

**Habitat for Humanity Great Britain
Company Limited by Guarantee**
Financial Statements
For the year ended 30 June 2011

Company No. 3012626
Charity No. 1043641

Members of the board

Company Registration Number:	3012626
Charity Registration Number:	1043641
Registered Office and Principal Office:	46 West Bar Street BANBURY Oxfordshire OX16 9RZ
Trustee Directors:	Mr S A Baseley Mr D G Berry Ms A Carr Mr D S Haszczyn Mr S L Howard 'Deputy Chairman' Mr L Johnson Mr M J Kirkwood CMG 'Chairman' Revd Dr S C Ledbetter Miss R Liddle Miss S Revell Mr J Sullivan Mr S Thomas Mr G Von Lehmden Mr G J S Wallis OBE Mr I K Whitehead 'Treasurer'
Secretary:	Mr D C Stapleton

Patrons and professional advisers

Patrons:

HRH The Duke of Gloucester KG GCVO
Prof G Ashworth
Mr A Burt MP
Mr S Hughes MP
Sir J Sacks - Chief Rabbi
Mr T Waite CBE

Bankers:

National Westminster Bank Plc
Bridge Street
BANBURY
OX16 5JS

The Co-operative Bank plc
4th Floor
9 Prescot Street
LONDON
E1 8BE

Auditors:

Grant Thornton UK LLP
Registered Auditor
Chartered Accountants
3140 Rowan Place
John Smith Drive
Oxford Business Park South
OXFORD
OX4 2WB

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Directors' Annual Report

The directors present their report together with financial statements for the year ended 30 June 2011.

Habitat for Humanity Great Britain is a company limited by guarantee and a registered charity governed by its Memorandum and Articles of Association. The liability of the directors, as members, is limited to £1. The directors of the charity are its trustees for the purposes of charity law and throughout this report are collectively referred to as the directors.

Principal activities

Our principal activities are:

1. To champion decent housing as a human right.
2. To mobilise and support communities to implement projects that help people in housing need to claim their housing rights, create access to and overcome barriers to safe, decent and appropriate housing. Typically this is delivered by means of a local home-building or renovation project.
3. To make housing poverty and homelessness a matter of conscience and action so that it becomes unacceptable in every nation.

We seek to achieve our mission "from the inside out" by helping to develop and resource local community partners who are involved in community development by building and renovating safe, decent and appropriate housing in their own communities. Transformation takes place as a result of the broad participation of communities and home partners in their own solutions.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities and setting the grant making policy for the year.

Organisation

The directors met 3 times in the financial year with our annual general meeting held in November 2010.

The National Director, Ian Walkden, is responsible for the day to day running of the charity at our Registered Office. During the year, the National Director had a team of 21 full-time equivalent staff, including a management team covering operations, fundraising and communications, and finance and administration.

Related parties

Southwark Habitat for Humanity and Liverpool Habitat for Humanity are legally independent registered charities affiliated to us by means of a Covenant Agreement, a Memorandum of Understanding and a Licensing Agreement. These affiliates are responsible for completing their own financial statements due to their independent charitable status. We raise funds and make grants to these charities as reflected in Note 13 to the Accounts. In addition, we provide programme support for affiliates. The benefits of this support are reflected in the accounts of the local affiliates.

Directors' Annual Report (continued)

Business Review

Our activities are mostly focused on the international projects and volunteer programmes, with some support for key strategic domestic projects.

International Programmes

International volunteering programme ('Global Village')

Global Village team participants volunteer their time for Habitat for Humanity projects overseas. The teams raise a minimum £400 per team member (£300 for youth participants) to support Habitat for Humanity. In addition to the construction work carried out during trips, participant fundraising covers the cost of grants to host countries to help fund the cost of further houses in those countries and to support the wider work of the organisation. In the year £261,407 (2010: £162,508) was transferred to hosting HFH affiliates through this programme.

During the year, a total of 413 volunteers participated in this programme. This is a slight reduction in participants (2010: 422). We continued to develop the programme to help all volunteers understand the impact of service and to acquire an increased understanding of development issues. This is to encourage volunteers to return to the UK to become ambassadors for the elimination of poverty housing here in the UK and overseas. With this goal in mind we have updated our Team Leader Manual, created a Group Organiser Manual and redesigned our training programme. In April we delivered the first session of the new training programme to a mixture of first time and experienced team leaders (35 in total). We have received some excellent feedback from the field and participants, demonstrating the value in our training programme as well as the wider Global Village experience. Starting in 2012 all teams will be accompanied by an experienced HFHGB team leader. Our team leaders play a crucial role in managing risk particularly health and safety, oversight of team expenses, support to participants and helping team members to understand issues of poverty housing and the impact of their experience on future life choices.

There are two main benefits for our beneficiaries who are the partner families in the host countries. One is the practical work of the volunteers to help build safe and decent homes. The second is the fundraising among friends and family that helps to finance the work of the local HFH affiliate.

International Programme

We continue to develop new projects overseas by working with local country offices ('Global Programme Network') and HFH Area Offices and we support them financially and practically. Donations and grants were received from the general public, from trusts, companies, churches, other civic groups and governments. Total restricted income generated for international projects totalled £1,379,194 (2010: £1,373,601).

We are currently supporting projects in Bangladesh, Bolivia, Brazil, Cambodia, Côte d'Ivoire, Egypt, Ethiopia, Haiti, India, Jamaica, Lebanon, Madagascar, Nepal, New Zealand, Sri Lanka and Vietnam. These projects focus on shelter in the key priority areas of:

- **Housing for orphans and vulnerable groups** (Lebanon, Cambodia, Ethiopia). The largest of these programmes is in Cambodia. We work with families living with HIV/AIDS to provide them with shelter, financial education vocational and enterprise training. We want to see how resources

Directors' Annual Report (continued)

and education will transform their opportunities, and we will be measuring this impact through a research project. The main funder for this project is the Elton John AIDS Foundation (£610,000 over two years) with HFHGB and HFH International (Asia/Pacific) partnering to underwrite the balance (£182,670). Grants to the project in the financial year amounted to £219,512.

