



THE HUMANIMAL TRUST
One Medicine for Humans and Animals

A Charity registered in England and Wales

Charity Number: 1156927

Annual Report and Financial Statements

Period from 1 June 2016 to 31 May 2017

The trustees are pleased to present their annual report together with the financial statements of the charity for the year ended 31st May 2017.

The financial statements comply with the Charities Act 2011, the Constitution of The Humanimal Trust, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102).

TRUSTEES' REPORT

Our Vision is

A world where One Medicine is a well understood and accepted concept and a society that embraces the regular collaboration of veterinary and medical professions to support the sharing of ideas, technology, expertise and research, enabled through appropriate policy and legislation to successfully relieve the suffering of animals and preserve the good health of humans in tandem.

Our Mission is

To be pro-active catalysts that inspire and enable professionals, academics, policy makers, regulators and the general public to embrace One Medicine. We aim to reduce, refine and replace animal testing and to promote reciprocity between professions for the benefit of humans and animals simultaneously. We will study disease of relevance to both at the clinical coalface and apply lessons learned through awareness, collaboration and education.

Our Strategic objectives are

Awareness – We seek to raise awareness of the need for cross- pollination of ideas and innovations across both human and animal medicine and to engage both medical professionals and society on this journey. By generating advocates for this currency of compassion in medicine, we aim to create new possibilities for the treatment and cure of disease in all species, changing attitudes and breaking down historical barriers and complacency.

Collaboration – It is only by working together across human and animal medicine that advance can benefit all. We will drive collaboration of professions to work side by side, remove barriers, share experience, knowledge and ideas.

Education – We aim to inspire the next generation to take the message of One Medicine forward for the benefit of our children and for the animals of the future. Together we will educate and inspire those who can change society that there is a better way, where resource can be more optimally employed.

Research – We are only just beginning to understand the complex interactions between human and animal diseases and the opportunities for treating both through the approach of One Medicine. We aim to fund research in disease of clinical relevance to both humans and animals, provide tangible evidence for the One Medicine approach and thereby lay the foundations for a new era of medicine.



Our year to 31st May 2017

Over the past year The Humanimal Trust has continued to rely on the dedicated work of a small number of people. The support of our selfless volunteers has been invaluable and has enabled us to engage with many members of the public at a range of events throughout the year. Financial support from individual donors has grown and an increasing number of supporters are engaging in community based fundraising activities for the benefit of The Humanimal Trust. We are immensely grateful to all our supporters for their generosity, both with time and with money. Thank you.

After having served for more than two years as the founding Chair of the Trust, David Hart retired from his post in September 2016. We are deeply grateful for his guidance, energy and commitment to the Trust during his time with us. During the Summer of 2016 Dr Ben Marshall and Professor Roberto La Ragione joined the board of trustees, bringing a wealth of knowledge in human medicine and veterinary science. The Trust engaged an Operations Manager in June 2016 who looked after the day-to-day management of activities until the end of April 2017.

In October 2016 the Trust commenced the funding of two PhD programmes, researching novel potential solutions in the areas of infection and in oncology. Over time and as finance allows we aim to fund further programmes in the other three focused areas of our work. In May 2017 a review of short research projects commenced with a view to selecting one to support in the new year.

Commitment to establishing The Humanimal Hub was reconfirmed following receipt of a generous donation from a large private foundation in the US in March 2017. Once established, the Hub aims to be the go-to destination for medical and veterinary professionals, academics and advocates of One Medicine, where we will publish journals and clinical resources, share advice and provide a platform for the discussion of ideas that can benefit human and animal health within the context of the principles of One Medicine. Preparatory work on this has continued since the year-end.

We have listened to the feedback from our supporters and are taking steps forward in our approach to how the Trust is organised and communicates. A strategic review commenced in May 2017 with a view to expand and bolster the Trust's long term capability to deliver on its objectives. Notable progress has been made since the year end, particularly in relation to how we translate the One Medicine message and how we engage with the public. We look forward to reporting on this in detail when we publish our 2017-18 Annual Report in a few months' time.

Mike Uglow MBBS, FRCS (Tr&Orth)

Chair of the Trustees



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FINANCIAL REVIEW

Income for the year ended 31st May 2017 amounted to £207,292 (£53,008 in 2015/16).

The charity had a net surplus of unrestricted income over expenditure for the year of £86,869 (£11,024 in 2015/16) resulting in total funds of £124,436 carried forward as at 31st May 2017.

