

Debt and Development Coalition Ireland
(A company limited by guarantee, without a share capital)

Directors' Report and Financial Statements

for the year ended 31 December 2016

Debt and Development Coalition Ireland
(A company limited by guarantee, without a share capital)
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Debt and Development Coalition Ireland

(A company limited by guarantee, without a share capital)

DIRECTORS AND OTHER INFORMATION

Directors

Vicky Donnelly
Camilla Fitzsimons
Elena Garcia
Alex Klemm
Sorley McCaughey
Stephen McCloskey
Aggelos Panayiotopoulos

Company Secretary

Sorley McCaughey

Company Number

216006

Registered Office and Business Address

Unit F5
Spade Enterprise Centre
North King Street
Dublin 7

Auditors

KSi Faulkner Orr Limited
Gateway House,
133 Capel Street,
Dublin 1.

Bankers

Allied Irish Banks Plc,
140 Lr. Drumcondra Road,
Dublin 9.

Debt and Development Coalition Ireland

(A company limited by guarantee, without a share capital)

DIRECTORS' REPORT

for the year ended 31 December 2016

The directors present their report and the audited financial statements for the year ended 31 December 2016.

Principal Activity and Review of the Business

The company is engaged in creating and increasing awareness of the issues of Third World Debt due and owing by Third World countries and to promote the elimination or reduction of this debt. The company also works on broader issues of financial justice, in Ireland as well as the Global South, seeking to empower people in Ireland to take informed action for greater economic justice.

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

The company has worked in 2016 in accordance with our strategic plan to challenge unjust power, bring about the cancellation of unjust debts where citizens are paying for debts they are not responsible for, and achieve international tax justice so that companies and people pay their fair share of tax to society.

The directors made a strategic decision in 2015 to reduce reserves from their previous level to that of 3 months operational costs, in line with the reserves policy.

Should the reserve reduce to a level below 3 months operational costs, the board of directors will strive to fundraise and adjust expenditure accordingly, to reinstate the reserve to the required levels.

The directors aim to present a balanced and comprehensive review of the development and performance of the business during the year and its position as at the year end. Our review is consistent with the size and non-complex nature of our business and is written in the context of the risks and uncertainties we face.

The directors are satisfied that the results for the year are consistent with expected levels.

As for many organisations of this size, the industry in which it operates continues to be challenging. With the risks and uncertainties faced in mind, as detailed below, the directors are aware that any plans for the future development of the organisation may be subject to unforeseen future events outside of our control.

Principal Risks and Uncertainties

The directors consider that the following is the principal risk factor that could materially and adversely affect the company's future operating results:

- Funding uncertainty;
- Excessive dependence on executive director;
- Non-compliance with legal requirements.

The company has business policies and organisational structures to limit some of this risk and the Board of Directors and Management regularly review, reassess and proactively limit the associated risks insofar as possible.

Financial Results

The deficit for the year after providing for depreciation amounted to €(12,445) (2015 - €(23,322)).

At the end of the year, the company has assets of €67,152 (2015 - €72,307) and liabilities of €34,629 (2015 - €27,339). The net assets of the company have decreased by €(12,445).

Directors and Secretary

The directors who served throughout the year, except as noted, were as follows:

Vicky Donnelly
Camilla Fitzsimons
Elena Garcia
Alex Klemm
Sorley McCaughey
Stephen McCloskey
Aggelos Panayiotopoulos

The secretary who served throughout the year was Sorley McCaughey.

Debt and Development Coalition Ireland

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DIRECTORS' REPORT

for the year ended 31 December 2016

Future Developments

The company has developed an established place for itself within its sector and will continue developments in this area.

Post Balance Sheet Events

There have been no significant events affecting the company since the year-end.

Auditors

The auditors, KSi Faulkner Orr Limited have indicated their willingness to continue in office in accordance with the provisions of section 383(2) of the Companies Act 2014.

Taxation

Debt and Development Coalition Ireland is a "Not for Profit" organisation, which was granted "Mutuality of Trade" by the Revenue Commissioners in 1996, thereby exempting it from taxation on operating surpluses. However, investment income is liable to corporation tax.

Accounting Records

To ensure that adequate accounting records are kept in accordance with sections 281 to 285 of the Companies Act 2014, the directors have employed appropriately qualified accounting personnel and have maintained appropriate computerised accounting systems. The accounting records are located at the company's office at Unit F5, Spade Enterprise Centre, North King Street, Dublin 7.

