

COMPANY REGISTRATION NUMBER: 5399512  
CHARITY REGISTRATION NUMBER: 1110238

**Tsunami Rehabilitation**  
**Company Limited by Guarantee**  
**Unaudited Financial Statements**  
**31 March 2019**



**WARREN & CO LTD**  
Chartered Certified Accountants  
228 Chingford Road  
Walthamstow  
London  
E17 5AL

**Tsunami Rehabilitation**  
**Company Limited by Guarantee**  
**Financial Statements**  
**Year ended 31 March 2019**

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**Tsunami Rehabilitation**  
**Company Limited by Guarantee**  
**Trustees' Annual Report (Incorporating the Director's Report)**  
**Year ended 31 March 2019**

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2019.

**Reference and administrative details**

**Registered charity name** Tsunami Rehabilitation

**Charity registration number** 1110238

**Company registration number** 5399512

**Principal office and registered office** 2 Monkams Lane  
Woodford Green  
Essex  
IG8 0NL

**The trustees**

Dr J Namasivayam  
Mrs M Namasivayam  
Dr P Thayalasekaran  
Mr S Sornalingam  
Mrs S Thayalasekaran

**Independent examiner** Mr P Logeswaran Warren & Co. Chartered Certified Accountants  
228 Chingford Road Walthamstow London E17 5AL  
228 Chingford Road  
Walthamstow  
London  
E17 5AL

# **Tsunami Rehabilitation**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 March 2019**

#### **Structure, governance and management**

We are the main body of this charity which is based in UK. In Sri Lanka we have two separate Trusts formed and they are registered locally with Sri Lankan government. The first Trust is known as 'Thiruketheeswaram Sivan Arul Illam Trust'; 120 orphans and other destitute children are cared by this trust locally. We have 4 Directors who manage this trust, being the signatories to issue cheques for the day to day running of the organisation. They hold fortnightly or monthly meetings to discuss the children and staff issues and improve our services. We have 21 staff including carers, cooks, security guards and drivers serving in the organisation. The child probation or protection local governmental body have regular monthly meetings with our directors and staff to maintain good, safe care of children. We have appointed independent auditors/accountants to provide annual audit report for this institution and the reports are all in order and are available on request. The directors are directly in contact with the trustees in UK to inform what is going on and to ask for opinions of trustees in decision making when required.

The second Trust known as 'Thiruketheeswaram Sivan Arul Vocational Training & Production Centre Trust' is there to help the most vulnerable, needy families, especially war affected widows, the disabled, amputees and paraplegics to provide livelihood support. We run a food processing factory in Kilinochi to provide livelihood for the war widows, some of whom are disabled. About 75 vulnerable people are employed in the factory, mostly widows & young women affected by the war. We also run a bakery/cafeteria in Mullaithivu to help the local community and provide livelihood for disabled & destitute families. About 25 staff, mostly young vulnerable girls are employed in the bakery. This is taken care of by two directors both of whom are fully committed to make it a viable, sustainable business venture to provide livelihood support for many families. The directors are in constant touch with the trustees by e-mail and telephone to give feedback and updates of progress. We have monthly reports sent by the accountant in the factory. An independent auditor/ accountant is nominated to audit the productivity, sales and income generated in the factory. We also have qualified registered public health inspectors visiting time to time to assess the quality & hygiene of the products made in both locations. We also have a 5 member team of field officers employed to monitor our children education programme in the community and assess progress of the university student sponsor project and hostel students education projects. This is successfully done with progress reports from school head masters and hostel wardens giving us account break downs of expenditures.

#### **Objectives and activities**

To provide sustainable livelihood for war affected vulnerable, destitute families, especially the widows, amputees, disabled and paraplegics.

To create job opportunities for local communities in the north/east who are living below poverty level and help their children with improved nutrition, better education facilities etc.

To rehabilitate orphaned children and families in order to meet their spiritual, physical, nutritional, social, educational, economic and skills training needs.

