

ActionAid International  
Aggregated Financial statements for the  
year ended 31 December 2019

# Financial Accounts

## Introduction and Treasurer's Note

The financial report and accounts for the period ended 31 December 2019 bring together the activities and financial position of all the entities that work under the name ActionAid International. Financial statements encompass ActionAid International (Global Secretariat and Country Programmes managed by ActionAid International), Affiliate and Associate Members, as described in the Financial and Accounting Policies.

ActionAid's International is supported by a Board Committee in relation to these accounts, this is the Finance, Fundraising and External Audit Committee (FFEA). The Committee has responsibility for monitoring and challenging, where necessary, the integrity of our annual report and financial accounts. The Committee also has responsibility for establishing and overseeing the Federation's relationship with the external auditors including the monitoring of its independence and expertise, the terms of reference of its engagement and fees, assessing the effectiveness of the audit process, agreeing the scope of the external auditors annual audit plan and reviewing the output. At ActionAid's Assembly in 2019, EY were re-appointed as external auditor to provide audit services for the 2019 year end.

**Internal control:** The ActionAid International Board, accountable to the ActionAid International Assembly, has overall responsibility for the system of internal control in the Global Secretariat and Country Programmes, and through the internal audit function monitors the control environments of ActionAid International's Members. The system provides reasonable but not absolute assurance that ActionAid International operates efficiently and effectively, safeguards its assets, maintains proper records and complies with relevant laws and regulations. The National Boards (of Members) have the primary function of oversight and monitoring performance at national level. The members of the ActionAid International Board oversee a comprehensive accountability system. This includes annual and rolling three-year plans, approved annually by Members' Boards and on an aggregated basis by members of the ActionAid International Board. The ActionAid International Board compares actual results with plans and forecasts and non-financial performance data on a regular basis.

Other controls include delegation of authority and segregation of duties. The ActionAid International internal audit function regularly reviews internal controls across ActionAid International and submits reports to the Risk and Internal Audit Committee of the International Board. The ActionAid International Board has accepted responsibility for the preparation of these aggregated non-statutory financial statements for the year ended 31 December 2019, which are intended to give a true and fair view of the state-of-affairs of ActionAid International at that date and of its surplus (after exchange rate losses) for the period then ended.

In preparing these aggregated non-statutory financial statements, members of the Board have:

- Made judgements and estimates that are reasonable and prudent.
- Stated whether appropriate accounting standards have been followed subject to any material departures being disclosed and explained in the financial statements.
- Prepared the financial statements on the going concern basis as they believe that ActionAid International will continue to operate for the foreseeable future.

Members of the Board are responsible for ensuring that adequate accounting records are kept for ActionAid International and for monitoring the standard of record keeping of Members and Country Programmes, so that they can disclose, with reasonable accuracy, the financial position of ActionAid International and to enable them to ensure that the financial statements comply with IFRSs and ActionAid International's accounting policies. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of ActionAid International and to prevent and detect fraud and other irregularities. They are responsible for the maintenance and integrity of the financial and other information included on the organisation's website.

## **Strategy 2028**

Our finance and funding strategy is an integral part of Strategy 2028 and is therefore led by our identity, theory of change and programme framework. Our approach to resourcing responds to ActionAid's current critical financial position of declining net unrestricted income and draws on key lessons learnt from the previous Global Strategy ended in 2019.

The following key issues will become strategic priorities for the 2028 finance and funding strategy;  
A clearer identity and programme framework for stronger positioning for fundraisers; a growth strategy that is focused on maximising return on investment; a meaningful culture of adaptation and innovation particularly in the use of technology and the Global Financial System; and an overhaul of our resource allocation framework.

Growth is not expected to be linear. We will invest and expect growth in new and emerging markets to be accelerated in the second half of the strategy period. We will strive to maintain existing support from established markets throughout.

We are committed to maintaining the same balance of voluntary fundraising and institutional funding, and within voluntary fundraising we will strive to grow regular giving income faster, recognising the need for more unrestricted income to deliver Strategy 2028.

