

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

DIRECTORS' REPORT
AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2015

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

CONTENTS

	Page
Reference and Administrative Details of the Charity, its Trustees and Advisers	1
Directors' Report	2 - 9
Independent Auditors' Report	10 - 11
Statement of Financial Activities	12
Income and Expenditure Account	12
Balance Sheet	13
Notes to the Financial Statements	14 - 25

HABITAT FOR HUMANITY NORTHERN IRELAND

(A Company Limited by Guarantee)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 30 JUNE 2015

Directors Mr Steven Creighton, Chairman
Mr Seamus McKeague
Mr Mark Emerson
Mr Graeme McCammon
Mrs Hilary Morrow (appointed 4 December 2014)

Company registered number NI028376

Recognised by HMRC as a Charity under Number XR18070

Registered office Riverside Centre
Young Street
Lisburn
BT27 5EA

Company secretary Mr Steven Creighton

Chief executive officer Ms Jenny Williams

Independent auditors Goldblatt McGuigan
Chartered Accountants
Statutory Auditor
Alfred House
19 Alfred Street
Belfast
BT2 8EQ

Bankers Ulster Bank
11-16 Donegall Square East
Belfast
BT1 5UB

First Trust Bank
31-35 High Street
Belfast
BT1 2AL

Solicitors CCD Solicitors
18-20 May Street
Belfast
BT1 4NL

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

DIRECTORS' REPORT
FOR THE YEAR ENDED 30 JUNE 2015

The directors, who are also the trustees of the charity, present their Annual Report and the audited financial statements for the year ended 30 June 2015.

Reference and Administration Details

The reference and administrative details of the Charity are as shown on page 1.

Structure, Governance and Management

The Charity was incorporated as a company limited by guarantee on 14 April 1994.

The company is recognised as a charity with HM Revenue & Customs, registration number XR18070. The Charity is controlled by its trustees who are directors of the company for the purposes of company law. The Chief Executive Officer manages the day to day operations of the Charity.

Governance

The role of the directors is to ensure that Habitat for Humanity Northern Ireland ("Habitat NI") is effectively governed; to ensure that the charity complies with all relevant legislation, its own Memorandum and Articles of Association and the requirements of good practice; and to ensure that the charity works to agreed strategic and operational plans.

Director Induction and Training

The Board Induction and Training, as outlined in the Induction pack, includes background and history of Habitat NI, roles and responsibilities of Board members, Code of Conduct, Charitable legislation and Habitat policies and procedures.

Board members come from different professional backgrounds, bringing a wide range of skills and experience to the role.

Objectives and Activities

Habitat for Humanity is a non-denominational, Christian housing movement with a vision of a world where everyone has a decent place to live.

Seeking to put God's love into action Habitat for Humanity brings people together to build homes, communities and hope in Northern Ireland and around the world.

By delivering intentional volunteer programmes with measurable community building outcomes Habitat for Humanity continues to be a catalyst in breaking down social and religious barriers, building social cohesion and new relationships across communities.

As a key partner in the global mission Habitat NI is committed to extending support for Global programmes which alleviate poverty through housing, improving health, increasing educational opportunities and providing livelihood support.

Habitat NI is committed to helping Habitat for Humanity respond when disaster strikes providing support when families are most vulnerable.

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2015

Achievements and Performance in the Financial Period

Habitat ReStore – The low cost DIY store that builds hope and homes around the world

More than two and a half years after opening the Habitat ReStore in Lisburn, the store has developed a solid customer, donor and volunteer base. It has become a hub for our work in Northern Ireland, delivering real impacts for the local community and raising vital funds for our work around the world.

More than 12,000 customers came through the door during the year, including at least 40 percent from deprived communities who would not be able to afford commercial prices to make home improvements.

ReStore also has a positive impact on the environment. Tons of reusable material is diverted from landfill, helping build a more sustainable Northern Ireland.

More than 50 people commit to volunteering in ReStore every week, contributing more than 26,000 hours of service since late 2012. 12 volunteers have contributed more than 500 hours of service alone. Volunteers come from all backgrounds, including vulnerable people who participate in training and employment placements through partner organisations, including Stepping Stones, The Cedar Foundation and Action Mental Health.

During the year, thanks to support from Wrap, the focus was on developing corporate partnerships to ensure a steady supply of quality stock in the shop. Quarterly breakfast briefings welcomed local businesses to the store to learn more about the business benefits of donating surplus stock or reusable waste. A number of significant partnerships developed during the year including with QMAC Construction, Weber Saint Gobain, T&A Kernohan and Murdock Builders Merchants.