To provide support for homeless and poor individuals and families including emergency shelter, housing, food-assistance, in-home care and family support.

To foster human development of poor, disadvantaged and vulnerable women and to ensure socio-economic justice and self reliance for alleviation of poverty.

# **Tsunami Rehabilitation**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 March 2019**

#### **Strategic report**

The following sections for achievements and performance and financial review form the strategic report of the charity.

#### **Achievements and performance**

Tsunami Rehabilitation, also known as 'Sivan Arul Illam' in Sri Lanka has continued to work very hard in the past year with projects that would assist the needy in Vanni area and East, namely Muthur, Batticaloa & Akkaraipattu. We continue to rehabilitate families who are severely affected by the war. It is heart-warming to see that many of these families are able to manage their lives on their own with income derived from small scale businesses established for them through our financial assistance.

Our children's home in Thiruketheeswaram, Mannar now have around 130 children (age range from 4 to 18 yrs). We have employed 21 staff, including carers, cooks, administrative officers, watchers, etc. The children attend the local Gowri Ambal School. We provide extra tuition for the core subjects. They enjoy the extra-curricular activities, including sports, music, dance, yoga, meditation etc. The children are taken on regular educational & leisure trips outside the home. They are given made to measure new clothes 3 to 4 times a year. 4 children have entered university this year & 10 children qualified to do A/L following recent O/L results. 7 children are studying in university.

There were cries from many war affected families for assistance. We have so far rehabilitated over 4000 families by providing means to earn income and continue to provide monthly financial help to about 50 families with widows or paraplegics or amputees, mainly to educate their children. It is very gratifying to see how small regular contributions from us make a difference to the families and education of their children. There are many single mothers caring for their families particularly in Kilinochi & Mullaithivu district. Since they do not have skills to be engaged in a trade they continue to struggle to have 3 meals a day. So, many of their children are undernourished.

There is a desperate need to provide improvised toilet facilities to cater for physically challenged as a result of the war and drinking water to families who are resettled in Mullaithivu and Kilinochi. A tube well can serve at least 100 families for bathing, washing & cooking purposes. This costs around Rs 125,000/ per tube well. Many amputees and paraplegics in Vanni are suffering in sheer embarrassment without proper toilet facilities. This cost around Rs 90,000/ per toilet. We are actively campaigning to provide these basic needs for these helpless people. We have now built over 100 tube wells & 40 standard wells in North & East of Sri Lanka. We have also built over 30 disabled toilets

A women-headed food processing factory has been built in Uruthirapuram, Kilinochi (known as Sivan Arul Vocational Training & Production Centre), to offer sustainable employment opportunities for needy females who are widows, disabled & unmarried. The ladies are now processing large quantities of rice

# Tsunami Rehabilitation

## Company Limited by Guarantee

### Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

#### Year ended 31 March 2019

flour, chilli powder, turmeric powder etc., and the main whole sale buyers are the traders in Kilinochi. We are also now exporting these spices to Australia, UK/Europe. We are now employing over 130 vulnerable people. There is also a women hostel attached to this factory, mainly accommodating disabled young women with disabled toilet facilities. They too are employed in the factory. There are around 20 young disabled living here.

We have opened a bakery in Puthukudiyiruppu to help the war affected disabled & vulnerable. This is providing them a sustainable livelihood. They are making bread, cakes, sweets, savoury short eats, buns etc selling them in a mobile van, taking large orders for weddings, parties etc. We are also exporting savouries and sweets abroad made in this bakery. We are employing 30, mostly vulnerable, young women

We have established a vocational Training, IT & Tuition Centre in Akkaraipattu, Amparai next to a girl's orphanage. This is registered locally in the name of 'Sivan Arul Foundation'. This is to help the older girls in children home & vulnerable young girls in the local community to seek employment by training them in IT, Beauty therapy, sewing, handicraft, various food processing etc. Also, improving educational standards & encouraging deprived children to aim to enter universities. Tutions given in in maths, English, tamil, Sinhala, science, & history. This project has already proved to be successful. We have completed NVQ Level 4 , government approved 6 months course in graphic design & administration for the first batch and very pleased to say that all 20 young girls from the local, poor community have sought employment. We are soon going to complete a similar course for about 35 young girls & hope that they too will be successful in seeking jobs. Our recent GCSE results also have been very good for children attending our tuition centre.