The balance of £26,844 brought forward from the start up fund received as restricted donation in 2014/15 was utilised during the year towards salary and support costs.

Investment powers and policy

To date, funds have been held on current account at the charity's bank, have not been actively invested and no investment income has been earned. The trustees will monitor the cash balances of the charity and will make decisions as to the appropriateness of this policy going forward.

Reserves Policy and Going Concern

Reserves are needed to bridge the gaps between the spending and the receipt of income, and to cover unforeseen circumstances. The charity will normally seek to hold sufficient unrestricted reserves to cover six months of operations, which will enable its work to continue uninterrupted.

The charity has sufficient funds to cover six months of outgoings at the present time and as such the trustees present the accounts on a going concern basis.

REFERENCE AND ADMINISTRATIVE DETAILS

Charity number: 1156927

Principal Office: Eashing Barns, Halfway Lane, Eashing, Surrey GU7 2QQ, United Kingdom.

Our advisors: Accountants:

Radford & Sergeant Limited, Building 3, Watchmoor Park, Camberley GU15 3YL.

Bankers:

CAF Bank, Kings Hill Avenue, West Malling, Kent, ME19 4JQ.



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Trustees

The trustees serving during the year and since the year-end were as follows:

| | |
|---|---|
| Mr. David W. Hart (Chair to 14 th Sept 2016) | Appointed for two years to May 2016, subsequently extended Resigned 14 th September 2016 |
| Prof. Noel Fitzpatrick | Appointed indefinitely |
| Miss Dineke Abbing | Appointed for three years to May 2017 Re-appointed for three years to May 2020 |
| Mr. Mike Uglow (Chair from 14 th Sept 2016) | Appointed for three years to November 2018 |
| Dr. Ben Marshall | Appointed for three years to July 2019 |
| Prof. Roberto La Ragione | Appointed for three years to August 2019 |

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Humanimal Trust is a Charitable Incorporated Organisation (CIO) governed by a Constitution dated 6th May 2014, and is registered as a charity with the Charity Commission. Membership of the CIO is restricted to the serving trustees.

Appointment of trustees

As set out in the Constitution there must be a minimum of three trustees. Apart from the first charity trustees, every trustee must be appointed for a term of three years by a resolution passed at a properly convened meeting of the charity trustees. In selecting individuals for appointment as charity trustees, the charity trustees must have regard to the skills, knowledge and experience needed for the effective administration of the CIO.

Trustee induction and training

The charity trustees will make available to each new charity trustee, on or before his or her first appointment:

- (a) a copy of the current version of the Constitution; and
- (b) a copy of the CIO's latest Trustees' Annual Report and financial statements.



New trustees undergo an orientation meeting to brief them on: their legal obligations under charity and company law, the Charity Commission guidance on public benefit, and inform them of the content of the Constitution, the committee and decision-making processes, the business plan and recent financial performance of the charity.

Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

Organisation

The board of trustees, which can have up to twelve members, administers the charity and normally meets quarterly at a minimum. The board may from time to time establish sub-committees and three such committees have been active since July 2016: (1) for matters relating to medical and science review, (2) for matters relating to fundraising and marketing, and (3) for matters relating to finance and audit.

The Trust engaged an Operations Manager from mid June 2016 through to the end of April 2017 to manage the day-to-day operations of the Trust. The board of trustees has since reviewed the operational structure of the charity to identify the functions and skills that will best serve the charity in its purpose and activities moving forward. The resulting resourcing strategy is being implemented over time and in accordance with affordability.

Related parties and co-operation with other organisations

None of the trustees receives remuneration or other benefit from their work with the charity. Any connection between a trustee or senior manager of the charity and a university or research institution, sponsor, donor or commercialisation partner must be disclosed to the full board of trustees in the same way as any other contractual relationship with a related party.

Pay policy for senior staff

All trustees give their time freely and no trustee received remuneration. Trustees did receive reimbursement of expenses incurred on behalf of the charity.

Staff remuneration is set and reviewed by the trustees in accordance with resourcing strategy and financial status.

Risk management

The trustees have a risk management strategy which comprises:

- an annual review of the principal risks and uncertainties that the charity faces;
- the establishment of policies, systems and procedures to mitigate those risks identified in the annual review; and
- the implementation of procedures designed to minimise or manage any potential impact on the charity should those risks materialise.

Financial sustainability remains a notable area of risk as is the case for the charity sector at large. Expenditure is stringently controlled and fundraising efforts are a key focus.

