undertaking and not about its group.

Habitat Homes Limited (a company incorporated in Northern Ireland) was the subsidiary of the company. Habitat Homes Limited was dormant throughout the prior year and the current year until 12 April 2022 when it was dissolved.

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

2 Critical accounting estimates and judgements

In the application of the charitable company's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated 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 where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

Key sources of estimation uncertainty

Fixed Assets

The annual depreciation charge on fixed assets depends primarily on the estimated lives of each type of asset and estimates of residual values. The directors regularly review these asset lives and change them as necessary to reflect current thinking on remaining lives in light of prospective economic utilisation and physical condition of the assets concerned. Changes in asset lives can have a significant impact on depreciation and amortisation charges for the period. Detail of the useful lives is included in the accounting policies.

Debtors

Short term debtors are measured at transaction price, less any impairment. Impairment of such debtors involves some estimation uncertainty.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022	2022	2022	2021	2021	2021
	£	£	£	£	£	£
Donations and gifts	103,849	177,455	281,304	59,270	42,355	101,625
Habitat affiliate tithes and undesignated donations	775	-	775	577	-	577
Corporate	13,242	-	13,242	32,854	-	32,854
Other grants	-	115,876	115,876	118,398	133,624	252,022
	<u>117,866</u>	<u>293,331</u>	<u>411,197</u>	<u>211,099</u>	<u>175,979</u>	<u>387,078</u>

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

4 Charitable activities

	Local volunteer programme	International programme	ReStore	Other income from charitable activities	Total 2022	Total 2021
	£	£	£	£	£	£
Income from charitable activities	37,867	(15,871)	1,139,470	-	1,161,466	787,289
Programme income	-	-	-	48,471	48,471	24,307
Deferred income	-	45,860	-	(5,636)	40,224	(47,125)
	<u>37,867</u>	<u>29,989</u>	<u>1,139,470</u>	<u>42,835</u>	<u>1,250,161</u>	<u>764,471</u>
Analysis by fund						
Unrestricted funds	-	-	1,139,470	42,835	1,182,305	
Restricted funds	37,867	29,989	-	-	67,856	
	<u>37,867</u>	<u>29,989</u>	<u>1,139,470</u>	<u>42,835</u>	<u>1,250,161</u>	
For the year ended 30 June 2021						
Unrestricted funds	-	-	695,941	24,314		720,255
Restricted funds	32,939	11,277	-	-		44,216
	<u>32,939</u>	<u>11,277</u>	<u>695,941</u>	<u>24,314</u>		<u>764,471</u>

5 Investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Income from investments	<u>24,805</u>	<u>19,669</u>

6 Other income

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Coronavirus job retention scheme	<u>9,492</u>	<u>154,519</u>

**HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY
NORTHERN IRELAND)**

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

7 Raising funds

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
<u>Fundraising and publicity</u>		
Other fundraising costs	1,806	1,303
Staff costs	53,931	46,133
	<u>55,737</u>	<u>47,436</u>
Fundraising and publicity		
Programme support		
Other costs	2,972	1,872
Staff costs	6,410	5,716
Support costs	12,798	14,228
	<u>22,180</u>	<u>21,816</u>
Programme support	<u>77,917</u>	<u>69,252</u>

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

8 Charitable activities

	Local volunteer programme	International programme support	International programme	ReStore	Advocacy	Total 2022	Total 2021
	£	£	£	£	£	£	£
Staff costs	31,138	66,530	-	447,334	61,556	606,558	482,172
Depreciation	-	-	-	16,248	-	16,248	18,091
Other charitable expenditure	3,400	1,101	64,990	305,705	17,069	392,265	422,543
	<u>34,538</u>	<u>67,631</u>	<u>64,990</u>	<u>769,287</u>	<u>78,625</u>	<u>1,015,071</u>	<u>922,806</u>
Share of support costs (see note 9)	4,846	8,278	-	161,680	-	174,804	155,824
Share of governance costs (see note 9)	44,876	-	-	-	-	44,876	42,373
	<u>84,260</u>	<u>75,909</u>	<u>64,990</u>	<u>930,967</u>	<u>78,625</u>	<u>1,234,751</u>	<u>1,121,003</u>
Analysis by fund							
Unrestricted funds	46,393	75,909	-	818,072	78,625	1,018,999	
Restricted funds	37,867	-	64,990	112,895	-	215,752	
	<u>84,260</u>	<u>75,909</u>	<u>64,990</u>	<u>930,967</u>	<u>78,625</u>	<u>1,234,751</u>	
For the year ended 30 June 2021							
Unrestricted funds	34,862	57,253	-	764,902	49,874		906,891
Restricted funds	32,939	-	47,549	4,800	128,824		214,112
	<u>67,801</u>	<u>57,253</u>	<u>47,549</u>	<u>769,702</u>	<u>178,698</u>		<u>1,121,003</u>