Martin Small, Murdock Lisburn Branch Manager said: *"We are delighted to strike up a relationship with Habitat ReStore and hope that we can continue to grow this over the next number of years."*

Volunteer Programmes

Habitat NI's commitment to bring volunteers together to build a shared future for Northern Ireland is a key objective of its work, delivering local and global impacts. Volunteers play an important part in Habitat NI's vision of a world where everyone has a decent place to live. The Charity has invested in developing innovative programmes which deliver real impact for the individuals and the community through practical engagement, skills training and leadership development.

Cross-Community Engagement

Habitat NI continues to provide a platform for people, of all faiths and none, to work together at home and around the world. With a strategic objective to develop more cross community partnerships the number of cross community international volunteer teams grew, giving a hand up to vulnerable families globally and building stronger relationships which will help change the future here at home.

"It has reinforced the importance of the work Habitat NI does. By working together, barriers can be broken down between ourselves and between people who have the greatest challenges in life. I have new hope for the future." Ballymena inter-church team member August 2014

Young People

170 young people from 15 school and youth organisations took part in Habitat NI's cross community schools programme, helping to renovate Windsor Presbyterian Church's Hall to create a welcoming hub for the diverse local community.

The young people gained a better understanding of our community, and the negative impact of sectarianism and racism. They learned about social justice locally and globally – and looked at the connections between poverty housing, health and education.

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2015

Achievements and Performance in the Financial Period (continued)

Young People (continued)

"It was great working with Habitat for Humanity. The young people really gained a lot... I found that there was a massive change in their thinking... they were thinking more about how people can be affected, as well as what they can do to help." Teacher evaluation 2015

Building on the success of the Youth Build programme over the past two years, more than 110 young people took part in Youth Build 14. The programme connects young people with global development, encourages them to think about challenges in our own community and equips them to become informed, active citizens.

"Seeing the young people getting stuck into the hard work, taking the initiative and striving to get the job done was brilliant. They were such a pleasure to serve with. Really blessed." Youth Build Team Leader 2015

Support from the Millennium Challenge Fund enabled Habitat NI to scale up Our Waste Our World. The programme engages Key Stage 2 pupils in waste and sustainability issues at home and in the developing world. During the year, 11 schools and 390 pupils participated in the programme.

Globally

Habitat NI is a key partner in Habitat for Humanity's global mission, raising funds to support international programmes and sending volunteer teams to work alongside families in some of the world's most vulnerable communities. In addition to support through Global Village, during the year ended 30 June 2015 Habitat NI transferred £211,907 in support of International Partnership programmes.

International Partnerships

Habitat for Humanity works where it matters most, at the heart of communities, in more than 70 countries around the world. It can be seen time and again how home is the start of it, a solid foundation for families to build a brighter future. Habitat for Humanity works beside families and communities in need to build, repair or renovate homes, and advocates to improve access to decent and affordable shelter and offer a variety of housing support services that enable families with limited means to make needed improvements on their homes as their time and resources allow.

Habitat NI's strategic focus is to support the everyday work of partner programmes which alleviate poverty through housing, improving health, increasing educational opportunities and providing livelihood support. The Charity chooses partnerships which fit with key themes; Peacebuilding, Vulnerable Groups, Impacts of Urbanisation and Disaster Response.

Transformational Impacts in Ethiopia

The ongoing partnership with Ethiopia is supporting a holistic programme which has now reached more than 6,000 people through homes, eco-stoves and clean water, improving the health of entire communities. Habitat NI has now sent more than £500,000 to enable this work and the partnership continues to have significant impacts both here in NI and in Ethiopia. Over the next three years Habitat NI has committed to fund the painstaking, challenging work of upgrading slums to improve the lives of hundreds more families.

The Charity also continues to support partnerships which help change the lives of vulnerable families in Romania and Poland, who are our closest neighbours and yet both struggle with significant housing need.

The support of Habitat NI continues to help transform communities in India, where the focus has been on supporting new homes in resettlement colonies and on providing toilets in rural communities. Significant funding has been delivered for programmes which deliver holistic support for orphans and vulnerable children in Cambodia.

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2015

Achievements and Performance in the Financial Period (continued)

Disaster Response and Mitigation

An Emergency Appeal in the aftermath of the devastating Nepal Earthquakes in 2015, raised more than £38,000 from communities across Northern Ireland. Working in the country for 18 years, Habitat Nepal was well placed to respond quickly with a strong network of local partners and support. The initial response focused on getting families home as quickly as possible to regain a sense of normality to begin to rebuild their lives. Distributing shelter kits and water packs, carrying out damage assessments of houses and organising rubble removal were key aspects of the initial response.