We have also started a tuition centre in Olumadu-Nedunkeni, a very poor, deprived part of Sri Lanka. This is called 'Sivan Arul Kalvinilayam'. There are over 250 poor children benefiting from free tuition in science, maths, English, history, tamil & IT. The recent scholarship exam results for Grade 5 & GCSE O/L results were record breaking & quite exceptional for this year and they have never had this success in the past in this particular village. We have made children, teachers & parents very proud by this great achievement. We motivate the keen children in this area to aim for higher education & university entrance. This project is sponsored by a well wisher in UK, for the past 2 ½ years.

We are also very grateful to Aadhi Parasakthi Valipattu Mandram, Harrow, UK for providing financial assistances to help our children in Thiruketheeswaram Sivan Arul Illam, providing special meals for them, giving money to deposit in their savings account. They also assist with our other projects, in Kilinochi factory, Puthukudiyiruppu bakery etc. The Aadhi Parasakthi Mandram also sponsors regular special meals to the poor, undernourished in the community in Vanni. They also sponsor monthly, supporting many university students, educating many destitute orphan children and helping many families with setting up suitable livelihoods. Their support to our organisation is invaluable for the past 8 years & we cannot sustain without their financial assistances.

Aadhi Parasakthi Valipaattu Mandram, Harrow, UK also carries out a large education development project helping over 50 students in Vanni, including university students to achieve good/higher education in order to seek, & secure employment in their lives to support their families.

Ratnam Foundation Trust, UK are supporting many projects, including Akkaraipattu IT centre (successful in giving employment for the first batch of 20 poor girls who completed the government approved course), St Xavier school, Aligambai scholarship classes for Grade 5. In fact one of the students got top marks in the last scholarship exam through these classes and received an award for best performance ever from this very poor, deprived area. IT centre in Jaffna through CCYE., IT centre in Nedunkerny etc

#### New Projects

We are starting another vocational training centre in Thiruketheeswaram, Mannar which would enable

# **Tsunami Rehabilitation**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

#### **Year ended 31 March 2019**

over 25 mentally challenged children to participate in making & packaging incense sticks, holy ash, candles, pappadam, greeting cards etc . This will create livelihood for these children who would otherwise have no future. Their products will be sold to the local temples & churches. These children have finished education in special need schools & are currently living with their guardians/parents. Our meeting with them was very encouraging and many more children will be on our waiting list to give them this unique opportunity which many other organisations don't provide. These children will be given accommodation in our existing children home. We will need some carers who are trained to deal with their issues, e.g epilepsy.

In the same project we will also have a pure vegetarian restaurant, employing our own children in the children home. Next to this we will also build a shop which will sell all our factory & bakery products. Also an outlet to showcase all our products (rice flour, Jaffna curry powder, pakkora, kassava chips, ginger biscuits & many more!!!!) There will be 3 luxury rooms with attached toilets built which would attract temple worshipers from abroad & other tourist. These business ventures we believe will generate income for the vulnerable group of the community to have stable livelihood.

We are also targeting children from very poor villages in upcountry to give them an opportunity to have good education which they never had before. We have established a tuition centre & preschool for 250 children in Galkantha, Haputalla (Bandarawala). These children have shown a significant progress and enthusiasm in this program. This is sponsored by a well wisher in UK, in memory of his late father & the Tuition Centre is called 'Late Mr M. Sathasivam Sivan Arul Kalvinilayam'

We have secured 6 acres of government land on long term lease (over 30 yr period, renewable) under the name of children home, located fairly close the children home. We have planted over 500 coconut plants in this land in order to give children sustainable income in about 3 yrs. Meanwhile, we are growing all the vegetables which otherwise would be bought in the market, fruits etc for daily consumption for the children. The older children participate in the development & cultivation of this land which gives them a form of recreation, therapy & hobby to keep themselves active & occupied during their holidays & free time.

