

**THE HOVERAID TRUST**

**(A company limited by guarantee)**

**Report and Financial Statements**

**31 December 2023**

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## **Reference and Administration details**

### **CHARITY NAME**

The Hoveraid Trust

### **COMPANY REGISTRATION NUMBER**

02661888

### **CHARITY REGISTRATION NUMBER**

1005977

### **TRUSTEES AND DIRECTORS**

P. Deludet

N.G. Davies-Scourfield

N. Greenham

A. Nye

H. Pomeroy

G. Thomson *resigned 21<sup>st</sup> November 2023*

Dr A. Bunting

R. Hawkins *appointed 13<sup>th</sup> June 2023*

R. Jones *appointed 21<sup>st</sup> November 2023*

### **COMPANY SECRETARY**

A. Nye

### **REGISTERED OFFICE**

Unit 2

Chalk Farm

High Street

Babraham

Cambridge

CB22 3AG

### **BANKERS**

Lloyds Bank plc

25 Gresham Street

London

EC2V 7HN

### **INDEPENDENT EXAMINER**

A H K Swann

61 Hemingford Road

Cambridge

CB1 3BY

## HoverAid Trustees' Annual Report 2023

The trustees of the Hoveraid Trust ("HoverAid UK" or "the Trust") hereby present their annual report and financial statements for the year ended 31 December 2023.

### Structure

The Trust is a private company limited by guarantee, without shareholders.

The Trust is governed by the trustees in accordance with its memorandum and articles of association.

Trustees are appointed by election in accordance with the Trust's articles of association.

### Trustees and Directors

The trustees of the Trust, who are also directors of the company and served during the year and to the date of this report, were as follows:

P. Deludet

N.G. Davies-Scourfield

N. Greenham

A. Nye

H. Pomeroy

G. Thomson *resigned 21<sup>st</sup> November 2023*

Dr A. Bunting

R. Hawkins *appointed 13<sup>th</sup> June 2023*

R. Jones *appointed 21<sup>st</sup> November 2023*

The Trust's objective is to provide medical care, community health programmes, and emergency relief to isolated communities using hovercraft and other means.

## Achievements and Performance

During the year ended 31 December 2023 The Hoveraid Trust (commonly known as HoverAid in the UK) has continued to work in Madagascar.

### Madagascar

HoverAid spent £216k in Madagascar to enable strategic medical and humanitarian programmes, emergency/flood relief and community rebuilding primarily in remote areas, and engineering and maintenance on hovercraft and other vehicles. This amount increased by 14.2% on the previous year (2022: £ 1 8 9 k).

The predominant focus of HoverAid's work in Madagascar is the Madagascar Medical Safari (MMS) programme, 60% of which are run in collaboration with Mission Aviation Fellowship Madagascar (MAF) as the only access is by air to many locations. This deploys teams of fully trained volunteer doctors and healthcare professionals to remote communities along the main river systems. The teams provide medical care to the general population irrespective of race, tribal group, gender, religion, or sexuality.

In 2023 the number of MMSs increased to 12 (vs 11 in 2022). This year, the MMS programme provided care for 6,971 patients (vs 5,216 in 2022), including 1,211 dental extractions, 387 surgeries, 1,271 ultrasound scans, and 450 eye tests. These consultations took place in eight different locations, which are, physically, extremely difficult to reach and provided the only viable trained healthcare option for those attending.

Three new schools were built in the Boeny region, alongside water supply and sanitation facilities. These were needed following the destruction of previous buildings by storms.

Local income in Madagascar via the garage enterprise, and third party collaborations using Hoveraid logistics and transport capabilities reduced from £38,776 (2022) to £14,203 (2023) due in part to the departure of the RTM business from the main HoverAid base.

## UK

In the UK, efforts focused on building the supporter base, developing the team, resources, structure and communications between countries, and fundraising, delivering income from UK sources of £285k (vs £235k in 2022). This increased predominantly due to higher donations from individuals, churches, and institutional grants. Specialist technical and pro-bono support from business partners RICARDO, GEP, CERES and OnShape contributed significantly to HoverAid's work, for which we are most grateful.

We now have 1,075 "live" Mailchimp contacts, including 921 committed subscribers to Email communications; Significant growth in Facebook (1,800 followers) and LinkedIn (409 followers);

The project to build a new RiverRover hovercraft continued, with detailed specification and procurement of parts and assembly of the craft in our Sussex workshop under the guidance of an experienced engineering project manager. This has taken longer than originally planned due to greater number of necessary design improvements, limited manpower, and the need to capture the complete design on CAD. The craft is due to be completed, tested, and shipped to Madagascar in 2024.

HoverAid Trust CEO John Greaves was able to visit Madagascar for 2 weeks in October, joining an MMS, participating in the handover ceremonies of the three new schools, and meeting with key third party partners.

## Partnerships

The most significant new partnership established in 2023 was that with **Deichmann Foundation**, based on the provision from them of two fully equipped 4\*4 truck-based **mobile clinics** to extend the reach of MMS work to more remote areas and increase the flexibility of the medical teams around the MMS locations. These clinics will be (following completion in mid-2024) owned by Hoveraid and will also be available for third party deployment, in conjunction with HoverAid's logistics capabilities. This partnership also involves MHM-Hilfe (specialist medical training and equipment support) and is governed by a Memorandum of Understanding signed by all parties. Deichmann are also providing the funding for preparation, shipping and deployment of the mobile clinics, two support Toyota Landcruiser vehicles, and financial support to cover associated HoverAid staff and management effort over an extended multi-year period.

Strategic collaborations with third parties, all governed by Memoranda of Understanding, have been expanded and formalised with MAF, Medair, and Bushproof, and discussions progressed with others. HoverAid has joined the PHE consortium to coordinate emergency response work in Madagascar.

In the UK an informal CSR partnership with GlobalExpatPay (GEP) was established, enabling joint fundraising, pro-bono support, and publicity. It is hoped to secure further such partnerships in 2024 and beyond. There are now 12 churches who have variously adopted Hoveraid as a mission partner, including two new ones in 2023.