Many formidable challenges remain in Nepal which make the recovery incredibly difficult. With continued support, Habitat NI will work beside worst affected communities for as long as it takes to rebuild.

Funds raised in Northern Ireland also continued to support Habitat Philippines rebuilding efforts in the aftermath of Typhoon Haiyan in November 2013.

Locally

Habitat NI's commitment to continue to build community locally is defined by developing innovative partnerships which will tackle empty homes, growing housing waiting lists, social exclusion and the legacy of conflict.

An innovative partnership was developed with Helm Housing Association, which aims to bring empty homes back to life. Working with volunteers from across the community, companies, churches and individuals invested their time and effort in helping renovate 10 empty homes across North and West Belfast this year. All the properties are now let, helping regenerate the community and reducing housing blight. This model provides a sustainable opportunity to serve local communities. Working alongside the community to bring empty homes back to life creates a platform for change; bringing together people of all ages and backgrounds, delivering opportunities to upskill for employment as well as affordable homes. Value is added where projects are about more than four walls and a roof, but are designed to deliver positive, lasting change for communities and individuals.

During the year we completed our project in partnership with Windsor Presbyterian Church to renovate their church hall to create a welcoming hub for the entire local community, the most diverse in Northern Ireland. When the leadership of the church committed to focus not just on the building but on what could be achieved through the project.

The Reverend Ivan Steen, Minister of Windsor Presbyterian Church, said: *"By working with Habitat NI on the renovation we had the unique opportunity to reach out to this diverse community. The relationships while working on the project were key to the hall becoming a welcoming hub now the work is complete."*

Habitat NI also continues to support 36 families whose self-build partnership with Habitat NI provides a route to affordable home ownership.

Faith Engagement

Committed to keeping God at the Centre of our work and continuing to create 'faith in action' opportunities both locally and globally, during the year we created a Faith Engagement Board with representatives from the four main churches. In the coming months, the board will guide our faith engagement strategy.

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2015

Speaking Out

A key strategic objective is advocating to improve access to affordable shelter and creating opportunities for supporters to add their voice to the cause of decent housing. Recognising the value in working with others to do this, a staff member joined the Coalition of Aid and Development Agencies Public Engagement Group, which jointly organised a number of initiatives throughout the year.

More than 20 volunteers joined Habitat NI's Speakers Team during the year. After participating in training, the volunteers represented the organisation at a number of community speaking engagements and fayres; raising funds and awareness about the work of Habitat NI in communities across Northern Ireland.

Supporting Habitat International's efforts to influence the Sustainable Development Goals, and to mark World Habitat Day in October 2014, the Charity ran a Thunderclap campaign which directly engaged 100+ people and had a social reach of 40,000.

During the year, the website was also redeveloped, helping Habitat NI become more effective and efficient at engaging supporters digitally.

Support for The Work of Habitat NI

Habitat NI would like to thank all those partners, donors and volunteers whose commitment and support enables its work locally and globally.

The Charity's overall voluntary income has increased by 1% in the year. Whilst there was a decline in unrestricted income from individuals, this directly relates to the emergency appeal for Nepal. Habitat NI can celebrate a 20% increase in the number of people who have committed to support the Charity regularly and a continued growth in support from schools.

Stabilising support from companies has been particularly challenging and the Charity has refined its strategy and focused capacity on engaging companies with ReStore. This year a number of significant partnerships were launched, and the potential for growth moving forward has been identified.

Significantly, further support from DOE's Rethink Waste Revenue Fund was secured via Wrap NI, which helps underpin the work at ReStore, diverting hundreds of tons of reusable materials and serving local people by providing affordable home improvement materials and upskilling opportunities for vulnerable groups.

In May 2015, to launch the Charity's 21st birthday celebrations, The Priests performed a special fundraising concert in St Patrick's RC Cathedral, Armagh. More than £10,000 was raised on the evening and representatives of the leadership from the four main churches were in attendance.

In June 2015, Friends' School Lisburn organised a Colour Run for Habitat NI. More than 1,000 pupils took part and raised £10,000. The school made a video of the event which has had more than 10,000 views on YouTube.

Unrestricted donations for the year were £415,560 (2014 - £483,138). People from across NI continue to engage in the opportunity to connect directly with long term international partnership programmes through Global Village. Habitat NI has invested in helping volunteers understand the part they play and it is encouraging to note growth in the numbers who raised additional funds to support the Charity's work. Looking ahead to the year ended 30 June 2016, team numbers remain strong as people from across NI continue to engage directly in global development by partnering with Habitat NI and there is significant potential for growth in our Youth Build Programme.

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2015

Financial Review

The net movement in funds for the year was a deficit of £68,101 (2014 – £117,257).