We have also secured further 10 acres of government land in Palampitty, Madu district. This will be an integrated farm, providing employment to the vulnerable, poor, local community. The income generated will also be shared with our children home, for their day to day expenses.

We have completed a goat rearing program in Vaharai- Batticaloa district & Akkaraipattu for 20 women headed families by giving them each 4 to 5 goats as a lucrative livelihood.

We are successfully cultivating vegetables, ground nut, rearing over 30 goats, egg laying chicken poultry farm in 3 acres land in Kannagipuram, giving employment for local community, including a leprosy victim who is the caretaker. We have also built a house for this family within our farm. The proceeds are sold in the local market & some of the profits are used for the running of our tuition centre in Akkaraipattu.

We are also cultivating another 3 acres land in Neenakerny in Muthur district in order to help the poor community. We are about to start a multipurpose community centre in our land here to conduct after school, educational/sports activities, Aranery & recreation for elderly who are begging on streets for living. After school activities are also going to be conducted in 3 other centres in Muthur (Seethanaveli, Paattalipuram & Santhosapuram), mainly to motivate children, many of

We are also constructing many simple, drinking, bathing water wells in Batticaloa & Amparai district where there are many poor villages without drinking, bathing water & toilet facilities.

We are also supplying 'Saththuma' nutritional powder free, for about 1700 pre-school & primary school children in Vanni & East where there is extreme poverty & malnutrition. We started this program 4 years

# **Tsunami Rehabilitation**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

#### **Year ended 31 March 2019**

ago & our studies have proved them to be very useful, making a positive impact on the performance, growth & school attendance of these children.

We have introduced a unique education program for our 4 tuition centres across the country, in Mannar, in our children home (Sivan Arul Illam), Olumadu-Nedunkerny, Sivan Arul Kalvinilayam, Upcountry, in Bandarawala, (Late Mr Sathasivam Memorial Education Centre) & Akkaraipattu, Sivan Arul Foundation. This is known as e-learning, using tablets (for individual students), projector/screen/laptop in groups for grade 10 & 11, following the syllabus in English, maths & science. We believe this would help improve educational standards of children living in poverty stricken areas. This is sponsored by Jaffna University Graduate Association, Victoria- Australia.

**New Admissions** - There are 45 new children admitted to our children home in Thiruketheeswaram, Mannar this January. 10 boys were admitted from another home in Mannar which has closed. 15 boys were admitted from a home in Vavuniya, which also had to close, sadly. 20 children (5 girls & 15 boys) were admitted from Bandarawala district because the family couldn't afford to send them to school.

We are truly grateful to all donors, without their support it would not be possible to continue with all our projects



# **Tsunami Rehabilitation**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 March 2019**

#### **Financial review**

We trustees have examined the requirements for free reserves, which are those unrestricted funds not invested in fixed assets, designed for specific purposes or otherwise committed. The trustees have set a reserves policy which requires: Reserves are maintained at a level which ensures that Tsunami Rehabilitation's core activity could continue during a period of unforeseen difficulty. A high proportion of reserves are maintained in a readily realisable form. It is our policy to invest our funds balances with The Affirmative Deposit Fund for Charities and Natwest Business reserve Account. Principal funding sources and review of expenditure in the year has supported the key objectives of the charity.

The members of the Board of Trustees of the Charity at the date the report and accounts were approved were:-

Dr. Jayendran Namasivayam  
Mrs. Manjula Namasivayam  
Mr. Surendra Sornalingam  
Dr. Pararasasekaran Thayalasekaran  
Mrs. Shanthi Thayalasekaran

All the directors of the company are also trustees of the charity, and their responsibilities include all the responsibilities of directors under the Companies Acts and of trustees under the Charities Acts.