- **Preparing for predictable disasters** (Bangladesh and Jamaica). These projects will help communities to respond quickly to future disasters by strengthening leadership and the capacity for families to renovate and strengthen their houses. This may be the simple addition of metal roof straps, tying down the roof so that it is not blown off by a hurricane, or undertaking some community based work such as flood channels so that the poorest (who live on the most vulnerable land) can benefit from further protection.
- **Disaster recovery** (Haiti, Sri Lanka, Vietnam and New Zealand-Christchurch Earthquake). Our biggest commitment remains the Haiti earthquake. We have supported the development of temporary shelter and continue to support large scale housing developments based on a house design that can be expanded by the home partner at a later date. We have also provided our Haiti programme with technical expertise from Arup International including construction planning, damage surveys and project evaluation. This partnership is helping to ensure that the project is achieving best value for money. Also houses and communities will be better prepared for future natural disasters that impact Haiti all too often. Over the year our support to the Haiti programme amounted to £293,530.
- **Housing for hard pressed families** (Egypt, Côte d'Ivoire, India and Madagascar). These projects focus on loan based activity, lending to the poor with micro housing loans. Home partners will use the funds to repair or extend existing homes, or in some cases, use the loan for partial construction of a new home. The poor often build homes stage by stage, as they have funds. These loans help the beneficiaries to improve their homes by adding another room, improving water and sanitation facilities, connecting electricity and other home improvements. The families decide their priority and Habitat for Humanity supports them through the provision of skills training and information, so they can get the best value for money from their small project. The outcome is improved homes that can enable students to study with more space and light, or enable a family to take on employment to improve their livelihood. The Egypt project, funded by BibleLands and Vitol, is focussed on loans for home improvements, especially with an emphasis on better health. The poorest of the poor will receive grant based help. The total project cost is £269,755 and £97,157 was transferred to the project in the financial year.
- **Water and sanitation** (Bangladesh and Vietnam). We regard water and sanitation to be an integral part of the home so we incorporate these into many housing projects as well as a stand-alone activity. The perceived wisdom for many people is that if water looks clean then it is probably clean. Unfortunately this is often far from the truth and can lead to many water borne diseases and poor health. Also we find that education is as important as physical provision. Our Vietnam project is focussed on education and advocacy, to improve understanding of water and sanitation hygiene on the one hand and to improve provision for clean water on the other. This three year project, funded by DFID (Department for International Development, UK Government), is in its second year. The total project cost is £454,580 and £171,528 was transferred to the project in the financial year.
- **Land tenure** (Bolivia and Brazil). These projects are focussed on local advocacy, helping people to claim their constitutional rights to secure land tenure. Secure land tenure is often a prerequisite for home improvement and is therefore a key to improving shelter. By focussing on local advocacy, we

Directors' Annual Report (continued)

not only impact beneficiaries in the specific project area, but through policy change, we can influence a much larger population. While the Brazil project was agreed with DFID during this financial year, activity will begin in the next financial year. Starting in June 2010 the Bolivia project, also funded by DFID, runs for five years. The total project cost is £416,439 and £79,933 was transferred to the project in the year.

Funding from DFID continued during the year with £265,352 received (2010: £149,893) and from non-UK based governments (Jersey and Guernsey) funding projects totalling £334,404 (2010: £269,646).

Domestic Programme

After several years of consultation and planning, the Habitat for Humanity Great Britain Board formally resolved in June to develop a new structure based on a closer alignment between Habitat for Humanity Great Britain and Southwark Habitat for Humanity, with the latter becoming the operating arm for domestic projects. The Southwark Habitat for Humanity Board has adopted a resolution to implement the proposal (September 2011). Legal and procedural work will continue during 2011/12.

London

Southwark Habitat for Humanity has sought to develop a broad portfolio of projects so far covering multi sites in London and in Banbury. These include:

- **Building service for other housing organisations and the voluntary sector.** Various projects were undertaken during the year. They included the renovation of both YMCA and Solace Women's Aid hostels, together with a refurbishment project benefitting young people with physical disabilities.
- **New Build Housing.** Construction of 10 x 1 bedroom flats in Banbury was officially opened by Tony Baldry MP. The flats will be designated for occupancy to young people in housing need. The site is providing certified training for up to 20 local young people who, at the start of the project, were not in education, employment or training. This project is being delivered in partnership with Sanctuary Housing, Cherwell District Council, Oxford & Cherwell Valley College and the local Connexions agency.
- **Empty homes in London.** There are thousands of empty homes in London that lie derelict and blight communities by attracting anti-social behaviour. Southwark Habitat for Humanity has developed a scheme in partnership with local authorities and private landlords to bring empty homes back into use, making them available to people on the housing register. The first project began in April 2011 in Nunhead Green, Peckham.

During the year Habitat for Humanity Great Britain made grants to Southwark Habitat for Humanity amounting to £34,296.

Directors' Annual Report (continued)

Liverpool

Following the completion of their 9th house on their site at Kingsley Road in 2010, Liverpool Habitat for Humanity ceased building work due to lack of finance, partly resulting from the current economic downturn. Opportunities to restart the project continue to be explored. Liverpool Habitat for Humanity currently has a debenture loan from Habitat for Humanity Great Britain (£100,000).

Fundraising Performance

Our total income for the year was £2.7m (2009: £3.2m). Two main factors contributed to this decline in income. Firstly, the significant boost to our 2009/10 income arising from the Haiti earthquake appeal (£444,902). Secondly, a general decline in our corporate support which impacted both our corporate fundraising and our overseas volunteer programme. In addition a number of grants anticipated in the year did not materialise until 2011/12.

In the past few years we have developed our capabilities in programme management and institutional fundraising and this has continued to bear fruit. We quadrupled our income from statutory and institutional sources in 2009/10 and subsequently saw a further 48% growth in this income stream in 2010/11. Income rose from £732,902 in 2009/10 to £1,086,919 in 2010/11. Conversely, over the same two year period we have seen our corporate income drop from £1.17m in 2008/09 to £0.69m in 2009/10 and then a further drop in 2010/11 to £0.25m.

In 2009/10 we reported a delay in our plans to broaden our general supporter base through long term investment from Habitat for Humanity International (HFHI). At 2009/10 year end HFHI agreed to provide a letter of credit to enable HFHGB to pursue a UK based bank loan or overdraft facility to recommence investment in our public fundraising programme. Although we have this financial backing in place and have secured an overdraft facility, we have yet to restart a more significant campaign to attract support from individual donors. We have needed time to evaluate the most cost effective strategy to minimise the inevitable strain on our unrestricted funds over the short and medium term.