The Charity's assets are held to further its charitable objectives. At 30 June 2015 the charity held net assets totalling £1,059,723 (2014 - £1,127,824).

Investment Policy

Investments consist of rental property investments whereby the occupant of the property purchases the equity ownership of the property under a Rental Purchase Agreement.

Reserves Policy

At 30 June 2015, the Charity had reserves of £1,059,723 (2014 - £1,127,824). The level of free reserves at the year end was £223,676, which equates to over two months' expenditure.

The directors have reviewed the Charity's need for reserves in line with the Charity Commission for England and Wales guidelines and believe the Charity should hold reserves to protect against the risks of shortfalls in its cash balances due to uncertainties in the timing of fundraising opportunities for unrestricted funds, particularly from corporate and grant-making trusts.

The directors are seeking to establish a reserve fund equivalent to six months' operating costs reviewed annually and that this fund should be built up to the desired levels consistent with the Charity's overall financial position and its need to maintain and develop its charitable activities.

Risk Management

The Board of directors ('Board') and management review the major risks facing the Charity at regular Board and sub-committee meetings. The Board review financial reports quarterly and the finance sub-committee receive monthly updates. Systems and internal financial controls have been established to mitigate significant financial risks. Business risks are reviewed regularly and priority given to reducing risk and achieving ambitious but realistic fundraising goals. Other risks, which include an implementation risk (that the work supported by Habitat funds will not achieve the planned results), health and safety risk (both locally and globally) and funding risk (not having the resources to support the planned activities), are also monitored regularly by management and Board. The Board are satisfied that systems are in place to mitigate exposure to risk.

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2015

Plans for Future Periods

The focus for 2016 will be to consolidate the success of the Habitat ReStore, refining operations to ensure efficiency and to use the learning to develop opportunities for other stores. Habitat NI is committed to contributing to building a shared future by bringing volunteers together, delivering community building impacts and aligning local and global strategies by working with new partners to strengthen communities where everyone has the opportunity to grow.

The Charity is committed to secure more support for partnership programmes around the world. Habitat NI has confirmed continued support for slum upgrading in Ethiopia, homes and toilets in India and an innovative water and sanitation programme in Cambodia. It will fund a project to deliver homes and holistic support for orphans in Malawi, as well as support for vulnerable groups in Romania and Poland.

The Fundraising Strategy will continue to seek funds from diverse income streams and the Charity will focus on growing income from direct marketing and on investing in relationships to underpin its plans.

In the next financial year the objectives include:

- Maximise the potential which the 21st Anniversary will provide to raise more funds and connect and engage more people around the critical impact of housing in breaking the cycle of poverty.
- Build on the success of Habitat ReStore by going for growth in Lisburn and open other ReStores.
- Work in partnership with others to use Habitat's construction skills and the community building impacts of volunteering to build strong community locally and serve local people in need.
- Continue to develop innovative volunteering programmes which will break down barriers within our community and provide opportunities for skills and leadership development, increasing active local and global citizenship.
- Maximise opportunities to work collaboratively with colleagues across the EMEA region to achieve shared goals.

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 30 JUNE 2015

Directors' Responsibilities Statement

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

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standard and applicable law). 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 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 directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and accounting estimates that are reasonable and prudent;
- Observe the methods and principles in the Charities SORP;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company transactions and disclose with reasonable accuracy at any time the financial position of the charitable 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.

Statement of Disclosure of Information to Auditor

In so far as the directors, who held office at the date of approval of the financial statements, are aware:

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

Registered office:
Riverside Centre
Young Street
Lisburn
BT27 5EA

By order of the Board:

MR STEVEN CREIGHTON
DIRECTOR

Accepted as a charity by HM Revenue & Customs
under Reference No: XR 18070

Approved by the directors on 24 March 2016

Registered in Northern Ireland
No: NI028376

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF HABITAT FOR HUMANITY NORTHERN IRELAND

We have audited the financial statements of Habitat for Humanity Northern Ireland for the year ended 30 June 2015 set out on pages 12 to 25. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the charity'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 charity'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 charity and its members, as a body, for our audit work, for this report, or for the opinion we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As explained more fully in the Directors' Responsibilities Statement, the Directors (who are also the trustees of the charity for the purposes of charity 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 Ethical Standards for Auditors.

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 charity'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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF HABITAT FOR HUMANITY NORTHERN IRELAND

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 June 2015 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 applicable to Smaller Entities; 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 Directors' Report for the financial year for which the financial statements are prepared 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 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 Directors were not entitled to prepare the financial statements in accordance with the small companies regime and to take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Directors' Report.