## People

John Greaves continues in post as CEO, responsible for the overall strategy & operations on behalf of the Board of Trustees, links with other HoverAid entities, staff and volunteer management, finances, marketing and fundraising, and supporter communications. Andy Mayo remains as Chief Development and Technical Officer (CDTO).

Jon Edney remains as Finance Officer, and GEP staff Siri Sweet (website) and Jemima Walsh (social media and grant submissions) provided pro-bono support, although both have now left GEP in 2024. Fundraising consultant Lorraine Patch provided expertise in identifying new grant sources and in grant submissions. John Hocij departed from the UK Operations & IT role and is yet to be replaced.

Chris Evans continued to oversee the new hovercraft project up to September 2023. The project was also supported by a team of engineering graduates from RICARDO as part of their training programme, summer intern Jakub Mickech from Cambridge University, and a loyal band of volunteers.

HoverAid Madagascar country director Doreen Mutoni has established a formal management team and implemented more robust contracts, procedures and practices for all staff. The working environment at the main Tana base has been significantly improved inside and out to make it a place where the team are proud to work. Previous country director Peter van Buuren and the RTM business left the base to set up in a separate location in April.

## Financial Review

The net movement in funds for the year was an inflow of £22,928 (2022: outflow of £12,522). Overall income of £358,677 (vs £339,978 in 2022) came from the donations of UK individuals and organisations, and institutional grants, together with donations and grants via HoverAid Netherlands (£55,991), and income from work carried out in Madagascar / use of Tana base capabilities (£14,203). The income in Madagascar and Netherlands were both reduced vs previous year by £24k and £13k respectively, but this was more than offset by growth in UK income. Overall expenditure was £335,750 (vs £352,500 in 2022).

### Income

Key elements of income:

- UK income from individuals (46.9% of total) was similar to 2022
- Seven targeted funding appeals (cyclone 2023, Schools build, Medevac \* 2, Medical equipment, Giving Tuesday, Christmas BioSand filter gift campaign) raised £42,819 in total
- Three fundraising events generated £3,828 (Afternoon with HoverAid), £1,500 (Derby Bentley Gala Dinner), £1,460 (CCO concert)
- Two “challenges” supported by our CSR partners, GEP-HopperAid (£6,000) and RICARDO-Indoor Rowathon (£9,372)

103 grant applications were submitted, with 19 “wins” totalling £62k. The main grants received in 2023 were from:

Source	Value (£)	Purpose
Archer Trust	3000	MMS
Beatrice Laing Trust	4500	MMS
Britland Charitable Trust	500	General
Carmella and Ronni Pignatelli Foundation	2500	MMS
CB & HH Taylor 1984 Trust	1000	General
Chalk Cliff Trust	5000	MMS
Christadelphian Samaritan Fund	500	General
Donald Forrester Trust	5000	General
Farthing Trust	5000	General
Grace Trust	500	General
James Tudor Foundation	3000	MMS
Mary Brown Memorial Trust	10000	General
Mary Ruttle Charitable Trust	1254	General
Scott Thomson Charitable Trust	4000	General
Seedfield Trust	3000	MMS
SMB Trust	1500	MMS
St Barnabas church Cambridge	500	General
Stichting Respons Africa	8700	Hovercraft
TBF & KL Thompson Trust	3000	MMS

In addition 4 institutional grants were secured by partner entity HoverAid Netherlands and provided to The Hoveraid Trust for work in Madagascar, totalling £19,233

### Expenditure

Key elements of expenditure are shown below:

- Total expenditure in Madagascar was £215,846 (2022: £189,239).
- £26,690 was used for the main disaster recovery project, building three schools
- The direct costs for the 11 Medical Safaris were £58,910, including logistics, medicines, equipment
- Expenditure in UK reduced to £119,903 (2022: £163,261)

## Balance Sheet

As at 31<sup>st</sup> December 2023, the Trust's net current assets were £38,286 in unrestricted & designated funds (December 31<sup>st</sup> 2022: £46,491), and £10,759 of restricted funds (December 31<sup>st</sup> 2022: £4,506).

The Trust's policy is to aim to hold free reserves to the value of the committed expenditure during the subsequent three months. This figure was deemed retrospectively to be £28,500 taking the average of regular UK operating costs from 2021. This was achieved throughout the year except for the period August - November. This “dip” had no impact on operational activities, other than an increased prudence on expenditure and close monitoring of the cash flow. During that period increased efforts were made to grow income with a campaign of grant submissions and supporter funding appeals.

It is anticipated that this threshold will increase from 2024 in line with increased costs in UK and commitments to HoverAid Madagascar. The Trust plans to continue to meet this policy aim through funds accessed from trusts, foundations and individuals.

## Board and Governance

The Hoveraid Trust Board is continuing to look to add appropriate members to the board. Gillian Thomson resigned from the board in November 2023. It is intended that the board should have five members at all times as a minimum. With the two new Trustees appointed in 2023 (Rebecca Jones, Robert Hawkins) we now have eight. The board meets via online Zoom call on a bi-monthly basis at a fixed time currently on the second Thursday of the month. The agenda for Board meetings includes formal reports submitted in advance and discussion of:

- Operations, programmes in UK and Madagascar
- Financial position and forecast for HoverAid Trust
- Hovercraft status and developments
- Fundraising activities and plans including events
- Any “live” strategic issues requiring Trustees consideration

It is hoped to hold at least one face-to-face Board Meeting per year. In 2023 this took place in February.

The federated model for HoverAid operations remains in place under the overarching HoverAid International group. The group, chaired by HoverAid Netherlands chair Dick Loendersloot, met twice in 2023, including one face-to-face meeting in the UK in August.

No new country entities were established in 2023, and HoverAid France was “paused”, due to the departure of the lead representative there. It is unlikely that there will be any new entities in 2024. The trustees remain of the view that prudent and careful growth of the Trust as a stand-alone entity is necessary to achieve sustainability, whilst encouraging greater links with third party NGOs and others.