Signed on behalf of the board

Sorley McCaughey
Director

Date: _____

Elena Garcia
Director

Date: _____

Debt and Development Coalition Ireland

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DIRECTORS' RESPONSIBILITIES STATEMENT

for the year ended 31 December 2016

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable Irish law and regulations.

Irish company law requires the directors to prepare financial statements for each financial year. Under the law the directors have elected to prepare the financial statements in accordance with the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council and promulgated by Chartered Accountants Ireland. Under company law, the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the company as at the financial year end date and of the surplus or deficit of the company for the financial year and otherwise comply with the Companies Act 2014.

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

- select suitable accounting policies for the company financial statements and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identify those standards, and note the effect and the reasons for any material departure from those standards; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and surplus or deficit of the company to be determined with reasonable accuracy and enable them to ensure that the financial statements and Directors' Report comply with the Companies Act 2014 and enable the financial statements to be audited. 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

Sorley McCaughey
Director

Date: _____

Elena Garcia
Director

Date: _____

INDEPENDENT AUDITOR'S REPORT

to the Members of Debt and Development Coalition Ireland

(A company limited by guarantee, without a share capital)

We have audited the financial statements of Debt and Development Coalition Ireland for the year ended 31 December 2016 which comprise the Income and Expenditure Account, the Balance Sheet, the Reconciliation of Members' Funds, the Cash Flow Statement and the related notes. The relevant financial reporting framework that has been applied in their preparation is the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council and promulgated by Chartered Accountants Ireland.

This report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. 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 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and otherwise comply with the Companies Act 2014. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practice Board's Ethical Standards for Auditors, including 'APB Ethical Standard - Provisions Available for Small Entities (Revised)', in the circumstances set out in Note 4 to the financial statements.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 31 December 2016 and of its deficit for the year then ended; and
- have been properly prepared in accordance with the relevant financial reporting framework and, in particular, the requirements of the Companies Act 2014.

Matters on which we are required to report by the Companies Act 2014

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited.
- The financial statements are in agreement with the accounting records.
- In our opinion the information given in the Directors' Report is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the provisions in the Companies Act 2014 which require us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by sections 305 to 312 of the Act are not made.

Emma Delaney
for and on behalf of
KSI FAULKNER ORR LIMITED
Registered Auditors
Gateway House,
133 Capel Street,
Dublin 1.

Date: _____

Debt and Development Coalition Ireland
 (A company limited by guarantee, without a share capital)
INCOME AND EXPENDITURE ACCOUNT
 for the year ended 31 December 2016

	Notes	2016 €	2015 €
Income	5	66,743	139,397
Expenditure		(79,188)	(162,719)
Deficit for the year		(12,445)	(23,322)
Total Comprehensive Income		(12,445)	(23,322)

Approved by the board on _____ and signed on its behalf by:

 Sorley McCaughey
 Director

 Elena Garcia
 Director

Debt and Development Coalition Ireland

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BALANCE SHEET

as at 31 December 2016

	Notes	2016 €	2015 €
Fixed Assets			
Tangible assets	7	3	771
Current Assets			
Debtors	8	3,533	48,156
Cash and cash equivalents		63,616	23,380
		<u>67,149</u>	<u>71,536</u>
Creditors: Amounts falling due within one year	9	(34,629)	(27,339)
Net Current Assets		<u>32,520</u>	<u>44,197</u>
Total Assets less Current Liabilities		<u>32,523</u>	<u>44,968</u>
Reserves			
Income and expenditure account		<u>32,523</u>	<u>44,968</u>
Members' Funds		<u>32,523</u>	<u>44,968</u>

Approved by the board on _____ and signed on its behalf by:

Sorley McCaughey
Director

Elena Garcia
Director

Debt and Development Coalition Ireland
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RECONCILIATION OF MEMBERS' FUNDS
 as at 31 December 2016

	Retained surplus	Total
	€	€
At 1 January 2015	68,290	68,290
Deficit for the year	<u>(23,322)</u>	<u>(23,322)</u>
At 31 December 2015	44,968	44,968
Deficit for the year	<u>(12,445)</u>	<u>(12,445)</u>
At 31 December 2016	<u>32,523</u>	<u>32,523</u>