Mr Jackie Smith FCA (Senior Statutory Auditor)

for and on behalf of

Goldblatt McGuigan

Chartered Accountants
Statutory Auditor

Alfred House
19 Alfred Street
Belfast
BT2 8EQ
24 March 2016

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating Income and Expenditure Account)
FOR THE YEAR ENDED 30 JUNE 2015

	Note	Unrestricted funds 2015 £	Restricted funds 2015 £	Total funds 2015 £	Total funds 2014 £
INCOMING RESOURCES					
Incoming resources from generated funds:					
Voluntary income	2	216,497	117,670	334,167	329,755
Investment income	3	37,460	-	37,460	33,350
Incoming resources from charitable activities	4	380,451	385,902	766,353	1,133,213
Other incoming resources	5	-	-	-	42,070
TOTAL INCOMING RESOURCES		634,408	503,572	1,137,980	1,538,388
RESOURCES EXPENDED					
Costs of generating funds:					
Costs of generating voluntary income	6	103,386	-	103,386	160,688
Charitable activities	8	534,996	503,572	1,038,568	1,415,751
Governance costs	9	64,127	-	64,127	79,206
TOTAL RESOURCES EXPENDED		702,509	503,572	1,206,081	1,655,645
MOVEMENT IN TOTAL FUNDS FOR THE YEAR - NET EXPENDITURE FOR THE YEAR		(68,101)	-	(68,101)	(117,257)
Total funds at 1 July 2014		883,409	244,415	1,127,824	1,245,081
TOTAL FUNDS AT 30 JUNE 2015		815,308	244,415	1,059,723	1,127,824

The notes on pages 14 to 25 form part of these financial statements.

SUMMARY INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2015

	Note	Unrestricted funds 2015 £	Restricted funds 2015 £	Total funds 2015 £	Total funds 2014 £
TOTAL INCOME		634,408	503,572	1,137,980	1,538,388
LESS: TOTAL EXPENDITURE		702,509	503,572	1,206,081	1,655,645
NET EXPENDITURE FOR THE YEAR		(68,101)	-	(68,101)	(117,257)

The notes on pages 14 to 25 form part of these financial statements.

HABITAT FOR HUMANITY NORTHERN IRELAND**(A Company Limited by Guarantee)****REGISTERED NUMBER: NI028376****BALANCE SHEET
AS AT 30 JUNE 2015**

	Note	2015		2014	
		£	£	£	£
FIXED ASSETS					
Tangible assets	13		102,376		86,306
Investments	14		489,256		554,805
			<u>591,632</u>		<u>641,111</u>
CURRENT ASSETS					
Stocks	15	1,203		624	
Debtors	16	298,474		257,820	
Cash at bank and in hand		501,784		698,625	
		<u>801,461</u>		<u>957,069</u>	
CREDITORS: amounts falling due within one year	17	(326,620)		(458,356)	
			<u>474,841</u>		<u>498,713</u>
NET CURRENT ASSETS					
			<u>1,066,473</u>		<u>1,139,824</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
CREDITORS: amounts falling due after more than one year	18		(6,750)		(12,000)
			<u>1,059,723</u>		<u>1,127,824</u>
NET ASSETS					
			<u>1,059,723</u>		<u>1,127,824</u>
CHARITY FUNDS					
Restricted funds	19		244,415		244,415
Unrestricted funds	19		815,308		883,409
			<u>1,059,723</u>		<u>1,127,824</u>
TOTAL FUNDS					
			<u>1,059,723</u>		<u>1,127,824</u>

The financial statements have been prepared in accordance with the provisions applicable to small companies within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Directors on 24 March 2016 and signed on their behalf, by:

Mr Steven Creighton, Chairman**Mr Graeme McCammon**

The notes on pages 14 to 25 form part of these financial statements.

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

1. ACCOUNTING POLICIES

1.1 Company status

The organisation is an incorporated company limited by guarantee with charitable status.

1.2 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008). The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), 'Accounting and Reporting by Charities' published in March 2005, applicable accounting standards and the Companies Act 2006.

1.3 Cash flow

The financial statements do not include a Cash Flow Statement because the charitable company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Leasehold property	-	15% straight line per annum
Motor vehicles	-	25% straight line per annum
Fixtures and fittings	-	15-25% straight line per annum

1.5 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Stocks of donated goods are not valued for accounting purposes.

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

1. ACCOUNTING POLICIES (continued)

1.6 Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity has entitlement to the funds, certainty of receipt and the amount can be measured with sufficient reliability.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the charity where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for services donated by volunteers.

Donated services or facilities, which comprise donated services, are included in income at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised where there is no financial cost borne by a third party.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

1.7 Resources expended

Expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

1.8 Operating leases

Rentals under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term.