## Risks and Uncertainties

**Trust Income:** In the financial climate prevalent in the UK, more cautious individual attitudes to charitable giving, and the narrowed focus of grants from Trusts and Foundations limit the potential for HoverAid income growth. Accessing grants from trusts continues to be challenging; we believe this to be largely due to the increasing volume of competing needs for funding from all charities, combined with the relative lack of national exposure to both the needs of remote rural communities, and more specifically Madagascar as a nation. This further reinforces HoverAid's commitment to see advocacy as a key element of reaching the unreachable.

**Mitigation:** *Grant applications focus on Trusts and Foundations already known to HoverAid, and/or who have previously supported us. We continually seek to grow and refresh our supporter base including via increased use of social media channels and direct communications via Mailchimp, media opportunities, direct appeals for specific projects and needs, and targeted advertising, as well as a programme of fundraising events. We also engaged a professional grant fundraising consultant to augment a campaign of submissions to Trusts and Foundations*

**Affordability of UK and Madagascar staff costs:** UK costs are difficult to reduce without damage to core activities, with no certainty of the increased income needed to cover them; most grant funding is easier to obtain for specific " projects" primarily in the field. Madagascar staff costs have grown considerably due to increased Country Director salary, inflation, and additional staff members, with local income reduced following the departure of RTM from the Tana base.

**Mitigation:** We are seeking to grow general funds as well as specific "asks" for project funding, from trusts, foundations, organisations, and individuals. Project funding requests increasingly incorporate a proportion for administration and management support. Lower cost options such as part time leadership, and temporary contracts, are under consideration if necessary.

In Madagascar increased efforts are being made to build new collaborations with all HoverAid costs and any additional staffing needs fully funded.

**Hovercraft Reliability:** Our current craft are 20+ years old and becoming increasingly unreliable. This constrains their use in the field. Reduced use of hovercraft in the field makes the unique positioning of HoverAid less tenable.

**Mitigation:** A new RiverRover hovercraft is close to completion, with the design captured to enable build of further craft by any engineering organisation with the relevant competencies. A regular programme of maintenance, problem solving, and development for reliability is also in place, as well as clear strategic decisions on which of the current craft are likely to be serviceable in the medium term, and the costs involved.

**Hovercraft Safety:** Operating hovercraft entails a safety risk to the users and beneficiaries.

**Mitigation:** River Rover RR308 (used for demonstration and training purposes in the UK) was designed by HoverAid personnel with appropriate Civil Aviation Authority accreditation as required at the time. The trust aims to ensure compliance with the advisory Hovercraft Code, published by the Maritime and Coastguard Agency in 2015. In order to ensure safe and satisfactory outcomes at public events involving the hovercraft (RR308) the volunteer team has developed standard operating procedures covering the dissemination of safety information and the maintenance of a safe operating environment during displays, which have proven highly effective

## Future Plans

The Hoveraid Trust (including HoverAid Madagascar) planned contribution to the achievement of the agreed 2021-2025 overall HoverAid International strategic plan in 2024 is shown below:

### **Strategic Focus I: Enlarge access of communities to life-changing interventions**

By the end of 2025, a total of 50,000 people living in remote areas have gained access to basic services like health care, water, sanitation and education and to improved livelihood opportunities since 2006. For comparison: By the end of 2020 HoverAid’s aid and services have been put at the disposal of about 30,000 people in western Madagascar.

Goal	Description	Plans for 2024
I.1	Increased operational capacity of hovercraft and logistic equipment and staff providing safe & secure logistics services to relief & development providers reaching out to remote communities.	<p>UK:</p> <ul style="list-style-type: none"> <li>Secure funding to enable completion of the new hovercraft incl. shipping, commissioning and deployment. Target £60k</li> <li>Complete, ship, and commission our new hovercraft to further extend our ability to get to isolated communities</li> <li>Support the completion, shipment and commissioning of MMCs, including securing Deichmann funding for all related HoverAid costs</li> </ul> <p>MADA:</p> <ul style="list-style-type: none"> <li>Test, commission and deploy new RiverRover hovercraft and two mobile clinics on development work</li> <li>Get Vortex 5 and G375 hovercraft fully functioning</li> <li>Resolve future use of other hovercraft; depending on repair costs</li> </ul>

I.2	Increased number of people reached by other development organisations using logistic services provided by HA.	<p>UK: Progress discussions with other development organisations as they arise, and establish links to them with HA MADA</p> <p>MADA:</p> <ul style="list-style-type: none"> <li>• Establish MoUs, training, and resources to provide mobile clinics and hovercraft for use by 3<sup>rd</sup> parties</li> <li>• Deliver collaboration programme with IMPACT Madagascar</li> </ul>
I.3	Increased number of people reached with basic social services provided by HoverAid, where no other development partners are present (yet).	<p>UK:</p> <ul style="list-style-type: none"> <li>• Raise sufficient funding for HA MADA to provide the majority of funds needed to sustain HA MADA team and facilities, deliver 12+ MMSs, maintain hovercraft &amp; MMCs. Target £94k</li> <li>• Raise additional funding (mainly via specific funding appeals to supporters) to cover emergencies, medical supplies and equipment. Target £20k estd.</li> </ul> <p>MADA:</p> <ul style="list-style-type: none"> <li>• Deliver programme of up to 12 MMSs within agreed budgets, providing direct care for 7000+ people; including up to 6 using Mobile Clinics, and at least one with hovercraft</li> <li>• Deliver WASH BioSand filter project in Beroroha</li> <li>• Scope Community health programme(s) in remote areas – depending on funding</li> </ul>
	Emergency response	<p>UK:</p> <ul style="list-style-type: none"> <li>• Maintain seed fund for initial responses to emergencies (e.g surveys); Make specific funding appeals for agreed emergency aid, recovery and rebuilding projects</li> </ul> <p>MADA:</p> <ul style="list-style-type: none"> <li>• Respond to disasters as needed, including initial surveys, emergency provision and recovery, rebuilding</li> <li>• Active involvement in PHE n/w and emergency response work</li> <li>• Continue MEDNET Evasan collaboration with MAF, Nehemiah</li> </ul>

***Strategic Focus II: Expand the supporter base***

By the end of 2025, the HoverAid federation has established a brand as an organisation for and with 12,500 committed ‘young and dynamic’ world citizens, and has a proven approach to connect them with unreached communities.