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

9 Support costs

	Support costs £	Governance costs £	2022 £	2021 £
Staff costs	71,187	37,029	108,216	91,383
Depreciation	4,667	-	4,667	5,201
Other support costs	118,158	-	118,158	113,127
Audit fees	-	6,900	6,900	6,900
Accountancy	-	947	947	1,530
	<u>194,012</u>	<u>44,876</u>	<u>238,888</u>	<u>218,141</u>
Analysed between				
Fundraising	19,208	-	19,208	19,944
Charitable activities	174,804	44,876	219,680	198,197
	<u>194,012</u>	<u>44,876</u>	<u>238,888</u>	<u>218,141</u>

Governance costs includes payments to the auditors of £6,900 (2021- £6,900) for audit fees.

10 Net movement in funds

	2022 £	2021 £
Net movement in funds is stated after charging/(crediting)		
Fees payable to the company's auditor for the audit of the company's financial statements	6,900	6,900
Depreciation of owned tangible fixed assets	20,915	23,292
	<u>27,815</u>	<u>29,192</u>

11 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the charitable company during the year.

12 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Volunteer programme, communications and fundraising	22	17
Administration	4	4
	<u>26</u>	<u>21</u>
Total	<u>26</u>	<u>21</u>

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

12 Employees (Continued)

Employment costs	2022	2021
	£	£
Wages and salaries	662,897	534,494
Social security costs	57,205	43,352
Other pension costs	48,603	41,842
	<u>768,705</u>	<u>619,688</u>

Total remuneration payable to key management personnel during the year was £124,454 (2021 - £111,608).

The number of employees whose annual remuneration was £60,000 or more were:

	2022	2021
	Number	Number
In the band £60,001 - £70,000	<u>1</u>	<u>1</u>

13 Tangible fixed assets

	Leasehold land and buildings	Fixtures and Motor vehicles fittings		Total
	£	£	£	£
Cost				
At 1 July 2021	134,455	88,402	54,981	277,838
Additions	-	5,336	4,500	9,836
Disposals	-	(39,978)	(984)	(40,962)
At 30 June 2022	<u>134,455</u>	<u>53,760</u>	<u>58,497</u>	<u>246,712</u>
Depreciation and impairment				
At 1 July 2021	110,248	75,800	35,256	221,304
Depreciation charged in the year	9,229	4,667	7,019	20,915
Eliminated in respect of disposals	-	(39,978)	(984)	(40,962)
At 30 June 2022	<u>119,477</u>	<u>40,489</u>	<u>41,291</u>	<u>201,257</u>
Carrying amount				
At 30 June 2022	<u>14,978</u>	<u>13,271</u>	<u>17,206</u>	<u>45,455</u>
At 30 June 2021	<u>24,207</u>	<u>12,602</u>	<u>19,725</u>	<u>56,534</u>

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2022**

14 Fixed asset investments

	Rental purchase agreements
	£
Cost or valuation	
At 1 July 2021	186,261
Repaid in the year	(24,931)
At 30 June 2022	<u>161,330</u>
Carrying amount	
At 30 June 2022	<u>161,330</u>
At 30 June 2021	<u>186,261</u>

Rental Purchase Agreement investments arise from the historic cost of homes under Rental Purchase Agreements. The balance is reduced over a maximum of 25 years by the tenants in monthly instalments and is secured by a first charge over each property.

15 Stocks

	2022	2021
	£	£
Habitat merchandise	<u>245</u>	<u>245</u>

16 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	32,780	32,780
Amounts owed by subsidiary undertakings	-	1,267
Other debtors	<u>210,949</u>	<u>338,967</u>
	<u>243,729</u>	<u>373,014</u>

**HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY
NORTHERN IRELAND)**

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2022**

17 Creditors: amounts falling due within one year

	2022	2021
	£	£
Other taxation and social security	26,881	14,271
Trade creditors	14,502	49,318
Accruals and deferred income	164,506	215,952
	<u>205,889</u>	<u>279,541</u>
Deferred income	£	
Deferred income at 1 July 2021	179,849	
Resources deferred during the year	147,043	
Amounts released from previous years	(179,849)	
	<u>147,043</u>	
Deferred income at 30 June 2022	<u>147,043</u>	

The deferred income arises in respect of income being received in the year which relates to a future accounting period and in respect of income received in the year where conditions for recognition have not been satisfied. The income will be released to the Statement of Financial Activities in the period to which it relates.