Our strategy and actions must also be responsive to the external environment. We can't predict the level of disruption and impact on our ability to raise funds and implement programmes over the next ten years but we know that politically and economically changes are happening faster than ever, and this has never been more apparent than during the current global pandemic. ActionAid's Board and management will continue to strengthen the mechanisms that allow ActionAid's diverse network to withstand the challenges that the current and future crises may bring.

The COVID19 pandemic will likely impact the way that the ActionAid Federation will be able to work in many ways. Currently members of the Federation are making their own assessments and reviews about how the pandemic will affect their financial sustainability and ways of working for the now and for the future. In the short term, the Secretariat is assisting in increasing the flexibility of existing funds so that each Federation member is able to respond to it's own country's situation appropriately



**Priscilla Sichone Mpundu**

**Treasurer of Action Aid International**



EY  
102 Rivonia Road  
Sandton  
Private Bag X14  
Sandton  
2146

Ernst & Young Incorporated  
Co. Reg. No. 2005/002308/21  
Tel: +27 (0) 11 772 3000  
Fax: +27 (0) 11 772 4000  
Docex 123 Randburg  
ey.com

## Independent Auditor's Report

To the Members of ActionAid International (the Federation)

### Report on the Audit of the Aggregated Non-Statutory Financial Statements

#### *Opinion*

We have audited the aggregation performed by management to compile the aggregated non-statutory financial statements of ActionAid International ('the Federation') set out on pages 6 to 29, which comprise the aggregated statement of financial position as at 31 December 2019, and the aggregated statement of profit or loss and other comprehensive income, the aggregated statement of changes in funds and the aggregated statement of cash flows for the year then ended, and notes to the aggregated financial statements including a summary of significant accounting policies.

In our opinion, the aggregation performed by management to compile the aggregated non-statutory financial statements present fairly, in all material respects, the financial position of ActionAid International as at 31 December 2019, and its financial performance and cash flows for the year then ended in accordance with the basis of aggregation and preparation described in note 1 to the aggregated financial statements.

We have not audited the individual financial reporting packages of any of the aggregated affiliates/associates, country programmes and the International Secretariat and therefore we do not express an opinion on the individual financial reporting packages, but rather on the aggregation of these financial reporting packages. Our opinion therefore does not extend to the underlying amounts used in the aggregation or the aggregated amounts themselves and only extends to the method of aggregation applied.

#### *Basis for Opinion*

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of the aggregation performed by management to compile the aggregated non-statutory financial statements section of our report. We are independent of in accordance with the sections 290 and 291 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised January 2018), parts 1 and 3 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised November 2018) (together the IRBA Codes) and other independence requirements applicable to performing audits of financial statements of the federation and in South Africa. We have fulfilled our other ethical responsibilities, as applicable, in accordance with the IRBA Codes and in accordance with other ethical requirements applicable to performing audits of the federation and in South Africa. The IRBA Codes are consistent with the corresponding sections of the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) respectively. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### *Emphasis of Matter - Basis of Aggregation and Preparation and Restriction on Distribution and Use*

We draw attention to Note 1 to the aggregated non-statutory financial statements, which describe the basis of aggregation and preparation. The aggregated non-statutory financial statements are prepared for the Federation's Members, as a body, solely for the purpose to publish aggregated non-statutory financial statements in accordance with the terms of our engagement. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

### *Other Information*

The members of the board are responsible for the other information. The other information comprises the information included in 29-page document titled "ActionAid International Aggregated Financial statements for the year ended 31 December 2019" which includes the treasury's report. The other information does not include the aggregated non-statutory financial statements and our auditor's report thereon

Our opinion on the aggregation of the aggregated non-statutory financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the aggregation of the aggregated non-statutory financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the aggregated non-statutory financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### *Responsibilities of the Member of the Board for the Aggregated Non-Statutory Financial Statements*

The members of the Board of ActionAid International are responsible for the preparation of the aggregated non-statutory financial statements in accordance with the basis of aggregation and preparation described in note 1 to the aggregated non-statutory financial statements, for determining that the basis of preparation and method of aggregation is acceptable in the circumstances and for such internal control as the members of the board determines is necessary to enable the preparation of aggregated non-statutory financial statements that are free from material misstatement, whether due to fraud or error.