1.9 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Directors in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

1. ACCOUNTING POLICIES (continued)

1.10 Taxation

The charity is considered to pass the conditions set out in Part 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

1.11 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Statement of Financial Activities.

1.12 Investments

All investments of the charity are programme related investments.

Investments consist of rental property investments whereby the occupant of the property purchases the equity ownership of the property under a Rental Purchase Agreement.

Investments are stated at cost, less any provision for impairment and are reduced monthly in line with the terms of the Rental Purchase Agreement.

1.13 Pensions

The charity contributes to a money purchase pension scheme for the benefit of certain employees. The assets of the scheme are held separately from those of the charity. Contributions are accounted for by charging costs to the Statement of Financial Activities as payments accrue.

2. VOLUNTARY INCOME

	Unrestricted funds 2015 £	Restricted funds 2015 £	Total funds 2015 £	Total funds 2014 £
Individuals	205,228	38,542	243,770	252,624
Corporate	22,102	-	22,102	8,254
Other grants	4,000	79,128	83,128	64,937
Habitat affiliate tithes and undesignated donations	(14,833)	-	(14,833)	3,940
	<u>216,497</u>	<u>117,670</u>	<u>334,167</u>	<u>329,755</u>

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

3. INVESTMENT INCOME

	Unrestricted funds 2015 £	Restricted funds 2015 £	Total funds 2015 £	Total funds 2014 £
Income from investments	37,460	-	37,460	33,350
	<u>37,460</u>	<u>-</u>	<u>37,460</u>	<u>33,350</u>

4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Unrestricted funds 2015 £	Restricted funds 2015 £	Total funds 2015 £	Total funds 2014 £
Local volunteer programme	76,406	-	76,406	3,525
Sale of investments	-	-	-	225,291
International (Global Village) funds raised	102,129	385,902	488,031	709,640
ReStore	199,063	-	199,063	193,003
Other income from charitable activities	2,853	-	2,853	1,754
	<u>380,451</u>	<u>385,902</u>	<u>766,353</u>	<u>1,133,213</u>

5. OTHER INCOMING RESOURCES

	Unrestricted funds 2015 £	Restricted funds 2015 £	Total funds 2015 £	Total funds 2014 £
Other incoming resources	-	-	-	42,070
	<u>-</u>	<u>-</u>	<u>-</u>	<u>42,070</u>

6. COSTS OF GENERATING FUNDS

	Unrestricted funds 2015 £	Restricted funds 2015 £	Total funds 2015 £	Total funds 2014 £
Publicity and marketing	21,163	-	21,163	11,032
Programme support - other costs	18,935	-	18,935	49,752
Fundraising and publicity staff costs	45,664	-	45,664	73,133
Programme support - staff costs	17,624	-	17,624	26,771
	<u>103,386</u>	<u>-</u>	<u>103,386</u>	<u>160,688</u>

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

7. EXPENDITURE BY CHARITABLE ACTIVITY

SUMMARY BY FUND TYPE

	Unrestricted funds 2015 £	Restricted funds 2015 £	Total funds 2015 £	Total funds 2014 £
Local volunteer programme	24,397	58,823	83,220	61,648
International programme support	140,353	-	140,353	119,354
Housing programme including partnership grant	-	-	-	218,038
International programme	102,129	385,902	488,031	709,640
ReStore	207,075	-	207,075	172,076
Advocacy	61,042	-	61,042	103,907
Wrap	-	58,847	58,847	31,088
	<u>534,996</u>	<u>503,572</u>	<u>1,038,568</u>	<u>1,415,751</u>

8. ANALYSIS OF RESOURCES EXPENDED BY ACTIVITIES

	Direct costs 2015 £	Support costs 2015 £	Total 2015 £	Total 2014 £
Local volunteer programme	44,834	38,386	83,220	61,648
International programme support	10,059	130,294	140,353	119,354
Housing programme including partnership grant	-	-	-	218,038
International programme	488,031	-	488,031	709,640
ReStore	10,580	196,495	207,075	172,076
Advocacy	13,135	47,907	61,042	103,907
Wrap	58,847	-	58,847	31,088
	<u>625,486</u>	<u>413,082</u>	<u>1,038,568</u>	<u>1,415,751</u>

9. GOVERNANCE COSTS

	Unrestricted funds 2015 £	Restricted funds 2015 £	Total funds 2015 £	Total funds 2014 £
Support costs - Governance	6,898	-	6,898	6,513
Wages and salaries	57,229	-	57,229	72,693
	<u>64,127</u>	<u>-</u>	<u>64,127</u>	<u>79,206</u>