Goal	Description	Plans for 2024
II	Enlarged support portfolio via four HoverAid member organisations, being sufficient to support planned life-changing programs to be implemented by HoverAid and for logistics services using hovercraft	<p>UK:</p> <ul style="list-style-type: none"> <li>• Build up our support base from the current 1000 subscribers; share the HoverAid story and mission with new church and community groups;</li> <li>• Deliver successful (new income &amp; supporter growth) events</li> <li>• Inspire supporters to take on challenges and spread the word on HoverAid in their communities and networks</li> <li>• Find new sources of funding - institutional grants; new donors; churches; businesses; challenges</li> </ul> <p>MADA:</p> <ul style="list-style-type: none"> <li>• Support European supporter communications via capturing video, photo and narratives of front-line work for supporter dissemination</li> <li>• Continue to establish contacts and profile of HoverAid in MADA for support, funding, use of HoverAid services, and collaborations</li> </ul>

**Strategic Focus III: Further develop institutional strengths**

By the end of 2025, HoverAid in UK, France (*Note: HA France is currently dormant pending identification and appointment of a new country director*), Netherlands, and Madagascar, together present a blend of organisations with distinct roles and strengths that operate from one unity of vision, mission and strategic direction, with purposeful guidance by HoverAid International.

Goal	Description	Plans for 2024
III	All HoverAid members have further strengthened their institutional structure and systems, balanced with personal and collective engagement based on the HoverAid vision and values.	<p>UK:</p> <ul style="list-style-type: none"> <li>• Build up reserves to target £50,000 in Unrestricted funds</li> <li>• Build up the capacity of our UK team, and find the right people keen to join us and deploy their skills in events, admin, operations and supporter engagement</li> <li>• Confirm and implement integrated website approach and domain ownership / protocols across HA Intl entities</li> <li>• Define and establish resources needed for hovercraft fleet management and maintenance following new hovercraft build</li> </ul> <p>MADA:</p> <ul style="list-style-type: none"> <li>• Increase HA MADA reserves to at least £10,000 through local income generation, and prudent cost management</li> <li>• Re-establish local NGO Eladrano as a functioning entity</li> <li>• Recruit for key positions (garage, projects)</li> <li>• Implement modern finance system that will provide required reports and controls and link with HoverAid Trust system</li> <li>• Develop remote Beroroha base to be habitable and usable for extended programmes</li> </ul>

**Strategic Focus IV: Engage in partnerships with complementary organisations**

By the end of 2025, HoverAid is working in cooperation with five organisations which have complementary mission and services adding value to the mission of HoverAid in serving remote communities.

Goal	Description	Plans for 2024
IV	Established country programme partnerships with three operational organisations providing complementary services in two country programmes (Madagascar and a second country).	<p>UK:</p> <ul style="list-style-type: none"> <li>• Further develop links with key partners in UK to work together in common cause via networks and contacts</li> <li>• Cement the long term link with Deichmann including secured funds, fully operational MMC’s</li> </ul> <p>MADA:</p> <ul style="list-style-type: none"> <li>• Further develop collaborations in Madagascar with MAF, SALFA, Nehemia, IMPACT Madagascar, WFP, UN, PSI-USAid, Mercy Ships, Medair, YWAM, Southern Baptists ...</li> <li>• Establish partnerships for use of MMC’s with 3<sup>rd</sup> parties (MHM..)</li> </ul>

The Hoveraid Trust would like to increase its income from all areas, grant making trusts, individual sponsors, legacies and events. This is required to enable completion of the new hovercraft build project and deliver the full range of planned projects in Madagascar.

Individual donations remain the largest percentage of UK income. We are targeting “higher net worth individuals” likely to be able to donate significant amounts (>£1,000), through personal connections. The Trust believes that there is more money available via institutions and is targeting an increase in grant funding (23% in 2023). We will continue to pursue corporate partnerships and funding, legacies, as well as run public events, and participate in challenges and third-party events. An “acceptance of donations” policy guiding on acceptable sources of donations has been approved by the Board.

The board is satisfied that the charitable aims of the organisation have been met and will continue to be met. The poorest and most disadvantaged remote communities are frequently and systematically overlooked by the wider humanitarian development sector and HoverAid will continue to strive to support those in greatest need, make the voice of the powerless heard, and reach the unreachable.

## Directors' Responsibilities Statement

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing those financial statements the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and Statements of Recommended Practice have been followed; and
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Trust will continue in operations.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Trust's transactions and disclose with reasonable accuracy at any time the financial position of the Trust and which enable them to ensure that *the* financial statements comply with the Charities Act 2011 and the Companies Act 2006. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Exemption from audit:

For the period from 1<sup>st</sup> January 2023 to 31<sup>st</sup> December 2023 the company 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:and

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

Declaration

The trustees declare that they have approved the trustees' report above. Signed on behalf of the Trust's trustees:

Gwyn Davies-Scourfield  
Trustee

## **Independent Examiner's report to the trustees of The Hoveraid Trust**

I report to the trustees on my examination of the accounts of The Hoveraid Trust (charity number 1005977) ("the Trust") for the year ended 31 December 2023 which comprise the statement of financial activities (including income and expenditure account), the balance sheet, the statement of cash flows and related notes 1 to 12.

### **Responsibilities and basis of report**

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

### **Independent examiner's statement**

The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants of England and Wales (ICAEW).