Trustees' responsibilities in relation to the financial statements

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charity law requires the charity trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing the financial statements, the trustees are required to:



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- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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 assume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with charity law. They are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

By order of the board of trustees Mike Uglow MBBS, FRCS (Tr&Orth) Chair

28th March 2018



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Independent Examiner's Report to the Trustees of The Humanimal Trust

I report on the financial statements of The Humanimal Trust for the year ended 31 May 2017 on pages 9 to 16.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the Charities Act) and that an independent examination is needed. It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act) and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and, consequently, no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.



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Independent examiner's statement

In connection with my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that in any material respect, the requirements:

- to keep accounting records in accordance with section 130 of the Charities Act; and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act

have not been met; or

2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Kim Swain MA (Oxon) FCA
Radford & Sergeant Limited
Chartered Accountants
Building 3
Watchmoor Park
Camberley
Surrey GU15 3YL

Date: Wednesday 28th March 2018



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STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT) FOR THE PERIOD FROM 1 JUNE 2016 TO 31 MAY 2017

| | Note | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2017 £ | Total Funds 2016 £ |
|---|------|----------------------------|--------------------------|--------------------------|--------------------------|
| Income from: | | | | | |
| Donations and legacies | 3 | 177,732 | | 177,732 | 28,273 |
| Charitable activities | 6 | 17,574 | | 17,574 | 15,731 |
| Other trading activities | 7 | 11,986 | | 11,986 | 9,004 |
| Total Income | | 207,292 | | 207,292 | 53,008 |
| Expenditure on: | | | | | |
| Raising funds | 6 | 40,570 | | 40,570 | 42,104 |
| Charitable activities | 7 | 79,853 | 26,884 | 106,737 | 23,157 |
| Total Expenditure | | 120,423 | 26,884 | 147,307 | 65,261 |
| Net income/(expenditure) and net movement in funds | | 86,869 | (26,884) | 59,985 | (12,253) |
| Reconciliation of funds: | | | | | |
| Total funds brought forward | | 37,567 | 26,884 | 64,451 | 76,704 |
| Total funds carried forward | | 124,436 | 0 | 124,436 | 64,451 |

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derives from continuing activities.



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BALANCE SHEET AS AT 31 MAY 2017

| | Note | Total funds 2017 £ | Total funds 2016 £ |
|--|------|---------------------------------------|---------------------------------------|
| Current assets: | | | |
| Debtors | 9 | 5,579 | 1 |
| Cash at bank and in hand | | 126,966 | 77,986 |
| Total current assets | | 132,545 | 77,987 |
| Liabilities: | | | |
| Creditors: Amounts falling due within one year | 10 | 8,109 | 13,536 |
| Net current assets | | 124,436 | 64,451 |
| Total net assets | | 124,436 | 64,451 |
| The funds of the charity: | | | |
| Restricted income funds | 11 | - | 26,884 |
| Unrestricted funds | 11 | 124,436 | 37,567 |
| Total charity funds | | 124,436 | 64,451 |

NOTES TO THE FINANCIAL STATEMENTS

1 Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) - (Charities SORP (FRS 102) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

The Humanimal Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

b) Preparation of the accounts on a going concern basis

The accounts are prepared on a Going Concern basis.

c) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

For legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

d) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the Trust's work or for specific research projects being undertaken by the Trust.

e) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure is classified under the following activity headings:

- Expenditure on raising funds; includes the cost of goods sold, payment processing fees, plus fundraising specific materials, supplies and travel.
- Expenditure on charitable activity; includes website design and maintenance, fees of independent examiners, delivery of strategic objective activities.

Governance is included in expenditure on charitable activity. The Trust initially identifies the cost of its support functions. It then identifies those costs which relate to the governance function. Having identified its governance costs, the remaining support costs together with the governance costs are apportioned between the charitable activities undertaken in the year. Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

f) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

g) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account. Cash in transit is included.

2 Legal status of the Trust

The Trust is a Charitable Incorporated Organisation and has no share capital.

3 Income from donations and legacies

The Trust benefits greatly from the involvement and enthusiastic support of its volunteers. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not recognised in the accounts.