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

10. ANALYSIS OF RESOURCES EXPENDED BY EXPENDITURE TYPE

	Staff costs 2015 £	Other costs 2015 £	Total 2015 £	Total 2014 £
Costs of generating voluntary income	63,288	40,098	103,386	160,688
Costs of generating funds	63,288	40,098	103,386	160,688
Local volunteer programme	31,658	51,562	83,220	61,648
International programme support	107,144	33,209	140,353	119,354
Housing programme including partnership grant	-	-	-	218,038
International programme	-	488,031	488,031	709,640
ReStore	152,634	54,441	207,075	172,076
Advocacy	47,907	13,135	61,042	103,907
Wrap	-	58,847	58,847	31,088
Charitable activities	339,343	699,225	1,038,568	1,415,751
Governance	57,229	6,898	64,127	79,206
	459,860	746,221	1,206,081	1,655,645

11. NET RESOURCES EXPENDED

This is stated after charging:

	2015 £	2014 £
Depreciation of tangible fixed assets:		
- owned by the charity	25,494	23,105
Auditors' remuneration	5,357	5,880
Pension costs	27,543	29,093

During the current and prior year, no Directors received any remuneration or benefits in kind.
During the current and prior year, no Directors received any reimbursement of expenses.

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

12. STAFF COSTS

Staff costs were as follows:

	2015	2014
	£	£
Wages and salaries	397,192	441,228
Social security costs	35,125	38,614
Other pension costs	27,543	29,093
	<u>459,860</u>	<u>508,935</u>

The average monthly number of employees during the year was as follows:

	2015	2014
	No.	No.
Volunteer programme, communications and fundraising	12	16
Administration	4	4
	<u>16</u>	<u>20</u>

No employee received remuneration amounting to more than £60,000 in either year.

13. TANGIBLE FIXED ASSETS

	Leasehold property	Motor vehicles	Fixtures and fittings	Total
	£	£	£	£
Cost				
At 1 July 2014	71,608	15,104	179,246	265,958
Additions	110	9,600	31,854	41,564
Disposals	-	-	(137,684)	(137,684)
At 30 June 2015	<u>71,718</u>	<u>24,704</u>	<u>73,416</u>	<u>169,838</u>
Depreciation				
At 1 July 2014	13,183	4,154	162,315	179,652
Charge for the year	11,147	3,086	11,261	25,494
On disposals	-	-	(137,684)	(137,684)
At 30 June 2015	<u>24,330</u>	<u>7,240</u>	<u>35,892</u>	<u>67,462</u>
Net book value				
At 30 June 2015	<u>47,388</u>	<u>17,464</u>	<u>37,524</u>	<u>102,376</u>
At 30 June 2014	<u>58,425</u>	<u>10,950</u>	<u>16,931</u>	<u>86,306</u>

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

14. FIXED ASSET INVESTMENTS

	Rental purchase agreements £
At 1 July 2014	554,805
Repaid in the year	(65,549)
	<hr/>
At 30 June 2015	489,256
	<hr/> <hr/>

Rental Purchase Agreement investments arise from the historic cost of homes under Rental Purchase Agreements. The balance is reduced over a maximum of 25 years by the tenants in monthly instalments and is secured by a first charge over each property.

Investment in Subsidiary

The Charity is the sole member of Habitat Homes Limited (a company limited by guarantee and not having a share capital). Habitat Homes Limited is incorporated in Northern Ireland and its principal activity is to develop affordable home ownership opportunities in Northern Ireland. The loss for the year for Habitat Homes Limited was £1,425 (2014 – profit of £89) and the net liabilities were £691,351 (2014 – £689,926) at 30 June 2015.

15. STOCKS

	2015 £	2014 £
Habitat merchandise	1,203	624
	<hr/> <hr/>	<hr/> <hr/>

16. DEBTORS

	2015 £	2014 £
Due after more than one year		
Amounts owed by group undertakings	1,642	1,642
Due within one year		
Rental purchase agreements	65,571	65,549
Other debtors	231,261	190,629
	<hr/>	<hr/>
	298,474	257,820
	<hr/> <hr/>	<hr/> <hr/>

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

17. CREDITORS:
Amounts falling due within one year

	2015	2014
	£	£
Other loans	6,000	6,000
Trade creditors	38,165	82,991
Other taxation and social security	14,960	19,231
Accruals and deferred income	267,495	350,134
	<hr/>	<hr/>
	326,620	458,356
	<hr/> <hr/>	<hr/> <hr/>

Other loans are secured by the Charity.