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Allen Swann ACA  
(ICAEW membership number: 9293632)  
Cambridge, United Kingdom

Date:

**Statement of Financial Activities**  
Year ended 31 December 2023

	Notes	Unrestricted funds	Designated funds	Restricted funds	Year ended	Unrestricted funds	Designated funds	Restricted funds	Year ended
		2023	2023	2023	31-Dec-23	2022	2022	2022	31-Dec-22
<b>Income</b>									
Income from:									
Donations, grants and legacies	4	271,980		68,858	340,838	184,337	--	115,331	299,668
Other fundraising activities	4	2,702		500	3,202	559	--	--	559
Income from charitable activities	4	11,531		--	11,531	1,332	--	13,134	14,467
Other income	4	3,106		--	3,106	25,284	--	--	25,284
<b>Total income</b>		<b>289,319</b>		<b>69,358</b>	<b>358,677</b>	<b>211,513</b>	<b>--</b>	<b>128,465</b>	<b>339,978</b>
<b>Expenditure on:</b>									
Raising funds	5	27,853		481	28,334	22,350	--	10,340	32,690
Charitable activities	5	251,085		27,577	278,661	145,200	999	126,596	272,795
Other expenditure	5	28,169		585	28,754	42,533	--	4,482	47,015
<b>Total expenditure</b>		<b>307,107</b>		<b>28,643</b>	<b>335,750</b>	<b>210,083</b>	<b>999</b>	<b>141,418</b>	<b>352,500</b>
<b>Net income/(expenditure) before transfer</b>		<b>(17,788)</b>	<b>--</b>	<b>40,715</b>	<b>22,928</b>	<b>1,430</b>	<b>(999)</b>	<b>(12,953)</b>	<b>(12,522)</b>
Gross transfers between funds – in			3,000		3,000	--	--	--	
Gross transfers between funds - out		(3,000)			(3,000)	--	--	--	
<b>Net movement in funds</b>		<b>(20,788)</b>	<b>3,000</b>	<b>40,715</b>	<b>22,928</b>	<b>1,430</b>	<b>(999)</b>	<b>(12,953)</b>	<b>(12,522)</b>
Total funds brought forward		77,957	8,643	37,494	124,094	76,527	9,642	50,447	136,616
<b>Total funds carried forward</b>		<b>57,169</b>	<b>11,643</b>	<b>78,209</b>	<b>147,021</b>	<b>77,957</b>	<b>8,643</b>	<b>37,494</b>	<b>124,094</b>

The statement of financial activities includes all gains and losses in the year. All activities are derived from continuing operations

## Balance Sheet

Year ended 31 December 2023

	Notes	Unrestricted funds	Designated funds	Restricted funds	Year ended	Unrestricted funds	Designated funds	Restricted funds	Year ended
		2023	2023	2023	31-Dec-23	2022	2022	2022	31-Dec-22
<b>Fixed assets</b>									
Tangible assets	2,9	30,527	--	67,450	97,977	40,109	--	32,987	73,097
<b>Current assets</b>									
Debtors	2	6,777	--	--	6,777	3,490	--	--	3,490
Cash at bank and in hand	2	28,668	11,643	10,759	51,071	35,775	8,643	4,506	48,924
<b>Liabilities</b>									
Creditors: Amounts falling due in one year	2	(8,803)	--	--	(8,803)	(1,417)	--	--	(1,417)
<b>Net current assets less current Liabilities</b>		26,642	11,643	10,759	49,044	37,847	8,643	4,506	50,997
<b>Total Net assets</b>		57,169	11,643	78,209	147,021	77,957	8,643	37,493	124,093
<b>Represented by</b>									
General fund	3	57,169	--	--	57,169	77,957	--	--	87,423
Designated fund	3	--	11,643	--	11,643	--	8,643	--	--
Restricted Funds	3	--	--	78,209	78,209	--	--	37,493	36,670
<b>Funds of the charity</b>	3	57,169	11,643	78,209	147,021	77,957	8,643	37,493	124,093

These accounts have been prepared in accordance with the special provisions applicable to companies subject to the small companies' regime. The accounts of The Hoveraid Trust (registered number 02661888) were approved by the board of directors and authorised for issue on the date shown below. Signed on behalf of the trustees

Gwyn Davies-Scourfield, Trustee

Date:

**Statement of Cash Flows**  
 Year ended 31 December 2023

	Notes	Year ended 31-Dec-23	Year ended 31-Dec-22
<b>Cash flows from operating activities:</b>			
Cash used in operating activities	6	36,296	(7,533)
<b>Net Cash used in operating activities</b>		36,296	(7,533)
<b>Cash flows from investing activities:</b>			
Dividends, interest and rents from investments		313	9
Purchase of property, plant and equipment		(34,462)	(26,635)
<b>Net cash (used in) provided by investing activities</b>		(34,149)	(26,626)
<b>Cash flows from financing activities:</b>			
Cash inflows from new borrowing		--	--
<b>Net cash provided by financing activities</b>		--	--
Change in cash and cash equivalents in the reporting period		2,147	(34,158)
Cash and cash equivalents at the beginning of the reporting period		48,924	83,082
Change in cash and cash equivalents due to exchange rate movements		--	--
<b>Cash and cash equivalents at the end of the reporting period</b>		51,071	48,924

# Notes to the Financial Statements

Year ended 31 December 2023

## 1. Accounting Policies

The principal accounting policies are summarised below. They have all been applied consistently throughout the period and the preceding year.

### Basis of preparation

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

The financial statements are prepared under the historical cost convention, in accordance with:

- Charities SORP 2015, in accordance with Financial Reporting Standard 102 (FRS 102) issued by the Financial Reporting Council;
- United Kingdom accounting standards in accordance with s396 of the Companies Act 2006; and
- The Charities Act 2011.

### Going concern

The Trust has a strong history of obtaining funding from donations and grants and is currently engaged in further fundraising activities. The trustees believe that the Trust will be able to maintain positive cash flows for the foreseeable future. As a result the going concern basis of accounting has been adopted. More details are provided in Note 13.

### Recognition of income

Income is included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the income;
- the trustees consider it more likely than not that they will receive the income; and
- the monetary value can be measured with sufficient reliability.

### Income with related expenditure

Where incoming resources have related expenditure (as with fundraising or contract income) the incoming resources and related expenditure are reported gross in the SoFA.

