

Edmund Rice Development
A Company Limited by Guarantee not having
a Share Capital

Report And Financial Statements

for the year ended 31 December 2012

Edmund Rice Development

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Edmund Rice Development

DIRECTORS AND OTHER INFORMATION

Directors	Matthew Breen (Chairperson) Daniel O'Keefe Francis Hall (Italy) John Cooley (Northern Ireland) Mark McDonnell Anthony O'Keeffe Chris Teh (Sierra Leone)
Company Secretary	L & P Trustee Services Limited
Company Number	463400
Charity Number	CHY 18492
Registered Office	2/3 Terminus Mills Clonskeagh Road Dublin 6
Principal Address	Edmund Rice House North Richmond Street Dublin 1
Auditors	Nexia Smith & Williamson Chartered Accountants and Registered Auditor Paramount Court Corrig Road Sandyford Business Park Dublin 18
Bankers	Bank of Ireland Ballygall Road Finglas Dublin 11
Financial Advisors	L & P Trustee Services Limited 2/3 Terminus Mills Clonskeagh Road Dublin 6

Edmund Rice Development

DIRECTORS' REPORT

for the year ended 31 December 2012

The directors present their report, along with their audited financial statements, for the year ended 31 December 2012.

Introduction

Edmund Rice Development is a fundraising body set up to support the vital work being carried out by the Christian Brothers in the developing world. Established in 2008, Edmund Rice Development was a direct response to provide transparency and accountability for fundraising efforts across Europe and received its charitable status in 2009. The Company raises and provides the funding for work within the regions in greatest need.

Mission

The principal objectives of Edmund Rice Development are as follows:

1. To advance the Christian faith.
2. To promote Christian ideals.
3. To provide for the education and training of children and other persons according to the spirit and ideals of Blessed Edmund Rice.

Further to the principal objects listed above, the Charity has the following subsidiary objects:

1. To provide assistance to children or other persons, especially those who are poor, by the provision of accommodation, training, instruction, or pastoral care in order to develop their physical, mental, emotional and spiritual capacities.
2. To provide assistance as the Directors may from time to time think fit for the provision of educational facilities.
3. To provide or assist in the provision of education of any child or person in keeping with the precepts of the Christian faith and Christian ideals.
4. To provide assistance for the training of teachers, parents, youth leaders or other persons engaged or to be engaged in the provision of education, leadership, development, or instruction of children and other persons.
5. To provide where needed, assistance for the furtherance or development of education or youth leadership, religious and moral development especially of the young and disadvantaged as well as for the relevant educational research.
6. To provide for the reasonable needs and assistance of those who have served the main objects of the Company and to provide them with the necessary resources required in the performance of their duty in keeping with the main objects of the Company provided always that no part of the capital or income of the Company may be distributed to any person by way of profit or dividend.
7. To advance the Christian faith in any part of the world.
8. To assist in the relief of poverty in any part of the world.
9. To take all lawful steps for raising funds for the purpose of the main objects of the Company.
10. To provide assistance to other bodies involved in charitable works having main objects similar to those of the Company.

Structure, Governance & Management

Governing Document

The Charity is a Company Limited by Guarantee without a Share Capital and is governed by the Memorandum and Articles of Association and was incorporated on the 17th October 2008. The Company has been granted tax exemption by the Revenue Commissioners in Ireland and has a tax exemption CHY 463400.

Edmund Rice Development

DIRECTORS' REPORT

for the year ended 31 December 2012.

Organisational Structure

The role of the Board of Directors is to determine the policies of the Company and the strategy for the development of these policies to meet such new challenges as may be evident in the future. The Directors are chosen for their personal qualities and their understanding of the Trust. Every Director shall use their best endeavours to promote the objects and interests of the Company and shall observe all the Company's regulations affecting them. The Directors are well informed about the Mission, governing document and history of the charity and meet several times during the year to review developments with regards to the Charity and its activities. When necessary, they seek advice from the Company's professional advisors.

Review of achievements and performance for the year

During 2012, €1,051,649 was raised and allocated to over 40 Edmund Rice projects and programmes in 14 countries across Africa, Latin America, India and Oceania.

The type of projects and programmes funded included:

- Schools: Construction and refurbishment; water, sanitation and hygiene programs; feeding programs; teaching salaries; books and materials; student scholarships
- Youth: Sports projects, computer literacy training; lifeskills courses
- Skills training: Equipment, libraries, training
- Special needs children: Education, occupational and physical therapy; family and community involvement
- Street children: Education of, and advocacy for
- Health: HIV/AIDs counselling, support and prevention; mothers and babies programs
- Human rights and advocacy: Training and organisational support
- Micro-finance projects
- Training and spirituality of brothers and leaders

A full list of projects funded is listed on pages 19-20 of this report.