Debt and Development Coalition Ireland

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CASH FLOW STATEMENT

for the year ended 31 December 2016

	Notes	2016 €	2015 €
Cash flows from operating activities			
Deficit for the year		(12,445)	(23,322)
Adjustments for:			
Depreciation		768	1,206
		<u>(11,677)</u>	<u>(22,116)</u>
Movements in working capital:			
Movement in debtors		44,623	(16,108)
Movement in creditors		7,290	(11,066)
		<u>40,236</u>	<u>(49,290)</u>
Cash generated from/(used in) operations		40,236	(49,290)
Tax repaid		-	2
		<u>40,236</u>	<u>(49,288)</u>
Net cash generated from/(used in) operating activities		40,236	(49,288)
Net increase/(decrease) in cash and cash equivalents		40,236	(49,288)
Cash and cash equivalents at beginning of financial year		23,380	72,668
Cash and cash equivalents at end of financial year	14	63,616	23,380

Debt and Development Coalition Ireland

(A company limited by guarantee, without a share capital)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2016

1. GENERAL INFORMATION

Debt and Development Coalition Ireland is a company limited by guarantee incorporated in Republic of Ireland Unit F5, Spade Enterprise Centre, North King Street, Dublin 7, is the registered office, which is also the principal place of business of the company. The nature of the company's operations and its principal activities are set out in the Directors' Report. The financial statements have been presented in Euro (€) which is also the functional currency of the company.

2. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Statement of compliance

The financial statements of the company for the year ended 31 December 2016 have been prepared on the going concern basis and in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (FRS 102)

Basis of preparation

The financial statements have been prepared on the going concern basis and in accordance with the historical cost convention except for certain financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The financial reporting framework that has been applied in their preparation is the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council and promulgated by Chartered Accountants Ireland.

Income

Income represents grants, donations and membership fees receivable during the year and is accounted for on an accruals basis.

Reserves

Debt and Development Coalition Ireland have a reserves policy in place to;

- ensure that the organisation can continue to provide good quality work according to its mandate;
- meet contractual liabilities should the organisation have to close. This includes redundancy pay, amounts due to creditors and commitments under leases;
- meet unexpected costs like breakdown of essential office machinery, illness cover, maternity leave, parental leave, and legal costs defending the organisation's interest;
- provide working capital when funding is paid in arrears and place the organisation in a position where it could bid for funding which can be paid in arrears;
- meet the costs of winding up the organisation in the event that this is necessary;
- maintain a sufficient level to cover 3 months operational costs.

The directors have made a strategic decision to reduce reserves from their previous level to that of 3 months operational costs, in line with the reserves policy. This strategy includes expenditure on items deemed to be of strategic importance to the organisation and pre-approved by the board.

Should the reserve reduce to a level below 3 months operational costs, the board of directors will strive to fundraise and adjust expenditure accordingly, to reinstate the reserve to the required levels.

Government grants

Grants are credited to deferred revenue. Grants towards capital expenditure are released to the profit and loss account over the expected useful life of the assets. Grants towards revenue expenditure are released to the income and expenditure account as the related expenditure is incurred.

Grants are only recognised when all of the conditions of the grant are satisfied.

Debt and Development Coalition Ireland

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NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2016

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of tangible fixed assets, less their estimated residual value, over their expected useful lives as follows:

Fixtures, and fittings	-	15% Straight Line
Campaign equipment	-	33 1/3% Straight Line
Computer equipment	-	33 1/3% Straight line

The carrying values of tangible fixed assets are reviewed annually for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

Employee benefits

The pension costs charged in the financial statements represent the contribution payable by the company during the year.

Taxation

Debt and Development Coalition Ireland is a "Not for Profit" organisation, which was granted "Mutuality of Trade" by the Revenue Commissioners in 1996, thereby exempting it from taxation on operating surpluses. However, investment income is liable to corporation tax.

Exceptional item

Exceptional items are those that the directors' view are required to be separately disclosed by virtue of their size or incidence to enable a full understanding of the company's financial performance.

3. DEPARTURE FROM COMPANIES ACT 2014 PRESENTATION

The directors have elected to present an Income and Expenditure Account instead of a Profit and Loss Account in these financial statements as this company is a not-for-profit entity.

4. PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature, we use our auditors to prepare and submit tax returns to the Revenue and to assist with the preparation of the financial statements.

Debt and Development Coalition Ireland

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NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2016

continued

5. INCOME

The income for the year has been derived from:-

	2016	2015
	€	€
Membership	7,500	21,426
Grants	58,080	50,216
EU Grants	550	67,755
Other income	613	-
	<u>66,743</u>	<u>139,397</u>

The whole of the company's income is attributable to its market in the Republic of Ireland.