### Grants and donations

Grants and donations are only included in the SoFA when the charity has unconditional entitlement to the resources.

### Tax reclaims on donations and gifts

Incoming resources from tax reclaims are included in the SoFA at the same time as the gift to which they relate.

### Investment income

Investment income is included in the accounts when receivable.

## Notes to the Financial Statements - continued

### Year ended 31 December 2023

#### Liability recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

#### Grants issued

Where the charity gives a grant with conditions for its payment being a specific level of service or output to be provided, such grants are only recognised in the SoFA once the recipient of the grant has provided the specified service or output. Grants payable without performance conditions are only recognised in the accounts when a commitment has been made and there are no conditions to be met.

#### Tangible fixed assets

Tangible fixed assets are capitalised if they can be used for more than one year, and cost at least £500. They are valued at cost or a reasonable value on receipt. Depreciation is charged on tangible fixed assets over the following periods which are designed to write off their costs over their estimated useful lives:

• Hovercraft	10 years (straight line)
• Computer equipment	3 years (straight line)
• Vehicles	5-10 years (straight line)

## 2. Statement of assets and liabilities

Year ended 31 December 2023

	Unrestricted	Designated	Restricted	Year ended	Unrestricted	Designated	Restricted	Year ended
	2023	2023	2023	31-Dec-23	2022	2022	2022	31-Dec-22
<b>Fixed assets</b>								
Assets under construction			67,450	67,450	--	--	32,987	32,987
Vehicles - general cost	2,217	--		2,217	2,977	--	--	2,977
Engines - general cost	7,372	--		7,372	9,831	--	--	9,831
Office & IT equipment				--		--	--	
MADA-based motor vehicles cost	19,251	--		19,251	23,928	--	--	23,928
Medical equipment cost	1,687	--		1,687	3,374	--	--	3,374
	<b>30,527</b>	<b>--</b>	<b>67,450</b>	<b>97,977</b>	<b>40,109</b>	<b>--</b>	<b>32,987</b>	<b>73,097</b>
<b>Current assets</b>								
Cash - treasurers account	1,215	11,643	7,770	20,628	15,027	8,643	4,506	28,177
Cash - business account	--	--	2,989	2,989	17,911	--	--	17,911
Cash - debit card account	689			689	994			994
Cash - business 32Day notice	15,198			15,198				
Cash - Paypal	3	--	--	3	102	--	--	102
Petty Cash	114			114				
HA MADA cash and bank account	11,326	--	--	11,326	1,576	--	--	1,576
Prepayments	510	--	--	510	448	--	--	448
Accounts receivable	656	--	--	656	328	--	--	328
VAT receivable	1,569	--	--	1,569	910	--	--	910
Undeposited funds	125	--	--	125	165	--	--	165
Gift Aid Claimable	4,042	--	--	4,042	1,804	--	--	1,804
HA MADA Accounts receivable	--	--	--	--	--	--	--	--
	<b>35,446</b>	<b>11,643</b>	<b>10,759</b>	<b>57,848</b>	<b>39,265</b>	<b>8,643</b>	<b>4,506</b>	<b>52,414</b>
<b>Liabilities</b>								
Payroll Liabilities	(840)	--	--	(840)	(571)	--	--	(571)
Accounts payable within one year	(7,964)	--	--	(7,964)	(795)	--	--	(795)
	<b>(8,803)</b>	<b>--</b>	<b>--</b>	<b>(8,803)</b>	<b>(1,417)</b>	<b>--</b>	<b>--</b>	<b>(1,417)</b>
Net Current Assets	26,643	11,643	10,759	49,045	37,847	8,643	4,506	50,997
Net Assets	<b>57,170</b>	<b>11,643</b>	<b>78,209</b>	<b>147,022</b>	<b>77,957</b>	<b>8,643</b>	<b>37,493</b>	<b>124,094</b>

**3. Fund Movement by Type**  
Year ended 31 December 2023

	At 31 Dec 2022	Incoming	Outgoing	Transfers	At 31 Dec 2023
<b>Restricted funds</b>					
Grants from Hoveraid Intl	--	--	--	--	--
Community Health Prog (Gen)	3,886	1,851	4,341	--	1,396
Emergency Relief – Cyclone	25	11,921	9,488	--	2,458
G1500 Refurb & Maintenance	481	269	481	--	269
Events	50	500	550	--	--
New Hovercrafr RR4B	32,988	66,511	26,531	--	72,968
Medical Equip	64	1,054	--	--	1,118
	<b>37,493</b>	<b>82,107</b>	<b>41,392</b>	<b>--</b>	<b>78,209</b>
<b>Designated</b>					
Reserves	8,524	--	--	--	8,524
ER-Contingency	119	--	--	3,000	3,119
	<b>8,643</b>	--	--	<b>3,000</b>	<b>11,643</b>
<b>Unrestricted</b>					
General fund	77,957	289,319	307,107	(3,000)	57,169
	<b>77,957</b>	<b>289,319</b>	<b>307,107</b>	<b>(3,000)</b>	<b>57,169</b>

**3. Fund Movement by Type Prior Year**  
 Year ended 31 December 2022

	At 31 Dec 2021	Incoming	Outgoing	Transfers	At 31 Dec 2022
<b>Restricted funds</b>					
Grants from Hoveraid Intl	--	64,387	64,387		--
Mada income for MMS	--	13,134	13,134		--
Community Health Prog (Gen)	6,251	842	3,207	--	3,886
Emergency Relief – Cyclone	8,257	9,013	17,245	--	25
G1500 Refurb & Maintenance	3,269	369	3,156	--	481
Events	7,184	5,000	12,134	--	50
New Hovercra tf RR4B	19,296	33,265	19,573		32,988
Medical Equip	--	2,456	2,392	--	64
A.Mayo overseas work support	2,805	--	2,805	--	--
Volunteer support fund	3,385	--	3,385	--	--
	<b>50,446</b>	<b>128,465</b>	<b>141,418</b>	--	<b>37,493</b>
<b>Designated</b>					
Reserves	8,524	--	--	--	8,524
ER-Contingency	1,118	--	999	--	119
	<b>9,642</b>	--	<b>999</b>	--	<b>8,643</b>
<b>Unrestricted</b>					
General fund	76,527	211,513	210,083	--	77,957
	<b>76,527</b>	<b>211,513</b>	<b>210,083</b>	--	<b>77,957</b>

### **3. Fund Movement by Type continued**

**Year ended 31 December 2023**

Community Health Programme funds were used to support the Community Health Programme (CHP) in Madagascar

Emergency Relief - Cyclone fund was used to fund relief work relating to communities affected by cyclones and other emergencies

The Griffon 1500 fund was for work on the Griffon 1500 hovercraft in the UK. The original donor has agreed that funds can be used for other hovercraft costs

The Events fund was used to support fundraising events during 2023

The New Hovercraft fund was established to hold money donated towards construction of the RR4B hovercraft.