In 2012, Edmund Rice Development led a collaborative fundraising appeal for current needs projects and programmes. The Edmund Rice Beyond 250 Appeal was a global congregation-wide initiative launched in May 2012 to mark the 250th anniversary of the birth of Blessed Edmund Rice. The Appeal resulted in a substantial increase in private donor numbers and funding income.

During the period, institutional funding levels also increased to €648,372 in 2012 from €518,760 in 2011. Relationships with core funding agencies were strengthened, and the Irish government's missionary funding agency, Misean Cara, remained a major source of funding for the Company.

The increase in private donations in particular resulted in a wider diversification of donor categories.

The following is a brief summary of other fundraising and related achievements for 2012:

- Funds raised by Edmund Rice Development for additional international areas where the brothers work, including human rights and advocacy, the heritage and legacy of Edmund, and the training and spirituality of brothers and followers of Edmund Rice.
- Funding was secured for all four districts of the African Province, and also for Latin America, India and Oceania.
- Fundraising for overseas mission was initiated in new areas of the Congregation around the world.
- A voluntary Appeal taskforce of brothers was recruited and trained to visit schools in Ireland and UK to tell students of their experience in mission.

Edmund Rice Development

DIRECTORS' REPORT

for the year ended 31 December 2012.

- Direct involvement in the Appeal of over 120 Edmund Rice Schools in Ireland, UK and around the world. These schools hosted visits by missionaries and other brothers, and held many organised events and initiatives to support the Appeal.
- An interactive fundraising and news website was set up to create a global fundraising platform for the Congregation.
- Three donor reports/ newsletters were issued in 2012. Ongoing news and project updates on Appeal website and social media pages.
- Edmund Rice Development's financial and reporting systems and structures were streamlined within a new finance office in 2012.
- Edmund Rice Development engaged with a group of past pupils in Ireland, and assisted in the coordination and event management of a 250th anniversary event in Dublin for 1,000 past pupils and friends of the brothers. The full costs of this event were underwritten by a group of past pupils and a small amount of funds was raised from the event. The funds raised were to be split between Edmund Rice Development (for education projects in the Developing World) and Edmund Rice Schools Trust (for education in Ireland).

Plans for the future

The Edmund Rice Beyond 250 Appeal continues to run until end June 2013 (except in India where it will continue until end December 2013). During the year, Edmund Rice Development will work directly with representatives of the Congregation's international Provinces to guide and support local Appeal fundraising activity. Thereafter, core communications materials and online resources will be rebranded back to core Edmund Rice Development branding. Edmund Rice Development will seek to maintain and build donor loyalty gained from the Edmund Rice Beyond 250 Appeal by holding an annual 'Mission Month' programme each year in October, appealing to private donors for their ongoing annual support.

During 2013, Edmund Rice Development will also be working with the Congregation towards a long-term fundraising and development plan for the organisation and the Congregation as a whole. It will play a core role in seeking international agency and private donor finance for the initial stages of the 'A Way into the Future' strategy and the forthcoming implementation plan of the African Province's 'Way Forward' development strategy.

The Directors intend to manage the company as efficiently and effectively as possible in order to achieve the charity aims and to continue to give support to future projects.

Financial review

During the year, the charity received income of €1,539,059 (2011: €998,674). Expenditure totalled €1,501,161, consisting of cost of charitable activities of €1,447,740 (2011: €1,046,313) and costs associated with generating funds and supporting the charity. Net incoming resources for the year totalled €37,898 (Net outgoing resources 2011: €82,670). At 31 December 2012 the charity had a surplus of €22,706 (Deficit 2011: €15,192) which were unrestricted.

Statement of Directors' Responsibilities

The Directors are responsible for preparing the financial statements in accordance with applicable Irish law and Generally Accepted Accounting Practice in Ireland including the accounting standards issued by the Accounting Standards Board and published by the Institute of Chartered Accountants in Ireland.

Company law requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that year. In preparing these financial statements the directors are required to:

Edmund Rice Development

DIRECTORS' REPORT

for the year ended 31 December 2012

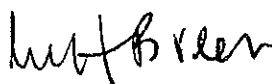
- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Directors confirm that they have complied with the above requirements in preparing the financial statements.