In addition to the above support, we received grant funding from HFHI of £104,665 (2010: £116,710) to cover various costs including the campaign expenses of a new fundraising initiative aimed at connecting the Indian community in Britain with the Habitat for Humanity programme in India.

Our income generated through the international volunteering programme continued to decline having dropped by 22% in 2010. Volunteer programme income of £615,752 was 19% lower (2010: £760,924). This is due in part to the decline in the number of corporate volunteer teams. Also we attribute part of this decline to the weakened economic environment in the UK.

Directors' Annual Report (continued)

Income from individuals in the year of £476,899 returned to the 2008/09 level (2009: £447,708) following the large increase in 2009/10 (2010: £633,096) following the strong public response to the Haiti earthquake appeal.

A detailed breakdown of income by donor type can be seen in Note 1 to the Accounts.

HFHGB would like to thank the following organisations and major supporters. Without their significant contribution, we would not have been able to help people in housing need both at home and overseas:

Acenden Ltd, ACS Cobham International School, Addleshaw Goddard LLP, Alfayed Charitable Organisation, All Souls' Church Langham Place, ARHAG, Arley Homes North West Ltd, Bank of America, BibleLands, Bloomberg LP, Bovis Homes Limited, Cargill Europe Limited, CB Richard Ellis Limited, Christ Church Workshop, COINS Foundation, Colemans Solicitors, Council of Mortgage Lenders, Credit Suisse, Croudace Homes Limited, Daughters of Jesus, Department for International Development, Elton John Aids Foundation, FC Business Intelligence, Financial Risk Management Ltd, GE Money UK, Grangewood Methodist Church, Guernsey Overseas Aid Commission, Home Builders Federation (HBF), Jersey Overseas Aid Commission, Jesus House Brent Cross, John Laing Partnership, King Edward VI Five Ways School, Kings Church Staines, Kingsmead School, Lacrosse Global Fund Services UK Ltd, Lampton School Hounslow, Lovell Partnerships Ltd, Martin Howden Ltd, Mellow Lane School Hayes, Nantucket Developments, National Advertising Benevolent Society (NABS), National House-building Council (NHBC), New Wine, North East Scotland H4H (Habitat For Humanity), North Somerset Housing, Nottingham Community Housing Association Ltd, Numen Capital LLP, Open Gate Trust, Priestly College Warrington, Prism Communications & Management Ltd, Priva Building Intelligence Ltd, Redland High School for Girls Bristol, Richmond Housing Partnership, Rotary Club of Cheltenham Cleeve Vale, Rotary Club of Misbourne Matins, Rotary Club of Sandbach, St George's Church Ovenden, St John the Baptist Church Burford, St Nicholas Church Chearsley, The Bridge Builder Trust, The Dr. Mortimer and Theresa Sackler Foundation, The Girdlers' Company Charitable Trust, The Kings of Wessex Community School, The Madeline Mabey Trust, The Shauna Gosling Trust, The Talbot Trust, The Thames Wharf Charity Ltd, The Tisbury Telegraph Trust, Thomson Reuters, Timberland Ltd, Toton Churches, TRH The Duke and Duchess of Gloucester Charitable Trust, Vitol Charitable Foundation, W Print Ltd, Warner Bros Entertainment UK, Warwick School.

In addition, we would like to express our appreciation to the hundreds of individual donors, volunteers and other organisations who also gave so generously during the year to support the work of Habitat for Humanity both in Britain and abroad.

Financial Review

Total income dropped by 16% to £2.7m in the year. This was largely due to the exceptional response in the previous year (2009/10) to the Haiti earthquake disaster where we raised £444,892. We have seen also a significant decline (64%) in our corporate fundraising as the impact of world economic conditions makes this an increasingly difficult market in which to fundraise. This decline in corporate support has also impacted our volunteer programme income which has seen a decline of 19% in the year. In contrast our institutional income has risen by 48% as we develop our relationships with key institutional funders.

During the year, contributions were received from: individuals (£476,899), churches & civic groups (£42,045), companies (£246,332), statutory, foundations, organisations and institutions (£1,086,919) and

Directors' Annual Report (continued)

income associated with the international volunteering programme totalling £615,752. Other income was received from gift aid recovery (£112,333) and interest (£9,979).

In the year, charitable expenditure (Note 5) included grants to other HFH projects totalling £1,512,591 (2010: £914,405). These grants were made to HFH affiliates worldwide and to local HFH affiliates in Great Britain. The purpose of these grants is for local house repair and construction, local affiliate capacity development, advocacy programmes and disaster response/reconstruction. In addition to these grants, other direct project expenditure of £376,701 (2010: £455,773) was incurred, primarily in sending teams of volunteers through our 'Global Village' programme. Grant funding totalling £39,987 (2010: £73,676) was returned to funders in the year due to a cancelled project in Senegal following an earlier gift of funds from Guernsey Overseas Aid Commission.

Other costs of the organisation (employment, overhead and other expenses incurred in generating funds and in governance) totalled £1,339,096 (2010: £1,401,482). Employment and overhead expenses are apportioned to each of the main expense categories as shown on the Statement of Financial Activities. These apportionments are based upon staff time dedicated to charitable activities, to activities undertaken to generate funds and in governance work. In total the employment costs of the organisation were £680,689 (2010: £676,350) and represent 21% (2010: 24%) of total expenditure in the year.

The company's assets are held to further its charitable objectives. At 30th June 2011, the charity held net assets totalling £1,398,967 (2010: £1,942,418).

Grant Making Policy

We make payments to other HFH entities in Great Britain and overseas. These payments are made from both restricted and unrestricted funds generated within Great Britain. Payments are made to organisations with aims consistent with our charitable objectives.

In respect of grants made to domestic projects, we make payments to other legally independent but affiliated HFH groups. We work alongside the local affiliates to monitor usage of the funds.

In respect of grants made to overseas projects, we transfer funds directly to HFH organisations. Disbursement is managed through authorisation processes involving the Europe/Central Asia area office of HFHI and the appropriate area office of the recipient HFH organisation. We also manage the monitoring and reporting of project funding in liaison with, and supported by, HFHI area offices relevant to where funding is directed. Partnership Agreements are established between HFHGB and the implementing organisation for all major projects. The viability and standing of all recipient HFH organisations are reviewed before making grants, and throughout the project cycle by means of our monitoring/reporting role.