The Medical Equipment fund was established for donations towards equipment needed in medical missions.

#### 4. Analysis of income

Year ended 31 December 2023

	Unrestricted	Designated	Restricted	Year ended	Unrestricted	Designated	Restricted	Year ended
	2023	2023	2023	31-Dec-23	2022	2022	2022	31-Dec-22
<b>Income from donations, grants and legacies</b>								
Donations Businesses	6,483	--	2,000	8,483	6,386	--	--	6,386
Donations Legacies	519	--	--	519	6,069	--	--	6,069
Donations Individuals:								
Regular	43,141	--	11,936	55,077	46,872	--	744	47,616
One off	78,402	--	34,699	113,101	77,995	--	26,779	104,774
Gift Aid	26,549	--	3,396	29,945	24,860	--	2,083	26,943
Donations Churches	11,694	--	--	11,694	9,910	--	2,000	11,910
Donations Community		--				--		
Grants: Trusts and Foundation	49,201	--	16,827	66,029	12,245	--	19,338	31,583
Grants from Hovercraft International	55,991	--	--	55,991	--	--	64,387	64,387
Grants - Government	--	--	--	--	--	--	--	--
<b>Sub-total</b>	<b>271,980</b>	<b>--</b>	<b>68,858</b>	<b>340,838</b>	<b>184,337</b>	<b>--</b>	<b>115,331</b>	<b>299,668</b>
<b>Other fundraising activities</b>								
Events	2,702	--	500	3,202	559	--	--	559
<b>Sub-total</b>	<b>2,702</b>	<b>--</b>	<b>500</b>	<b>3,202</b>	<b>559</b>	<b>--</b>	<b>--</b>	<b>559</b>
<b>Income from charitable activities</b>								
Income from HA MADA clients	5,275	--	--	5,275	1,332	--	--	1,332
Income from MMS project	6,256	--	--	6,256	--	--	13,134	13,134
<b>Sub-total</b>	<b>11,531</b>	<b>--</b>	<b>--</b>	<b>11,531</b>	<b>1,332</b>	<b>--</b>	<b>13,134</b>	<b>14,467</b>
<b>Other income</b>								
HA MADA other income	2,672	--	--	2,672	24,309	--	--	24,309
Other income (UK)	434	--	--	434	975	--	--	975
<b>Sub-total</b>	<b>3,106</b>	<b>--</b>	<b>--</b>	<b>3,106</b>	<b>25,284</b>	<b>--</b>	<b>--</b>	<b>25,284</b>
<b>TOTAL INCOME</b>	<b>289,319</b>	<b>--</b>	<b>69,358</b>	<b>358,677</b>	<b>211,513</b>	<b>--</b>	<b>128,465</b>	<b>339,978</b>

## 5. Analysis of expenditure

Year ended 31 December 2023

	Unrestricted	Designated	Restricted	Year ended	Unrestricted	Designated	Restricted	Year ended
	2023	2023	2023	31-Dec-23	2022	2022	2022	31-Dec-22
<b>Expenditure on Raising Funds</b>								
Direct Costs	6,153	--	481	6,634	2,712	--	10,340	13,052
UK Staff	21,700	--	--	21,700	19,638	--	--	19,638
<b>Sub-total</b>	<b>27,853</b>	<b>--</b>	<b>481</b>	<b>28,334</b>	<b>22,350</b>	<b>--</b>	<b>10,340</b>	<b>32,690</b>
<b>Expenditure on Charitable activities (UK)</b>								
UK Support Staff	32,550	--	--	32,550	32,729	--	13,491	46,219
Travel	5,824	--	1,018	6,842	3,687	--	6,188	9,874
Outside services	3,626	--	2,155	5,781	--	--	1,553	1,553
Engineering Costs	471	--	--	471	2,843	--	2,047	4,890
Premises	8,238	--	1,573	9,812	8,393	--	761	9,154
Vehicle Costs	1,163	--	543	1,706	1,037	--	1,860	2,897
Vehicle Depreciation	760	--	--	760	760	--	--	760
Engine Depreciation	1,880	--	579	2,459	166	--	2,459	2,625
Office costs	2,365	--	69	2,434	1,421	--	8	1,429
<b>Sub-total</b>	<b>56,878</b>	<b>--</b>	<b>5,938</b>	<b>62,816</b>	<b>55,190</b>	<b>--</b>	<b>28,367</b>	<b>83,556</b>
<b>Expenditure on Charitable activities in Madagascar</b>								
Staff	14,637	--	--	14,637	--	--	--	--
Office Expenses	92,572	--	12	92,584	46,117	--	46,062	92,179
Project Expenses	68,742	--	21,627	90,369	--	--	81,673	81,673
Vehicle Expenses	11,892	--	--	11,892	15,387	--	--	15,387
Mada Depreciation	6,364	--	--	6,364	4,154	--	--	4,154
<b>Sub-total</b>	<b>194,206</b>	<b>--</b>	<b>21,639</b>	<b>215,846</b>	<b>61,504</b>	<b>--</b>	<b>127,735</b>	<b>189,239</b>
<b>Expenditure on Other Activities</b>								
Trustee/Director fees, training & Dev	--	--	--	--	--	--	--	--
UK Staff	16,329	--	98	16,427	26,184	--	--	26,184
Travel	--	--	--	--	572	--	3,172	3,744
Outside services	--	--	--	--	--	--	--	--
Finance costs & fees	10,406	--	487	10,893	12,282	--	1,310	13,592
Legal & Professional	1,433	--	--	1,433	3,495	--	--	3,495
Bad Debt	--	--	--	--	--	--	--	--
<b>Sub-total</b>	<b>28,169</b>	<b>--</b>	<b>585</b>	<b>28,754</b>	<b>42,533</b>	<b>--</b>	<b>4,482</b>	<b>47,015</b>
<b>TOTAL EXPENDITURE</b>	<b>307,106</b>	<b>--</b>	<b>28,643</b>	<b>335,749</b>	<b>181,577</b>	<b>--</b>	<b>170,923</b>	<b>352,500</b>