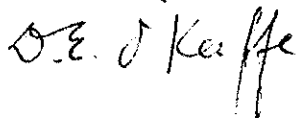
The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements are prepared in accordance with accounting standards generally accepted in Ireland and with Irish Statute comprising the Companies Acts 1963 to 2012, and all Regulations to be construed as one with those Acts. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the Board

Matthew Breen



Daniel O'Keefe



Date: 30 April 2013

INDEPENDENT AUDITOR'S REPORT

to the Members of Edmund Rice Development

We have audited the financial statements of Edmund Rice Development for the year ended 31 December 2012 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and the accounting standards issued by the Accounting Standards Board and promulgated by the Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

This report is made solely to the company's members, as a body, in accordance with section 193 of the Companies Act 1990. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

We report to you our opinion as to whether the financial statements give a true and fair view, in accordance with Generally Accepted Accounting Practice in Ireland, and are properly prepared in accordance with the Companies Acts 1963 to 2012. We state whether we have obtained all the information and explanations we consider necessary for the purposes of our audit and whether the financial statements are in agreement with the books of account. We also report to you our opinion as to:-

- whether the company has kept proper books of account;
- whether the Directors' Report is consistent with the financial statements; and

We report to the members if, in our opinion, any information specified by law regarding directors' remuneration and directors' transactions is not disclosed and, where practicable, include such information in our report.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatement within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error.

INDEPENDENT AUDITOR'S REPORT to the Members of Edmund Rice Development

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements :

- give a true and fair view, in accordance with Generally Accepted Accounting Practice in Ireland, of the state of affairs of the company as at 31 December 2012 and of its results for the year then ended; and
- have been properly prepared in accordance with the requirements of the Companies Acts 1963 to 2012.

We have obtained all the information and explanations that we consider necessary for the purposes of our audit. In our opinion proper books of account have been kept by the company. The financial statements are in agreement with the books of account.

In our opinion the information given in the directors' report is consistent with the financial statements.



NIALL GARVEY

For and on behalf of

NEXIA SMITH & WILLIAMSON

Chartered Accountants and Registered Auditor

Paramount Court

Corrig Road

Sandyford Business Park

Dublin 18

Date : 30 April 2013

Edmund Rice Development

STATEMENT OF FINANCIAL ACTIVITIES

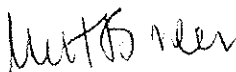
for the year ended 31 December 2012

		Unrestricted funds 2012 €	Restricted funds 2012 €	Total funds 2012 €	Total funds 2011 €
Incoming resources					
Incoming resources from generated funds					
Donations received		677,708	861,346	1,539,054	998,671
Activities for generating funds					
Bank interest received		5	-	5	3
Total Incoming resources	Sch. 1	<u>677,713</u>	<u>861,346</u>	<u>1,539,059</u>	<u>998,674</u>
Resources expended					
Charitable activities	Sch. 2	586,394	861,346	1,447,740	1,046,313
Governance costs	Sch. 3	53,421	-	53,421	35,031
Total resources expended		<u>(639,815)</u>	<u>(861,346)</u>	<u>(1,501,161)</u>	<u>(1,081,344)</u>
Net movement of funds in year		<u>37,898</u>	<u>-</u>	<u>37,898</u>	<u>(82,670)</u>
Total funds brought forward		(15,192)		(15,192)	67,478
Total funds carried forward		<u>22,706</u>	<u>-</u>	<u>22,706</u>	<u>(15,192)</u>

The company's income and expenses all relate to continuing operations.

Approved by the board on 30 April 2013 and signed on its behalf by

Matthew Breen



Daniel O'Keefe



Edmund Rice Development

A Company Limited by Guarantee not having a Share Capital

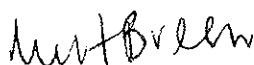
BALANCE SHEET

as at 31 December 2012

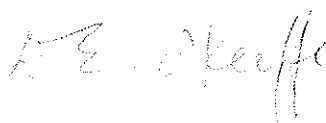
	Notes	2012 €	2011 €
Current Assets			
Debtors	3	12,343	5,659
Cash at bank and in hand		396,794	31,524
		<u>409,137</u>	<u>37,183</u>
Creditors: Amounts falling due within one year	4	(386,431)	(52,375)
Net Current Assets		22,706	(15,192)
Total Assets less Current Liabilities		22,706	(15,192)
Funds			
Accumulated resources/(deficit)	6	<u>22,706</u>	<u>(15,192)</u>