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

18 Restricted funds

	Movement in funds			Movement in funds				Balance at 30 June 2022 £
	Balance at 1 July 2020 £	Incoming resources £	Resources expended £	Balance at 1 July 2021 £	Incoming resources £	Resources expended £	Transfers £	
International Funds	-	11,277	(11,277)	-	29,989	(29,989)	-	-
Probation Board NI	-	4,800	(4,800)	-	9,375	(6,188)	-	3,187
DEAR EU Grant	-	128,824	(128,824)	-	(8,539)	-	8,539	-
Kerela Floods Appeal	1,650	-	-	1,650	-	-	-	1,650
Malawi Appeal	3,800	-	-	3,800	5,000	-	-	8,800
Nepal Appeal	55	4,577	(4,506)	126	-	-	-	126
Kombolcha Fund	-	36,104	(30,566)	5,538	3,910	-	-	9,448
Northern Ireland Housing Executive	-	32,939	(32,939)	-	37,867	(37,867)	-	-
Covid Appeal	-	1,674	(1,200)	474	7,696	-	-	8,170
Ukraine Appeal	-	-	-	-	160,848	(35,000)	-	125,848
The Gallaher Trust	-	-	-	-	50,000	(41,667)	-	8,333
JobStart	-	-	-	-	65,041	(65,041)	-	-
	<u>5,505</u>	<u>220,195</u>	<u>(214,112)</u>	<u>11,588</u>	<u>361,187</u>	<u>(215,752)</u>	<u>8,539</u>	<u>165,562</u>

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2022

19 Explanatory note to the funds

Unrestricted

This fund is expendable at the discretion of the directors.

Restricted

International/Global Village Funds

This represents funds raised by local volunteer teams to support their participation in the Global Village programme and includes direct contributions to Habitat's work to alleviate poverty through housing alongside families in partner countries. Funds raised in excess of minimum donations becomes unrestricted and used where the need is greatest.

Probation Board NI

PBNI funding allows Habitat to provide work placements for those serving probation in the community.

DEAR EU Grant

DEAR aims to deliver increased understanding of Europeans in support of global housing, land and urban issues and commitment to SDG11. In Northern Ireland delivering Build Solid Ground is engaging the public, young people through formal and informal education and Habitat volunteers of all ages through a range of awareness raising and educational activities designed to deepen understanding and grow capacity.

Kerala Floods Appeal, Malawi Appeal and Nepal Appeal

Funds raised in support of Habitat's longterm disaster response effort to flooding in Malawi, Nepal and in Kerala, India.

Kombolcha Fund

Funds raised to support a partnership project in Kombolcha, Ethiopia.

Northern Ireland Housing Executive

Funding to support the 'House to Home' project.

Covid Appeal

Funds raised in support of Habitat's response to the Covid 19 pandemic.

Ukraine Appeal

Funds raised in support of Habitat's response to the war in Ukraine.

The Gallaher Trust

Funding to support Building Impact project in ReStore Ballymena which will deepen positive outcomes for local people by creating employment, delivering accredited OCN training and broader support for all volunteers.

JobStart

Department for Communities scheme which supported young people aged 16–24 at risk of long term unemployment to get into the job market through funded job opportunities.

20 Transfers

Transfers were made from unrestricted funds to cover resources expended in excess of funds received.

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2022

21 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Total
	2022	2022	2022	2021
	£	£	£	£
Fund balances at 30 June 2022 are represented by:				
Tangible assets	45,455	-	45,455	56,534
Investments	161,330	-	161,330	186,261
Current assets/(liabilities)	805,730	165,562	971,292	552,295
	<u>1,012,515</u>	<u>165,562</u>	<u>1,178,077</u>	<u>795,090</u>

22 Operating lease commitments

At the reporting end date the charitable company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022	2021
	£	£
Within one year	190,792	148,500
Between two and five years	621,000	554,792
In over five years	92,750	181,750
	<u>904,542</u>	<u>885,042</u>

23 Related party transactions

Transactions with related parties

During the year the charitable company entered into the following transactions with related parties:

Habitat for Humanity (Ireland) (a charitable company registered in Ireland)

During a prior year Habitat for Humanity Ireland Ltd and Habitat for Humanity (Ireland) aligned operational activities while retaining two legal entities. During the current and prior year management, human resources and administrative support was provided by the charity to Habitat for Humanity (Ireland) for no charge. At the year end Habitat for Humanity (Ireland) owed the charity £13,932.

HABITAT FOR HUMANITY IRELAND LTD (FORMERLY HABITAT FOR HUMANITY NORTHERN IRELAND)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 30 JUNE 2022

24 Cash generated from operations	2022	2021
	£	£
Surplus for the year	382,987	135,482
Adjustments for:		
Investment income recognised in statement of financial activities	(24,805)	(19,669)
Depreciation and impairment of tangible fixed assets	20,915	23,292
Movements in working capital:		
Decrease/(increase) in debtors	129,285	(86,685)
(Decrease)/increase in creditors	(73,652)	44,568
Cash generated from operations	434,730	96,988
	<u><u> </u></u>	<u><u> </u></u>
25 Analysis of changes in net funds		
The charitable company had no debt during the year.		