During the year to 31 May 2017 the Trust gratefully received £73,404 from donations online and at events. In addition a grant of US\$80,000 (£64,328) was received from a large private foundation. Whilst this grant is unrestricted, the Trust will focus its utilisation on the development of The Humanimal Hub and associated activity. The Trust also received a legacy of £40,000 in March 2017.

| | 2017 | 2016 |
|--|----------------|---------------|
| | £ | £ |
| Gifts (including Gift Aid reclaimable) | 137,732 | 28,273 |
| Legacies | 40,000 | - |
| | <u>177,732</u> | <u>28,273</u> |

4 Restricted Income

There was no restricted income in the year ended 31st May 2017 (£nil in 2015/16).

5 Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

The Trust engaged an Operations Manager from mid June 2016 to the end of April 2017. All other activities of the charity were carried out by volunteers, freelance contractors or consultants and there were no other remunerated members of staff.

The charity trustees were not paid nor received any other benefits from employment with the Trust. No charity trustee received payment for professional or other services supplied to the charity.

Support costs are directly allocated to activities where possible. The remuneration of the Operations Manager has been allocated 40% to raising funds and the balance to charitable activities.

6 Charitable activities

The Trust generated income of £17,574 from the sales of merchandise online and at events.

7 Other trading activities

The Trust received donations of £11,985 from sponsored events where volunteers took on challenges to raise awareness and funds in support of the charity.

8 Expenditure

Principal expenditure from unrestricted funds included £40,570 to cover the cost of raising funds and £79,852 towards the cost of delivery of the Trust's charitable objectives. The latter included £44,625 of funding for PhD sponsorship that commenced October 2016. Further salary and support costs were funded by the £26,844 balance brought forward from the restricted donation received in 2014/15.

Independent examiner's fees

| | 2017 | 2016 |
|-------------------------|--------------|--------------|
| | £ | £ |
| Independent examination | 2,400 | 2,400 |
| Accounts preparation | 1,080 | 1,080 |
| | <u>3,480</u> | <u>3,480</u> |

9 Corporation Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.



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10 Debtors

The Debtors balance of £5,579 as at 31 May 2017 largely relates to PhD sponsorship prepaid for the month of June 2017.

| Debtors | 2017 | 2016 |
|----------------|--------------|-------------|
| | £ | £ |
| Sundry debtors | 1 | 1 |
| Prepayments | 5,578 | - |
| | 5,579 | 1 |

11 Creditors

The Creditors balance of £8,109 as at 31 May 2017 was made up of trade creditors and income tax and national insurance due in June 2017, along with accrued cost for services received but not yet billed.

| Creditors | 2017 | 2016 |
|------------------|--------------|---------------|
| | £ | £ |
| Trade creditors | 3,020 | 4,127 |
| Taxes | 198 | 584 |
| Other creditors | 1 | 95 |
| Accrued expenses | 4,890 | 8,730 |
| | 8,109 | 13,536 |

12 Related Parties

There were no related party transactions during the year.

13 Analysis of charitable funds

Analysis of movements in unrestricted funds

| | Balance 1 June 2016 £ | Income £ | Expenditure £ | Balance 31 May 2017 |
|--------------|-----------------------------|----------------|------------------|------------------------|
| General Fund | 37,567 | 207,292 | (120,423) | 124,436 |
| Total | 37,567 | 207,292 | (120,423) | 124,436 |

| Name of unrestricted fund | Description, nature and purposes of the fund |
|---------------------------|--|
| General Fund: | The "free" reserves after allowing for all designated funds. |

Analysis of movements in restricted funds

| | Balance 1 June 2016 £ | Income £ | Expenditure £ | Balance 31 May 2017 |
|--------------|-----------------------------|-------------|------------------|------------------------|
| Set-up Fund | 26,884 | 0 | (26,884) | 0 |
| Total | 26,884 | 0 | (26,884) | 0 |

| Name of restricted fund | Description, nature and purposes fo the fund |
|-------------------------|--|
| Set-up Fund | To cover the costs of establishing the charity's infrastructure, systems and governance. |



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14 Analysis of net assets between funds

Analysis of net assets between funds

| | General Funds | Restricted Funds | Total 2017 | Total 2016 |
|--------------------------|--------------------------|-----------------------------|-----------------------|-----------------------|
| | £ | £ | £ | £ |
| Cash at bank and in hand | 126,966 | - | 126,966 | 77,986 |
| Current Liabilities | (8,109) | | (8,109) | (13,536) |
| Other current assets | 5,579 | - | 5,579 | 1 |
| | <hr/> | <hr/> | <hr/> | <hr/> |
| | 124,436 | - | 124,436 | 64,451 |
| | <hr/> | <hr/> | <hr/> | <hr/> |