In addition to controls in place within the HFHI network, all grant payments are subject to internal financial controls and transfer policies. This helps to ensure an appropriate level of management control is exerted over grants made from unrestricted and restricted funds.

Directors' Annual Report (continued)

Risk Assessment

We have developed our risk management procedures in the year through the establishment of a new risk register and review process supported by a risk management consultant. On a periodic basis the directors review, with management, the major risks the charity faces. This is achieved through our regular Board meetings and sub-committee structure. In respect of financial risk, the Board receive financial reports on a quarterly basis to enable them to assess these risks. Normal policy is for the organisation to maintain sufficient unrestricted cash to cover ongoing costs in the near term and to build up a reserve fund to help meet obligations in the event of material adverse conditions. However, during the year this policy has been set aside as the organisation pursues a plan to broaden its public funding base. (See 'Reserves Policy' below).

Alongside this, regular systems and internal financial controls have been established to mitigate financial risks. During uncertain economic conditions we continue to review our business risks.

Other risks include implementation risk (that the work supported by HFHGB funds will not achieve the planned results), health and safety risk (that our overseas volunteer programme and work carried out overseas by HFHGB staff may pose risk) and funding risk (not having the resources to support the planned activities). These are also monitored regularly by management and Board sub-committees.

Reserves Policy

The directors have reviewed the charity's need for reserves in line with the Charity Commission guidelines. Normal policy is to hold unrestricted reserves to protect against the risks of shortfalls in cash balances due to uncertainties in the timing of fundraising opportunities for unrestricted funds.

In previous years the directors had established a reserve fund to reach a level of 6 months operating costs, reviewed annually and built up to the desired level in stages consistent with the charity's overall financial position and its need to maintain and develop its charitable activities. At the start of the year the total of this fund stood at £260,000 (Note 12 to the Accounts). Due to the large decline in unrestricted income this reserve fund has been fully depleted. From 2010/11 the Directors have set aside the principle of holding such a reserve fund as the organisation pursues the growth in its public fundraising and unrestricted funding streams.

The year-end deficit in the unrestricted fund was anticipated and the charity projects this to continue into the coming year as it endeavours to expand the supporter base. The fund deficit is supported by a bank overdraft facility underwritten by a Letter of Credit provided by Habitat for Humanity International. Advice has been obtained from the charity's legal advisors and auditors to ensure that this strategy can be pursued. The Letter of Credit backed overdraft facility enables the charity to discharge its responsibilities to disburse all monies due from the Restricted Fund at any point in time.

Directors' Annual Report (continued)

Funding

The charity's assets attributable to each of its individual funds are available and adequate to fulfil its obligations in relation to those funds.

Directors

The directors, who are the charity trustees, and who have served during the year are listed below.

Mr S A Baseley
Mr D G Berry (appointed 14 March 2011)
Ms A Carr
Mr M J Coogan (resigned 8 November 2010)
Mr D S Haszczyn
Mr S L Howard
Mr L Johnson
Mr M J Kirkwood CMG
Revd Dr S C Ledbetter
Miss R Liddle
Miss S Revell
Mr C J V Shave (resigned 8 November 2010)
Mr L Sullivan
Mr S Thomas
Mr G Von Lehmden
Mr G J S Wallis OBE
Mr I K Whitehead

The company has no share capital and is limited by guarantee. The members' liability is limited to a maximum of £1 each.

Directors' Responsibilities for the Financial Statements

The trustees (who are also directors of Habitat for Humanity Great Britain for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year.

Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;

Directors' Annual Report (continued)

- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as each of the trustees is aware:

- there is no relevant audit information of which the charitable company's auditor are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Fixed Assets

The movements in fixed assets are set out in Note 8 to the Accounts.

Charitable and Political Contribution

There were no donations to charitable organisations or political contributions made during the period.

Auditors

Grant Thornton UK LLP, having expressed their willingness to continue in office, will be deemed reappointed for the next financial year in accordance with section 487(2) of the Companies Act 2006 unless the company receives notice under section 488(1) of the Companies Act 2006.

BY ORDER OF THE BOARD



Mr D Stapleton
Secretary

Report of the Independent Auditor to the Directors of Habitat for Humanity Great Britain

We have audited the financial statements of Habitat for Humanity Great Britain for the year ended 30 June 2011 which comprise Principal Accounting Policies, the Statement of Financial Activities incorporating the Summary Income and Expenditure Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Trustees' Responsibilities Statement set out on pages 9-10, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 2011 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Trustees' Annual Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

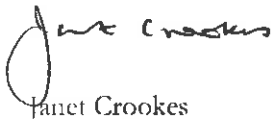


Report of the Independent Auditor to the Directors of Habitat for Humanity Great Britain

Matters on which we are required to report by exception

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

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


Janet Crookes

Senior Statutory Auditor
for and on behalf of Grant Thornton UK LLP
Statutory Auditor, Chartered Accountants
Oxford

1 November 2011

Principal accounting policies

Basis of Preparation

The financial statements have been prepared under the historical cost convention and in accordance with the recommendations in the Statement of Recommended Practice: Accounting by Charities (the SORP) issued in 2005.

The principal accounting policies have remained unchanged from the previous year and are set out below.

Incoming Resources

Grants Receivable

Revenue grants are credited as incoming resources when they are receivable provided conditions for receipt have been complied with, unless they relate to a specified future period, in which case they are deferred.

Donations and Gifts

All monetary donations and gifts are included in full in the statement of financial activities when receivable, provided that there are no donor-imposed restrictions as to the timing of the related expenditure, in which case recognition is deferred until the pre-condition has been met.

Legacies to which the company is entitled are included in the statement of financial activities unless they are incapable of measurement.

Gifts-in-kind are accounted for at the directors' estimate of value to the company or sale value as follows:

- assets received for distribution by the company are recognised only when distributed
- assets received for resale are recognised, where practicable, when receivable or otherwise when sold
- gifts of funds for acquiring fixed assets for company use are accounted for as restricted funds immediately on receipt.

Intangible income is valued and included in income to the extent that it represents goods or services which would otherwise be purchased. An equivalent amount is charged as expenditure. Voluntary help is not included in income.