18. CREDITORS:
Amounts falling due after more than one year

	2015	2014
	£	£
Other loans	6,750	12,000
	<hr/> <hr/>	<hr/> <hr/>

Other loans are secured by the Charity.

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

19. STATEMENT OF FUNDS

	Brought Forward £	Incoming resources £	Resources Expended £	Carried Forward £
Unrestricted funds				
General Funds	883,409	634,408	(702,509)	815,308
	<hr/>	<hr/>	<hr/>	<hr/>
Restricted funds				
Wrap	-	58,847	(58,847)	-
International Funds	-	385,902	(385,902)	-
Oak Development Grant	244,415	-	-	244,415
Ulster Garden Villages	-	12,733	(12,733)	-
Nepal Disaster Appeal	-	38,542	(38,542)	-
NI Environmental Link	-	7,548	(7,548)	-
	<hr/>	<hr/>	<hr/>	<hr/>
	244,415	503,572	(503,572)	244,415
	<hr/>	<hr/>	<hr/>	<hr/>
Total of funds	1,127,824	1,137,980	(1,206,081)	1,059,723
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

SUMMARY OF FUNDS

	Brought Forward £	Incoming resources £	Resources Expended £	Carried Forward £
General funds	883,409	634,408	(702,509)	815,308
Restricted funds	244,415	503,572	(503,572)	244,415
	<hr/>	<hr/>	<hr/>	<hr/>
	1,127,824	1,137,980	(1,206,081)	1,059,723
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Note 20 provides explanatory notes to the funds.

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

20. EXPLANATORY NOTE TO THE FUNDS

Unrestricted

This fund is expendable at the discretion of the directors.

Restricted

Wrap

This is funding received under the Rethink Waste Revenue fund from Wrap in order to support Habitat NI in the operation of the ReStore outlet, with the aim of diverting construction and building products from landfill and promoting waste prevention.

International/Global Village Funds

This represents funds raised by local volunteer teams to support their participation in the Global Village programme and includes direct contributions to Habitat's work to alleviate poverty through housing alongside families in partner countries. Funds raised in excess of minimum donations becomes unrestricted and used where the need is greatest.

Oak Development Grant

This balance represents a surplus on a grant previously received to scale up local house building.

Ulster Garden Villages

Ulster Garden Villages supported the Charity's innovative ReStore volunteer programme which brings together people of all ages, backgrounds and abilities.

Nepal Disaster Appeal

People from across NI responded to Habitat NI's emergency appeal following the devastating earthquake in Nepal. Funds raised supported the immediate response and the rebuilding over the long term.

NI Environmental Link

The Millennium Challenge Fund enabled the scale up of 'Our World, Our Waste' which engaged more 390 pupils from across Northern Ireland directly connecting waste and sustainability locally with global development.

21. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds 2015 £	Restricted funds 2015 £	Total funds 2015 £	Total funds 2014 £
Tangible fixed assets	102,376	-	102,376	86,304
Fixed asset investments	489,256	-	489,256	554,805
Debtors due after more than 1 year	1,642	-	1,642	1,642
Current assets	295,100	504,717	799,817	955,429
Creditors due within one year	(66,316)	(260,302)	(326,618)	(458,356)
Creditors due in more than one year	(6,750)	-	(6,750)	(12,000)
	<u>815,308</u>	<u>244,415</u>	<u>1,059,723</u>	<u>1,127,824</u>

HABITAT FOR HUMANITY NORTHERN IRELAND
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

22. RELATED PARTY TRANSACTIONS

Habitat Homes Limited, a company incorporated in Northern Ireland, is a wholly owned subsidiary of Habitat for Humanity Northern Ireland.

At the year end, the balance due from Habitat Homes Limited was £1,642 (2014 - £1,642).

23. PENSION COMMITMENTS

The Charity contributes to a defined contribution pension scheme where the assets of the scheme are held separately from those of the group in an independently administered fund. There were no unpaid contributions outstanding at the year end (2014 - £nil).

24. OPERATING LEASE COMMITMENTS

At 30 June 2015 the charity had annual commitments under non-cancellable operating leases as follows:

	Land and buildings	
	2015	2014
	£	£
Expiry date:		
Within 1 year	3,333	-
Between 2 and 5 years	-	19,333
	<u>3,333</u>	<u>19,333</u>

25. CONTINGENT LIABILITIES

A contingent liability exists to repay grants received should certain conditions not be fulfilled by the Charity. The future use of the Oak Development Grant, which was provided to scale up local house building, is being considered in partnership with Oak and the directors consider that repayment of the grant is a remote possibility.

26. GUARANTORS

The charitable company is a company limited by guarantee and not having a share capital. The liability of guarantors is limited to £10 per member in the event of the company being wound up.