Approved by the board on 30 April 2013 and signed on its behalf by

Matthew Breen



Daniel O'Keefe



Edmund Rice Development

CASH FLOW STATEMENT

for the year ended 31 December 2012

	Notes	2012 €	2011 €
Net cash inflow from operating activities	8	365,265	(155,175)
Returns on investments and servicing of finance	8	5	3
Movement in cash in the year		<u>365,270</u>	<u>(155,172)</u>
Reconciliation of net cash flow to movement in net funds (Note 8)			
Movement in cash in the year		365,270	(155,172)
Net funds at 1 January 2012		31,524	186,696
Net funds at 31 December 2012		<u>396,794</u>	<u>31,524</u>

Edmund Rice Development

ACCOUNTING POLICIES

for the year ended 31 December 2012

Basis of Preparation

The financial statements have been prepared in accordance with generally accepted accounting principles in Ireland and Irish statute comprising the Companies Acts, 1963 to 2012. They comply with the financial reporting standards of the Accounting Standards Board, as promulgated by the Institute of Chartered Accountants in Ireland. The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Cash Flow Statement

The company has availed of the exemption in FRS 1 from the requirement to produce a cash flow statement because it is classed as a small company.

Accounting Convention

The accounts are prepared under the historical cost convention.

Revenue recognition

Revenue is derived from donations received. Revenue is recognised when it is capable of reliable measurement and the principle risks and rewards of ownership have passed to the company. Donations are recognised in income on a cash receipts basis.

Donations paid

Donations to support various ministries and projects are recognised when the payments are made.

Edmund Rice Development

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2012

1. EMPLOYEES AND REMUNERATION

Number of employees

The average number of persons employed during the year was as follows:

	2012 Number	2011 Number
Number of employees	<u>3</u>	<u>3</u>

The staff costs are comprised of:

	2012 €	2011 €
Wages and salaries	173,226	187,176
Social welfare costs	20,713	19,680
Pension costs	9,000	2,250
	<u>202,939</u>	<u>209,106</u>

2. TAXATION

The company is not liable to corporation tax as it has been granted exemption from taxation by the Revenue Commissioners.

3. DEBTORS

	2012 €	2011 €
Prepayments and accrued income	<u>12,343</u>	<u>5,659</u>

4. CREDITORS

	2012 €	2011 €
Amounts falling due within one year		
Accruals and deferred income	<u>386,431</u>	<u>52,375</u>

Edmund Rice Development

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2012

5. STATUS

The Company is limited by guarantee not having a share capital.

The liability of the members is limited.

Every member of the company undertakes to contribute to the assets of the company in the event of it's being wound up while they are members or within one year thereafter for the payment of the debts and liabilities of the company contracted before they ceased to be members and the costs, charges and expenses of winding up and for the adjustment of the rights of the contributors among themselves such amount as may be required, not exceeding €2.

6. RETAINED RESERVES

	€
At 1 January 2012	(15,192)
Surplus for the year	37,898
At 31 December 2012	<u>22,706</u>

7. RELATED PARTY TRANSACTIONS

Edmund Rice Development received a total of €483,025 from Edmund Rice Bicentennial Trust, a UK registered charitable organisation whose purpose is to provide financial support for the work of the Christian Brothers in the less industrialised world. Of this, €150,000 was to be spent on the operation of the Edmund Rice Beyond 250 Appeal and the remaining €333,025 (2011: €300,000) was an unrestricted donation to the company to be used for the purpose of its mission.

The parties are related as they share common directors, Daniel O'Keefe and Francis Hall.

8. CASH FLOW STATEMENT

8.1 RECONCILIATION OF OPERATING PROFIT/(LOSS) TO NET INFLOW FROM OPERATING ACTIVITIES	2012 €	2011 €
Operating profit/(loss)	37,893	(82,673)
Movement in debtors	(6,684)	(5,659)
Movement in creditors	334,056	(66,843)
Net cash inflow from operating activities	<u>365,265</u>	<u>(155,175)</u>

Edmund Rice Development

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2012

8.2 CASH FLOW STATEMENT	2012	2011
	€	€
RETURNS ON INVESTMENTS AND SERVICING OF FINANCE		
Interest received	5	3
	<u>5</u>	<u>3</u>

8.3 ANALYSIS OF CHANGES IN NET FUNDS	Opening balance	Cash flows	Closing balance
	€	€	€
Cash at bank and in hand	31,524	365,270	396,794
Net funds	<u>31,524</u>	<u>365,270</u>	<u>396,794</u>

9. MISEAN CARA

Edmund Rice Development receives funding and provides financial support in respect of projects for and on behalf of Misean Cara. The amounts received and expended in the financial year were as follows:

Income	€ 638,122
Expenditure	<u>638,122</u>

10. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the Board of Directors on 30 April 2013.