Principal accounting policies (continued)

Foreign Currencies

Transactions in foreign currencies are translated at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities in foreign currencies are translated at the rates of exchange ruling at the balance sheet date. Where exchange differences result from the translation of foreign currency borrowings raised to acquire foreign assets they are taken to reserves and offset against the differences arising from the translation of those assets. All other exchange differences are dealt with through the statement of financial activities.

Investment Income

Investment income is recognised when receivable.

Resources Expended

Expenditure, which is charged on an accruals basis, is allocated between:

- expenditure incurred directly to the fulfilment of the charity's objectives (charitable activities)
- expenditure incurred directly in the effort to raise voluntary contributions (costs of generating voluntary income) and
- expenditure incurred directly attributable to the governing of the charity (governance costs).

Items of expenditure involving more than one cost category are apportioned on the basis of the estimated costs relating to each category appropriate. Notes 3 to 5 detail the basis of apportioning costs. In summary:

- governance costs are costs associated with the governance arrangements of the charity which relate to the general running of the charity as opposed to those costs associated with fundraising or charitable activity. Governance costs includes external audit, legal and professional fees, remuneration to trustees and costs associated with constitutional and statutory requirements. Also included within this category are any costs associated with the strategic management of the charity's activities.
- office costs and employment costs are apportioned based on staff time analysis.
- grants to Habitat for Humanity projects, projects expenses, fundraising and publicity, and travel costs are charged directly to the project or programme to which they relate.

Grants

Grant expenditure is treated as outgoing when it is payable, provided payment conditions have been met, unless it relates to a specified future period, in which case it is treated as prepaid.

Liabilities

Liabilities are recognised when there is a legal and constructive obligation committing the charity to the expenditure.

Principal accounting policies (continued)

Corporation Tax and VAT

The company has charitable status and is exempt from corporation tax on the income it has received. The company is not registered for VAT.

Pension Contributions

At the year end the company operated a stakeholder pension scheme into which the employer and employees make contributions on a matching basis. The pension costs charged against the Statement of Financial Activities are the contributions payable to this scheme in respect of the accounting period, as shown in Note 6.

Fund Accounting

Restricted funds are to be used for specified purposes laid down by the donor. Expenditure for those purposes is charged to the fund, together with a fair allocation of overheads and support costs.

Unrestricted funds are donations and other incoming resources received or generated for expenditure on the general objectives of the charity.

Designated funds are unrestricted funds which have been designated for specific purposes by the directors.

Tangible Fixed Assets and Depreciation

Tangible fixed assets are capitalised at cost where their acquisition value is greater than £250, and are stated at cost net of depreciation.

Depreciation is calculated to write down the cost of all tangible fixed assets by equal annual instalments over their expected useful lives. The rates generally applicable are:

Fixtures, fittings and equipment	-	over 5 years, on a straight line basis.
Computer equipment	-	over 3 years, on a straight line basis.

Leased Assets

All leases are regarded as operating leases and the payments made under them are charged to the statement of financial activities on a straight line basis over the lease term.

**Habitat for Humanity Great Britain
Company Limited by Guarantee
Financial statements for the year ended 30 June 2011**

Statement of Financial Activities (incorporating an income and expenditure account and a statement of recognised gains and losses)

	Note	Unrestricted Funds £	Restricted Funds £	Total 2011 £	Total 2010 £
Income					
Incoming resources					
Incoming resources from generated funds					
Voluntary income	1	786,636	1,928,309	2,714,945	3,194,403
Investment income		9,979	-	9,979	11,663
Total incoming resources	2	796,615	1,928,309	2,724,924	3,206,066
Expenditure					
Resources expended					
Costs of generating funds:					
Costs of generating voluntary income	3	452,683	88,675	541,358	548,751
Charitable activities	4	625,294	2,012,507	2,637,801	2,208,651
Governance costs		89,216	-	89,216	87,934
Total resources expended	5	1,167,193	2,101,182	3,268,375	2,845,336
Net incoming/(outgoing) resources before transfers		(370,578)	(172,873)	(543,451)	360,730
Transfers		9,555	(9,555)	-	-
Net income and expenditure and movement in funds		(361,023)	(182,428)	(543,451)	360,730
Total funds brought forward at 1 July 2010		342,269	1,600,149	1,942,418	1,581,688
Total funds carried forward at 30 June 2011	11	(18,754)	1,417,721	1,398,967	1,942,418

There were no recognised gains or losses other than the surplus for the financial period. All incoming resources and resources expended derive from continuing operations.

The accompanying accounting policies and notes form an integral part of these financial statements.

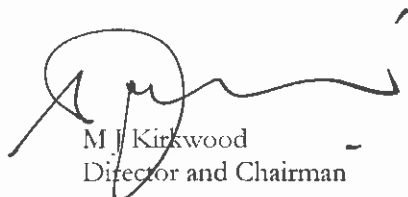
**Habitat for Humanity Great Britain
Company Limited by Guarantee
Financial statements for the year ended 30 June 2011**


Balance Sheet

	Note	2011		2010	
		£	£	£	£
Fixed assets					
Tangible assets for use by the charity	8		37,662		31,987
Current assets					
Debtors	9	220,220		225,041	
Cash at bank and in hand		1,262,176		2,122,064	
		<u>1,482,396</u>		<u>2,347,105</u>	
Creditors - amounts falling due within one year					
	10	<u>121,091</u>		<u>436,674</u>	
Net current assets			<u>1,361,305</u>		<u>1,910,431</u>
Net Assets			<u>1,398,967</u>		<u>1,942,418</u>
Funds					
Unrestricted funds	12		(18,754)		342,269
Restricted funds	13		<u>1,417,721</u>		<u>1,600,149</u>
			<u>1,398,967</u>		<u>1,942,418</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

The financial statements were approved by the Directors on: **31 October 2011**


M J Kirkwood
Director and Chairman


I K Whitehead
Director and Treasurer

Company number 3012626
Charity number 1043641

The accompanying accounting policies and notes form an integral part of these financial statements.