6. EMPLOYEES AND REMUNERATION

Number of employees

The average number of persons employed (including executive directors) during the year was as follows:

	2016	2015
	Number	Number
Executive Director	1	1
Program Staff	1	2
	<u>2</u>	<u>3</u>

The staff costs comprise:

	2016	2015
	€	€
Wages and salaries	47,401	95,244
Social welfare costs	4,996	10,520
Pension costs	387	6,088
	<u>52,784</u>	<u>111,852</u>

No employee received payments of €60,000 or more during the year.

The company regards all staff members to be Key Management Personnel.

Debt and Development Coalition Ireland

(A company limited by guarantee, without a share capital)

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2016

continued

7. TANGIBLE FIXED ASSETS

	Fixtures, and fittings	Campaign equipment	Computer equipment	Total
	€	€	€	€
Cost				
At 31 December 2016	7,001	2,776	9,876	19,653
Depreciation				
At 1 January 2016	7,001	2,776	9,105	18,882
Charge for the year	-	-	768	768
At 31 December 2016	7,001	2,776	9,873	19,650
Net book value				
At 31 December 2016	-	-	3	3
At 31 December 2015	-	-	771	771

7.1. TANGIBLE FIXED ASSETS PRIOR YEAR

	Fixtures, and fittings	Campaign equipment	Computer equipment	Total
	€	€	€	€
Cost				
At 31 December 2015	7,001	2,776	9,876	19,653
Depreciation				
At 1 January 2015	6,946	2,776	7,954	17,676
Charge for the year	55	-	1,151	1,206
At 31 December 2015	7,001	2,776	9,105	18,882
Net book value				
At 31 December 2015	-	-	771	771
At 31 December 2014	55	-	1,922	1,977

8. DEBTORS

	2016	2015
	€	€
Prepayments and accrued income	3,533	48,156

9. CREDITORS

Amounts falling due within one year	2016	2015
	€	€
Taxation (Note 10)	2,367	5,757
Other creditors	-	258
Accruals	11,017	7,970
Deferred Income	21,245	13,354
	34,629	27,339

Debt and Development Coalition Ireland

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NOTES TO THE FINANCIAL STATEMENTS

continued

for the year ended 31 December 2016

10. TAXATION	2016	2015
	€	€
Creditors:		
PAYE	<u>2,367</u>	<u>5,757</u>

11. STATUS

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 its 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 of 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 € 6.

12. CAPITAL COMMITMENTS

The company had no material capital commitments at the year-ended 31 December 2016.

13. POST-BALANCE SHEET EVENTS

There have been no important events affecting the company since the year end.

14. CASH AND CASH EQUIVALENTS	2016	2015
	€	€
Cash and bank balances	<u>63,616</u>	<u>23,380</u>

15. PENSION COSTS

The company operates a defined contribution pension scheme in respect of the employees. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to €387 (2014 - €6,088).

16. GRANTS	2016	2015
	€	€
Irish Aid - Department of Foreign Affairs and Trade	23,850	25,000
Irish Aid - WorldWise Global Schools	8,655	-
Christian Aid	17,975	13,283
Trócaire	7,600	7,600
Concern	-	4,333
	<u>58,080</u>	<u>50,216</u>

17. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the board of directors on _____.

DEBT AND DEVELOPMENT COALITION IRELAND
(A company limited by guarantee, without a share capital)

SUPPLEMENTARY INFORMATION

RELATING TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2016

NOT COVERED BY THE REPORT OF THE AUDITORS

THE FOLLOWING PAGES DO NOT FORM PART OF THE AUDITED FINANCIAL STATEMENTS

Debt and Development Coalition Ireland

(A company limited by guarantee, without a share capital)

SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS

DETAILED INCOME AND EXPENDITURE ACCOUNT

for the year ended 31 December 2016

	2016	2015
	€	€
Income	66,743	139,397
Expenditure		
Wages and salaries	47,401	95,244
Social welfare costs	4,996	10,520
Pension costs	387	6,088
Staff training	-	510
Seminars and conferences	1,765	4,873
Rent, light and heat	8,295	8,042
Printing and stationery	54	3,557
Insurance	656	656
Staff recruitment	180	90
Intern and volunteer expenses	855	-
Postage	59	21
Telephone	921	1,414
Website development and maintenance	1,034	1,454
Travelling and subsistence	1,599	7,292
Research/publication of educational material	5,009	15,250
Consultancy fees	1,900	2,550
Bank charges	281	375
General expenses	(232)	2
Subscriptions	250	325
Auditor's remuneration	3,010	3,250
Depreciation	768	1,206
	79,188	162,719
Net deficit	(12,445)	(23,322)