The directors/trustees are all members of the charity.

The principal funding sources are donation from individuals, organisations and charities. No salary is paid to employees and trustees. The employees and trustees work on voluntary basis. All the funds are used for project work in Sri Lanka.

Bankers  
National Westminster Bank Plc

Independent Examiner  
P Logeswaran  
Warren & Co  
Chartered Certified Accountants  
228 Chingford Road  
London  
E17 5AL

This report was approved by the board of trustees on 10/12/2019

Dr. J. Namasivayam  
Director and Trustee

# Tsunami Rehabilitation

## Company Limited by Guarantee

### Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2019

#### Plans for future periods

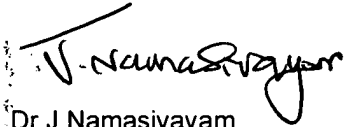
Continue to promote & help with education programs in poor areas in the North, East & Upcountry. We endeavour to support our well established free tuition centres in Akkaraipattu, Olumadu-Nedunkerny, Bandarawala, Galkantha, Nayambetha, upcountry, Neenakerny-Muthur & Thiruketheeswaram, Mannar, Thirunelvely- Jaffna in order to offer very good primary & secondary education for a large number of children in these communities.

We would also continue to promote our 3 very successful IT centres in Akkaraipattu, Nedunkerny, Jaffna & Mannar.

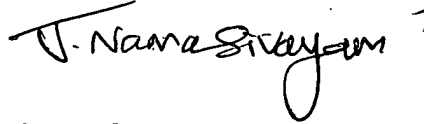
When the number of children in our home significantly reduces we would offer our girls & boys home to homeless poor children & youth to stay and use the place as a hostel while they are having vocational trainings in various skilled jobs, in order to give them a secure home.

We would continue to support all our social enterprises, including our food processing factory in Kilinochi, Bakery in Puthukudiyiruppu, Dairy farm in Katsilaimadu, Mullaitivu & Restaurant in Thiruketheeswaram, Mannar so that the productivity & income

The trustees' annual report and the strategic report were approved on 10 December 2019 and signed on behalf of the board of trustees by:



Dr J Namasivayam  
Trustee



Charity Secretary

**Tsunami Rehabilitation**  
**Company Limited by Guarantee**

**Independent Examiner's Report to the Trustees of Tsunami Rehabilitation**

**Year ended 31 March 2019**

I report to the trustees on my examination of the financial statements of Tsunami Rehabilitation ('the charity') for the year ended 31 March 2019.

**Responsibilities and basis of report**

The trustees are also the directors of the company for the purposes of company law and are responsible for the preparation of the financial statements. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The charity's gross income exceeded £25,000 and I am qualified to undertake the examination by being a qualified member of ACCA.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to: - examine the accounts under section 145 of the 2011 Act; - to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and - to state whether particular matters have come to my attention.

**Independent examiner's statement**

In connection with my examination, no matter has come to my attention,

1. which gives me no reasonable cause to believe that in, any material respect, the requirements: o to keep accounting records in accordance with section 130 of the Charities Act; and o to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act

have not been met; or

2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Mr P Logeswaran  
Warren & Co.  
Chartered Certified Accountants  
228 Chingford Road  
Walthamstow  
London  
E17 5AL  
Independent Examiner

228 Chingford Road  
Walthamstow  
London  
E17 5AL

10 December 2019

**Tsunami Rehabilitation**  
**Company Limited by Guarantee**  
**Statement of Financial Activities**  
**(including income and expenditure account)**  
**Year ended 31 March 2019**