**Habitat for Humanity Great Britain
Company Limited by Guarantee
Financial statements for the year ended 30 June 2011**

Notes to the financial statements

1 Voluntary income

	Unrestricted £	Restricted £	2011 Total £	2010 Total £
Grant income:				
Non-United Kingdom Governments	-	334,404	334,404	269,646
Habitat for Humanity International	19,221	85,444	104,665	116,710
Department for International Development	-	265,352	265,352	149,893
Biblelands	-	141,262	141,262	7,414
	<u>19,221</u>	<u>826,462</u>	<u>845,683</u>	<u>543,663</u>
Donation income:				
Individuals	408,894	68,005	476,899	633,096
Churches	11,773	24,696	36,469	83,464
Companies	62,679	183,653	246,332	693,302
Gifts in kind	30,000	-	30,000	-
Civic groups	3,876	1,700	5,576	2,187
Legacies	-	-	-	8,500
Foundations, Organisations & Institutions	27,010	318,891	345,901	305,949
Gift Aid recovered on donations from individuals	112,333	-	112,333	163,318
	<u>656,565</u>	<u>596,945</u>	<u>1,253,510</u>	<u>1,889,816</u>
International Volunteering Programme	<u>110,850</u>	<u>504,902</u>	<u>615,752</u>	<u>760,924</u>
Total voluntary income	<u><u>786,636</u></u>	<u><u>1,928,309</u></u>	<u><u>2,714,945</u></u>	<u><u>3,194,403</u></u>

2 Total incoming resources

Income attributable to geographical markets outside the United Kingdom amounted to 20% (2010: 20%).

**Habitat for Humanity Great Britain
Company Limited by Guarantee
Financial statements for the year ended 30 June 2011**

Notes to the financial statements (continued)

3 Costs of generating voluntary income

	Unrestricted £	Restricted £	2011 Total £	2010 Total £	Basis of allocation
Fundraising and promotion	198,345	88,675	287,020	309,257	Direct
Employment costs	184,842	-	184,842	172,888	Staff time
Support costs	69,496	-	69,496	66,606	Staff time
	<u>452,683</u>	<u>88,675</u>	<u>541,358</u>	<u>548,751</u>	

4 Charitable activities

	Unrestricted £	Restricted £	2011 Total £	2010 Total £
International programme	110,100	1,393,379	1,503,479	886,439
International volunteering programme	202,626	631,812	834,438	911,977
Domestic programme	54,172	38,270	92,442	189,039
Advocacy	207,442	-	207,442	221,196
Programme support recoverable*	50,954	(50,954)	-	-
Total	<u>625,294</u>	<u>2,012,507</u>	<u>2,637,801</u>	<u>2,208,651</u>

* In accordance with the terms agreed with specific donors and grant providers, programmatic support costs (including financial management, monitoring project outputs, evaluation, the sharing of learning and best practice), representing up to 20% of funds received, are met by those amounts held within restricted funds. The above figures represent the change in the amount recoverable from restricted funds between brought forward and carried forward restricted funds.

**Habitat for Humanity Great Britain
Company Limited by Guarantee
Financial statements for the year ended 30 June 2011**

Notes to the financial statements (continued)

5 Analysis of resources expended

	Cost of generating funds £	Charitable activities £	Governance £	2011 Total £	2010 Total £	Basis of allocation
Grants to HFH projects	-	1,512,591	-	1,512,591	914,405	Direct*
Grants returned	-	39,987	-	39,987	73,676	Direct*
Project expenses	-	376,701	-	376,701	455,773	Direct*
Fundraising and promotions	287,020	97,109	1,504	385,633	440,379	Direct*
Employment costs	184,842	442,001	53,846	680,689	676,350	Staff time
Office costs	54,007	129,144	14,764	197,915	194,869	Staff time
Travel costs	7,486	19,462	2,995	29,943	29,088	Direct*
Training	4,356	2,685	202	7,243	4,339	Direct*
Audit and accountancy	-	-	10,000	10,000	9,427	Governance
Consultancy costs	1,548	6,944	619	9,111	8,148	Direct*
Recruitment costs	-	-	-	-	-	Governance
Legal and Professional	-	-	5,223	5,223	6,879	Direct*
Directors expenses	-	-	63	63	92	
Loan Interest	2,099	5,018	-	7,117	16,769	Staff time
Loss/(Gain) on foreign exchange	-	6,159	-	6,159	15,142	Staff time
	<u>541,358</u>	<u>2,637,801</u>	<u>89,216</u>	<u>3,268,375</u>	<u>2,845,336</u>	
Total resources expended include:				2011 £	2010 £	
Auditors remuneration:						
Audit services				10,000	9,427	
Depreciation:						
Tangible fixed assets				<u>16,368</u>	<u>18,692</u>	

* Costs that are allocated on a "Direct" basis are charged directly to the project or programme to which they relate; no apportionment of those costs is required.

All grants were paid to institutions and none to individuals.

**Habitat for Humanity Great Britain
Company Limited by Guarantee
Financial statements for the year ended 30 June 2011**

Notes to the financial statements (continued)

6 Employees

	2011	2010
	£	£
Wages and salaries	595,873	592,145
Social security costs	58,960	58,460
Pension costs	22,292	21,829
Death in service	3,564	3,916
	<u>680,689</u>	<u>676,350</u>

The average number of full time equivalent employees during the period, analysed by activity, were as follows:

	2011	2010
	Number	Number
Costs of generating funds	6	6
Charitable activities	13	14
Governance	2	2
	<u>21</u>	<u>22</u>

During the year one employee received emoluments of between £60,000 and £70,000. In the previous year no employee received emoluments more than £60,000. Employer contributions to the pension fund of this employee amounted to £4,824.

7 Payments to Directors and connected persons

No director or person with a family or business connection with a director received remuneration in the period directly or indirectly, from either the charity or an institution or company controlled by the charity.

One trustee received reimbursement of travel expenses totalling £63 (2010: £92) during the year.