**6. Reconciliation of net income/(expenditure) to net cash flow from operating activities**  
**Year ended 31 December 2023**

	Year ended 31-Dec-23	Year ended 31-Dec-22
Net income/(expenditure) for the year (as per the statement of financial activities)	22,928	(12,522)
Adjustments for:		
Grants received in kind as fixed assets	--	--
Interest Receivable	(313)	(9)
Depreciation charges	9,583	7,373
Decrease/(Increase) in debtors	(3,287)	1,588
Increase/(Decrease) in creditors	7,386	(3,962)
Net cash used in operating activities	36,296	(7,533)
Analysis of cash and cash equivalents		
Cash in hand	50,947	48,759
Adjustments	125	165
Total cash and cash equivalents	51,072	48,924

## 7. Information regarding trustees and employees

### Year ended 31 December 2023

Average number of persons employed including trustees:

	Year ended 31-Dec-23	Year ended 31-Dec-22
Goverance	8	6
Administration/ Fundraising/Charitable activities	23	24
<b>Total Persons</b>	<b>31</b>	<b>30</b>

No emoluments or expenses were paid to trustees during the year (2021: £nil). There were two employees of the charity in UK during the year (2021: one), other than the trustees. The other employees are in HA Madagascar

In 2022 employer pension contributions totalled £1084 (2021: £786)

During the year the charity utilised three contractors (2021: four)

	Unrestricted 2023	Designated 2023	Restricted 2023	Year ended 31-Dec-23	Unrestricted 2022	Designated 2022	Restricted 2022	Year ended 31-Dec-22
<b>Employee Salary</b>								
Fundraising	--	--	--	--	4,638	--	--	4,638
Charitable Activities	5,000	--	21,627	26,627	18,629	--	13,491	32,119
Administration	7,268	--	--	7,268	10,100	--	--	10,100
								--
<b>Contractor fees</b>								--
Fundraising	30,600	--	--	30,600	23,788	--	--	23,788
Charitable Activities	13,500	--	--	13,500	11,184	--	1,553	12,737
Administration	13,500	--	--	13,500	27,000	--	--	27,000
<b>Total</b>	<b>69,868</b>	<b>--</b>	<b>21,627</b>	<b>91,495</b>	<b>95,339</b>	<b>--</b>	<b>15,044</b>	<b>110,382</b>

## 8. Net income/outgoing resources

Year ended 31 December 2023

Net incoming/outgoing resources is stated after charging:

	Unrestricted	Designated	Restricted	Year ended	Unrestricted	Designated	Restricted	Year ended
	2023	2023	2023	31-Dec-23	2022	2022	2022	31-Dec-22
Depreciation on tangible fixed assets	9,003	--	579	9,583	7,373	--	--	7,373
Independent examiners fees	--	--	--	--	--	--	--	--
<b>TOTAL Charges</b>				<b>9,583</b>				<b>7,373</b>

## 9. Fixed Assets

	Vehicles	Engines	MADA Vehicles	Medical Equipment	Under Construction	TOTAL	
<b>Cost</b>							
<i>At 31 Dec 2022</i>		8,755	24,585	29,909	5,672	32,987	101,908
<b>Additions</b>		--	--	--	--	34,463	34,463
<b>Cost at 31 Dec 2023</b>		8,755	24,585	29,909	5,672	67,450	136,371
<b>Depreciation</b>							
<i>At 31 Dec 2022</i>		5,778	14,754	5,981	2,298	--	28,812
Charge for the year		760	2,459	4,677	1,687	--	9,583
<b>Depreciation as at 31 Dec 2023</b>		6,538	17,213	10,658	3,985	--	38,394
<b>Net book value</b>							
<i>At 31 Dec 2022</i>		2,977	9,831	23,928	3,374	32,987	73,097
<i>At 31 Dec 2023</i>		2,217	7,372	19,251	1,687	67,450	97,977

**Year ended 31 December 2023**

**10. Related party balances**

No trustee or any other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year, other than as recorded in note 8.

**11. Ultimate controlling party**

In the opinion of the trustees, the charity has no ultimate controlling party.

**12. Critical accounting judgments and key sources of estimation uncertainty**

In application of the Trust's accounting policies which are described in note 1, the Trustees are required to make judgements, estimates and assumptions about the carrying amounts 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 estimates.

**Revenue recognition**

The Trust recognises grant income to the extent it is entitled to the funds, has fulfilled the conditions set out by the grant funder and where the amount can be quantified with reasonable probability. Judgement is required to determine the point at which these conditions have been met. The Trust assesses each grant on an ongoing basis to evaluate progress against grant conditions.

**Impairment of assets**

The Trust holds substantial fixed assets, principally hovercraft used in its charitable activities. Judgement is required to assess whether these assets will continue to derive value for the organisation. The Trust impairs assets where they are no longer considered to provide benefit to the users. No impairment was recorded in the current or previous year.

**Capital vs operating expenditure**

The Trust's activities include the refurbishment and maintenance of existing hovercraft. The Trust evaluates the nature of this spend to assess which relates to new and enhanced assets and therefore capitalised, and which is maintenance of existing assets and therefore expensed.