		2019		2018
	Note	Unrestricted funds £	Total funds £	Total funds £
<b>Income and endowments</b>				
Donations and legacies	5	243,400	<b>243,400</b>	186,663
Investment income	6	5	5	76
<b>Total income</b>		<u>243,405</u>	<u><b>243,405</b></u>	<u>186,739</u>
<b>Expenditure</b>				
Expenditure on raising funds:				
Costs of raising donations and legacies	7	144	<b>144</b>	-
Expenditure on charitable activities	8,9	262,330	<b>262,330</b>	263,040
<b>Total expenditure</b>		<u>262,474</u>	<u><b>262,474</b></u>	<u>263,040</u>
<b>Net expenditure and net movement in funds</b>		<u>(19,069)</u>	<u><b>(19,069)</b></u>	<u>(76,301)</u>
<b>Reconciliation of funds</b>				
Total funds brought forward		21,712	<b>21,712</b>	98,013
<b>Total funds carried forward</b>		<u>2,643</u>	<u><b>2,643</b></u>	<u>21,712</u>

The statement of financial activities includes all gains and losses recognised in the year.  
All income and expenditure derive from continuing activities.

The notes on pages 13 to 18 form part of these financial statements.

**Tsunami Rehabilitation  
Company Limited by Guarantee  
Statement of Financial Position**

**31 March 2019**

	Note	2019 £	£	2018 £
<b>Current assets</b>				
Cash at bank and in hand		<u>2,643</u>		<u>21,712</u>
<b>Net current assets</b>			<u>2,643</u>	<u>21,712</u>
<b>Total assets less current liabilities</b>			<u>2,643</u>	<u>21,712</u>
 <b>Funds of the charity</b>				
Unrestricted funds			<u>2,643</u>	<u>21,712</u>
<b>Total charity funds</b>	13		<u>2,643</u>	<u>21,712</u>

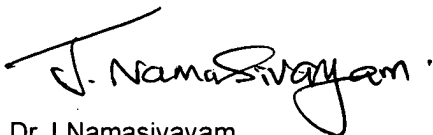
For the year ending 31 March 2019 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

These financial statements were approved by the board of trustees and authorised for issue on 10 December 2019, and are signed on behalf of the board by:



Dr J Namasivayam  
Trustee

The notes on pages 13 to 18 form part of these financial statements.

**Tsunami Rehabilitation  
Company Limited by Guarantee  
Statement of Cash Flows  
Year ended 31 March 2019**

	2019 £	2018 £
<b>Cash flows from operating activities</b>		
Net expenditure	(19,069)	(76,301)
<i>Adjustments for:</i>		
Other interest receivable and similar income	(5)	(76)
Interest payable and similar charges	<u>7,287</u>	<u>-</u>
Cash generated from operations	(11,787)	(76,377)
Interest paid	(7,287)	-
Interest received	<u>5</u>	<u>76</u>
Net cash used in operating activities	<u>(19,069)</u>	<u>(76,301)</u>
<b>Net decrease in cash and cash equivalents</b>	<b>(19,069)</b>	<b>(76,301)</b>
<b>Cash and cash equivalents at beginning of year</b>	<b><u>21,712</u></b>	<b><u>98,013</u></b>
<b>Cash and cash equivalents at end of year</b>	<b><u>2,643</u></b>	<b><u>21,712</u></b>

The notes on pages 13 to 18 form part of these financial statements.

**Tsunami Rehabilitation**  
**Company Limited by Guarantee**  
**Notes to the Financial Statements**  
**Year ended 31 March 2019**

**1. General information**

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 2 Monkams Lane, Woodford Green, Essex, IG8 0NL.

**2. Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

**3. Accounting policies**

**Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

**Going concern**

The charity is treated as a going concern as there is a foundation of regular donators who will continue to donate money. There is also money reserved of £51,272 in the event of contingency.

**Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The judgements (apart from those involving estimations) that management has made in the process of applying the entity's accounting policies and that have the most significant effect on the amounts recognised in the financial statements are as follows:

Regular donators will continue to make contributions in the future. The trustees will continue to find new individuals/organisations that will donate money.

**Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

# Tsunami Rehabilitation

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

#### 3. Accounting policies *(continued)*

##### Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

##### Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

##### Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.