**Habitat for Humanity Great Britain
Company Limited by Guarantee
Financial statements for the year ended 30 June 2011**

Notes to the financial statements (continued)

8 Tangible fixed assets

	Fixtures, fittings and equipment £
Cost	
At 1 July 2010	140,509
Additions	22,043
	<hr/>
At 30 June 2011	162,552
	<hr/>
Depreciation	
At 1 July 2010	108,522
Provided in the period	16,368
	<hr/>
At 30 June 2011	124,890
	<hr/>
Net book amount at 30 June 2011	37,662
	<hr/>
Net book amount at 30 June 2010	31,987
	<hr/>

9 Debtors

	2011 £	2010 £
Loan to Liverpool Habitat for Humanity	100,000	100,000
Other debtors	90,056	95,983
Prepayments	30,164	29,058
	<hr/>	<hr/>
	220,220	225,041
	<hr/>	<hr/>

10 Creditors: amounts falling due within one year

	2011 £	2010 £
Social security and other taxes	17,052	15,871
Trade creditors	84,902	81,079
Accruals	19,137	25,197
Habitat for Humanity International loan	-	251,725
Other creditors	-	62,802
	<hr/>	<hr/>
	121,091	436,674
	<hr/>	<hr/>

**Habitat for Humanity Great Britain
Company Limited by Guarantee
Financial statements for the year ended 30 June 2011**

Notes to the financial statements (continued)

11 Fund movements summary

	Unrestricted funds (note 12) £	Restricted funds (note 13) £	Total funds £
At 1 July 2010	342,269	1,600,149	1,942,418
Incoming resources	796,615	1,928,309	2,724,924
Expenditure	(1,167,193)	(2,101,182)	(3,268,375)
Transfers	9,555	(9,555)	-
	<u>(18,754)</u>	<u>1,417,721</u>	<u>1,398,967</u>
At 30 June 2011			

12 Unrestricted funds

	General undesignated funds £	Designated reserves fund £	Other designated funds	Total unrestricted funds £
At 1 July 2010	82,269	260,000	-	342,269
Incoming resources	796,073	-	542	796,615
Expenditure	(1,167,193)	-	-	(1,167,193)
Transfers	260,000	(260,000)	9,555	9,555
	<u>(28,851)</u>	<u>-</u>	<u>10,097</u>	<u>(18,754)</u>
At 30 June 2011				

General undesignated funds

This fund is available to the directors to apply for the general purposes of the charity as set out in its governing document. The directors are free to use these funds for any of the charity's purposes. During the year this fund ran into deficit. This was an anticipated deficit as the charity endeavours to maintain its investment in expanding the supporter base. Every effort is being made to reverse the decline in unrestricted funds over the coming year. The deficit is supported by a bank overdraft facility underwritten by a Letter of Credit provided by Habitat for Humanity International. Advice has been obtained from the charity's legal advisors and auditors to ensure that this strategy can be pursued. The overdraft facility enables the charity to discharge its responsibilities to disburse all monies due from the Restricted Fund at any point in time.

Designated reserves fund

At the start of the year the reserve fund stood at £260,000. This fund was established in 2004/05 to mitigate against operational risks. Arising from the financial strategy to invest in expanding our support base this reserve fund has been fully depleted. (See 'Reserves Policy' within the directors' report).

Other designated fund

These are funds which at the point of receipt have been classified as unrestricted, but where we have an expectation of a specific usage due to on-going dialogue with donors.

**Habitat for Humanity Great Britain
Company Limited by Guarantee
Financial statements for the year ended 30 June 2011**

Notes to the financial statements (continued)

13 Restricted funds

	Domestic programme £	International programmes £	Total Restricted funds £
At 1 July 2010	10,764	1,589,385	1,600,149
Incoming resources	44,755	1,883,554	1,928,309
Expenditure	(37,481)	(2,063,701)	(2,101,182)
Transfers	-	(9,555)	(9,555)
	<u>18,038</u>	<u>1,399,683</u>	<u>1,417,721</u>
At 30 June 2011			

Further breakdown of the reserves held for domestic programme activities:

	At 1 July 2010 £	Incoming resources £	Expenditure £	Transfers £	At 30 June 2011 £
Domestic programme development	8,353	20	(758)	-	7,615
Liverpool	417	-	(1,288)	-	(871)
London	1,994	44,735	(35,435)	-	11,294
Total	<u>10,764</u>	<u>44,755</u>	<u>(37,481)</u>	<u>-</u>	<u>18,038</u>

Domestic programme development

The domestic programme development fund represents income and expenditure specifically restricted to the development of HFHGB's domestic programme strategy and the expansion of this programme throughout the country.

Domestic HFH affiliates

The domestic HFH affiliates' funds represent amounts collected on behalf of local affiliated groups. These groups, whilst affiliated to HFHGB, are independent charities. Their aims are to address issues of poverty housing and homelessness in their localities and are consistent with those of HFHGB. In addition to the amounts collected and granted to these groups, HFHGB provides programmatic support; the benefits of which are reflected in the accounts of the local affiliates.

**Habitat for Humanity Great Britain
Company Limited by Guarantee
Financial statements for the year ended 30 June 2011**

Notes to the financial statements (continued)

13 Restricted funds (continued)

Further breakdown of the reserves held for international programme activities:

	At 1 July 2010	Incoming resources	Expenditure	Transfers	At 30 June 2011
	£	£	£	£	£
Global Village fund	369,304	504,877	(631,811)	-	242,370
Partnership Teams programme fund	89,828	25	-	-	89,853
Elton John AIDS Foundation	119,249	310,283	(247,184)	-	182,348
DFID Vietnam	2,791	177,966	(178,198)	-	2,559
DFID Bolivia	(1,519)	87,386	(85,704)	-	163
Sri Lanka Emergency fund	219,898	-	-	-	219,898
International grants fund	80,282	525,837	(469,794)	-	136,325
Other international projects	709,552	277,180	(451,010)	(9,555)	526,167
Total	<u>1,589,385</u>	<u>1,883,554</u>	<u>(2,063,701)</u>	<u>(9,555)</u>	<u>1,399,683</u>

'Global Village' international volunteering programme

This fund represents amounts collected to fund the cost of sending volunteers to build houses in Habitat for Humanity projects overseas, to make donations to those and other HFH projects and to develop the Global Village programme.

Partnership Teams programme fund

This fund represents remaining monies held from our, now discontinued, Partnership Teams programme. This programme, delivered in partnership with an external provider of overseas volunteer challenge services, ceased in 2008/09. We hold funds to support initiatives that are currently under development in India and Sri Lanka.

Elton John AIDS Foundation (Cambodia)

This fund represents a project in Cambodia entitled 'Enhancing HIV and OVC programmes with holistic housing solutions'. This two year project totalling £610,000 sees Habitat for Humanity working in partnership with a number of organisations to deliver shelter solutions to victims of HIV and orphans and vulnerable children. This fund represents grant income and expenditure during the second year this project.

Notes to the financial statements (continued)

Department for International Development (Vietnam)

This three year project, funded by DFID (Civil Society Challenge Fund), totalling £454,580, began in July 2009 and is entitled 'Rural Water and Sanitation Capacity Building for Households Affected by Poverty in Vietnam'. The project aims to support the Government of Vietnam in attaining its 'National Target Programme for Rural Water Supply and Sanitation' objectives of improved health and living conditions in rural areas.

Department for International Development (Bolivia)

The 'Improving Access to Urban Land and Property Rights for Women and Excluded Families in Bolivia' project is funded by funded by DFID (Civil Society Challenge Fund). This five year project, totalling £416,439, commenced in June 2010, and will advocate for gender-responsive laws, policies and regulations, resulting in improved urban land governance.

Sri Lanka Emergency Fund

Following an improvement in security after the civil conflict, we have begun investigating the possibility of running projects again in the North East of Sri Lanka among the internally displaced people. These people were not able to benefit from emergency funding following the Tsunami of 2004 because of the war. We are working with Habitat for Humanity Sri Lanka with a view to providing matched funding for an EU funded project focussed on supporting people in the NE who were unable to benefit from Tsunami funding due to the civil war.

International grants fund

This represents major grant funding for specific projects funded by institutional funders not disclosed separately elsewhere.

Other international projects

This represents restricted donations and grants for international projects and the subsequent transfer of funds to, and support for, HFH projects overseas.

Habitat for Humanity Great Britain
Company Limited by Guarantee
Financial statements for the year ended 30 June 2011

Notes to the financial statements (continued)

14 Analysis of net assets between funds

	Unrestricted fund £	Restricted fund £	Total £
Tangible fixed assets	37,662	-	37,662
Current assets	14,139	1,468,257	1,482,396
Current liabilities	(70,555)	(50,536)	(121,091)
	<u>(18,754)</u>	<u>1,417,721</u>	<u>1,398,967</u>

15 Share capital

Habitat for Humanity Great Britain is a company limited by guarantee and does not have a share capital.

16 Contingent liabilities

There were no contingent liabilities as at 30 June 2011 or 30 June 2010.

17 Operating lease commitments

At 30 June 2011 the company was committed to making the following payments during the next year in respect of operating leases:

	Buildings £	2011 Other £	Buildings £	2010 Other £
Leases which expire within:				
Two to five years	<u>55,350</u>	<u>4,412</u>	<u>55,350</u>	<u>4,412</u>

18 Capital commitments

There were no capital commitments as at 30 June 2011 or 30 June 2010.

19 Related party transactions

In 2009 a loan of £100,000 was made to Liverpool Habitat for Humanity; no interest is being charged on this loan. At 30 June 2011 this amount was still outstanding and is held within the debtors balance. A new debenture has been issued and is due for settlement at 31 December 2011.

Habitat for Humanity Great Britain continues to raise funds to support a number of affiliated Habitat organisations in the United Kingdom and abroad.

20 Controlling related party

The Directors/Trustees believe that they are the controlling related party.

**Habitat for Humanity Great Britain
Company Limited by Guarantee
Financial statements for the year ended 30 June 2011**

Management information

**The following pages do not form part of the statutory financial statements
which are the subject of the independent auditors' report on pages 29 and 30.**

**Habitat for Humanity Great Britain
Company Limited by Guarantee
Financial statements for the year ended 30 June 2011**

Detailed Income and Expenditure Account

	Year to 30 June 2011		Year to 30 June 2010	
	£	£	£	£
Income				
Grants		845,683		543,663
Donations		1,141,177		1,726,498
International volunteering programmes		615,752		760,924
Other		122,312		174,981
		<u>2,724,924</u>		<u>3,206,066</u>
Office expenditure				
Postage	9,762		13,748	
Telephone and fax	11,335		12,261	
Stationery and publications	2,411		3,393	
Subscriptions	3,118		3,862	
Photocopying	10,766		10,814	
Fundraising and promotion	385,633		440,379	
Insurance	1,544		1,768	
Other	328		210	
Depreciation	16,368		18,692	
Accountancy	10,000		9,427	
Rent and rates	89,844		87,857	
Printing	547		539	
IT systems and maintenance	21,001		24,869	
Office cleaning and maintenance	8,015		7,622	
Legal and professional fees	5,223		6,879	
Letter of Credit fee	7,839		-	
Overdraft facility fee	7,500		-	
Bank charges	4,992		7,572	
		<u>(596,226)</u>		<u>(649,892)</u>
Travel				
Hotel	4,194		5,629	
Subsistence	1,346		1,593	
Train	6,405		8,546	
Car rental	3,797		4,848	
Car parking	493		255	
Taxi	900		678	
Mileage	1,844		3,997	
Air travel	6,855		1,587	
Entertainment	3,547		1,797	
Coach/bus	562		158	
		<u>(29,943)</u>		<u>(29,088)</u>
Personnel				
Employment costs including staff recruitment, staff training, staff welfare and consultancy		<u>(699,652)</u>		<u>(690,591)</u>
Carried forward		<u>1,399,103</u>		<u>1,836,495</u>

This page does not form part of the statutory financial statements which are the subject of the independent auditors' report on pages 11 and 12.

**Habitat for Humanity Great Britain
Company Limited by Guarantee
Financial statements for the year ended 30 June 2011**

Detailed Income and Expenditure Account (continued)

	Year to 30 June 2011		Year to 30 June 2010	
	£	£	£	£
Brought forward		1,399,103		1,836,495
Other direct charitable expenditure				
Grants to HFII projects (international and domestic)	1,512,591		914,405	
Grants returned	39,987		73,676	
Project expenses (international and domestic)	<u>376,701</u>		<u>455,773</u>	
		<u>(1,929,279)</u>		<u>(1,443,854)</u>
Other income and expenditure				
Loan interest	(7,116)		(16,769)	
Net (loss)/gain on foreign currency transactions	<u>(6,159)</u>		<u>(15,142)</u>	
		<u>(13,275)</u>		<u>(31,911)</u>
Surplus/(Deficit) for the year		<u>(543,451)</u>		<u>360,730</u>