# Tsunami Rehabilitation

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 31 March 2019

#### 3. Accounting policies *(continued)*

##### Financial instruments *(continued)*

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

#### 4. Limited by guarantee

There is no guarantee of members and no liability for members; the charity only spends money received through donation and does not borrow any money.

**Tsunami Rehabilitation  
Company Limited by Guarantee**

**Notes to the Financial Statements (continued)**

**Year ended 31 March 2019**

**5. Donations and legacies**

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
<b>Donations</b>				
HMRC Gift Aid Tax Claim	45,537	<b>45,537</b>	30,173	30,173
Gift From Individual	79,146	<b>79,146</b>	80,980	80,980
Income from fund raising activities	-	-	3,954	3,954
Lycamobile & Gnanam foundation	8,000	<b>8,000</b>	-	-
Income from other organisation	15,813	<b>15,813</b>	5,848	5,848
Income from Money Box	13,326	<b>13,326</b>	10,808	10,808
Aadhi Parasakthi-Devotees-Individuals	46,104	<b>46,104</b>	37,286	37,286
Unclassified Donations	82	<b>82</b>	12,114	12,114
Sree Ayyappa Seva	6,000	<b>6,000</b>	5,500	5,500
T Balendra	8,267	<b>8,267</b>	-	-
Dr J Namasivayam	21,125	<b>21,125</b>	-	-
	<u>243,400</u>	<u><b>243,400</b></u>	<u>186,663</u>	<u>186,663</u>

**6. Investment income**

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Bank interest receivable type 1	<u>5</u>	<u><b>5</b></u>	<u>76</u>	<u>76</u>

**7. Costs of raising donations and legacies**

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Costs of raising donations and legacies - Other type 2	<u>144</u>	<u><b>144</b></u>	<u>-</u>	<u>-</u>

**8. Expenditure on charitable activities by fund type**

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Family Support & Livelihood	47,803	<b>47,803</b>	62,794	62,794
Other Projects ( Addhi Parasakthi & Saththuma )	27,595	<b>27,595</b>	191,765	191,765
Activity type 4	153,268	<b>153,268</b>	-	-
Factory Projects ( Materials & Other expenses)	33,664	<b>33,664</b>	7,116	7,116
Support costs	-	-	1,365	1,365
	<u>262,330</u>	<u><b>262,330</b></u>	<u>263,040</u>	<u>263,040</u>

# Tsunami Rehabilitation

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

#### 9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Total funds 2019 £	Total fund 2018 £
Family Support & Livehood	47,803	47,803	62,794
Other Projects ( Addhi Parasakthi & Saththuma )	27,595	27,595	191,765
Activity type 4	153,268	153,268	-
Factory Projects ( Materials & Other expenses)	33,664	33,664	7,116
Governance costs	-	-	1,365
	<u>262,330</u>	<u>262,330</u>	<u>263,040</u>

#### 10. Independent examination fees

Independent examination was conducted voluntarily by Mr P Logeswaran of Warren & Co. for no charge.

#### 11. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2019 £	2018 £

The average head count of employees during the year was Nil (2018: 5). The average number of full-time equivalent employees during the year is analysed as follows:

	2019 No.	2018 No.
Volunteers	-	5

No employee received employee benefits of more than £60,000 during the year (2019: Nil).

#### 12. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees;

#### 13. Analysis of charitable funds

##### Unrestricted funds

	At 1 April 2018 £	Income £	Expenditure £	At 31 March 2019 £
General funds	<u>21,712</u>	<u>243,405</u>	<u>(262,474)</u>	<u>2,643</u>

	At 1 April 2017 £	Income £	Expenditure £	At 31 March 2018 £
General funds	<u>98,013</u>	<u>186,739</u>	<u>(263,040)</u>	<u>21,712</u>

# Tsunami Rehabilitation

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 March 2019

14. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2019 £
Current assets	<u>-</u>	<u>-</u>

	Unrestricted Funds £	Total Funds 2018 £
Current assets	<u>21,712</u>	<u>21,712</u>