The members of the board are responsible for overseeing the Federation's financial reporting process.

In preparing the aggregated non-statutory financial statements, the members of the board are responsible for assessing the Federation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the members of the board either intend to liquidate the Federation or to cease operations, or have no realistic alternative but to do so.

### *Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the aggregation of the aggregated non-statutory financial statements as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Federation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the members of the board.
- Conclude on the appropriateness of the members of the boards' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Federation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Federation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the members of the board regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*Ernst & Young Inc.*

**Ernst & Young Inc.**  
Director – Kavinesh Manicum  
Registered Auditor  
Chartered Accountant (SA)

Date: 17 July 2020

## AGGREGATED STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER 2019

	<i>Note</i>	Restricted €'000	Unrestricted €'000	Total 2019 €'000	Total 2018 €'000
<b>INCOME</b>					
Individual giving	2a	39,036	62,029	101,065	103,796
Philanthropy & Partnerships	2b	17,387	1,733	19,120	20,442
Institutional	2c	87,229	2,953	90,182	75,566
		<b>143,652</b>	<b>66,715</b>	<b>210,367</b>	199,804
Other income	2d	9,556	5,227	14,783	10,662
Total income		<b>153,208</b>	<b>71,942</b>	<b>225,150</b>	210,466
<b>EXPENDITURE</b>					
Fundraising	3	7,546	35,571	43,117	39,108
Programme	4	149,691	31,794	181,485	167,940
Governance	5	1,460	2,693	4,153	4,222
Total Expenditure		<b>158,697</b>	<b>70,058</b>	<b>228,755</b>	211,270
<b>Net surplus/ (deficit)</b>		<b>(5,489)</b>	<b>1,884</b>	<b>(3,605)</b>	(804)
<b>Other comprehensive income</b>					
Unrealised exchange losses and other movements	15	1,341	2,433	3,774	3,614
<b>Total comprehensive income/(expense)</b>		<b>(4,148)</b>	<b>4,317</b>	<b>169</b>	2,810

Notes 1 to 18 form part of these accounts. There are no recognised gains and losses other than those shown above. All incoming resources and resources expended derive from continuing activities.

## AGGREGATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2019

	Note	2019 €'000	2018 €'000
<b>Assets</b>			
<b>Non-current Assets</b>			
Property, plant and equipment	9	11,219	9,933
Investments	11	7,770	7,286
<b>Total Non-current Assets</b>		<b>18,989</b>	17,219
<b>Current Assets</b>			
Receivables	12	35,836	19,095
<i>Cash and cash equivalents</i>			
Short term bank deposits		999	938
Cash at bank		94,910	87,177
<b>Total Current Assets</b>		<b>131,745</b>	107,210
<b>Current Liabilities</b>			
Payables	13	(64,869)	(39,370)
Current portion of loan payable		(290)	(187)
<b>Total Current liabilities</b>		<b>(65,159)</b>	(39,557)
<b>Net current assets</b>		<b>66,586</b>	67,653
<b>Non-Current Liabilities</b>			
Non-current portion of Loan payable	13	(6,117)	(5,956)
<b>Total Net Assets</b>		<b>79,458</b>	78,916
<b>Funds</b>			
14,15			
<b>Restricted funds</b>			
Liquid funds and treasury reserves		35,395	39,989
Property, plant and equipment reserve		2,878	2,432
		<b>38,273</b>	42,421
<b>Unrestricted funds</b>			
Liquid funds and treasury reserves		32,844	28,994
Property, plant and equipment reserve		8,341	7,501
		<b>41,185</b>	36,495
<b>Total Funds</b>		<b>79,458</b>	78,916



## AGGREGATED STATEMENT OF CHANGES IN FUNDS FOR THE YEAR ENDED 31 DECEMBER 2019

<b>2019</b>	<b>Funds</b>	<b>Foreign Currency Translation Reserve</b>	<b>Total</b>
	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>
Total funds brought forward at 1 January	82,836	(3,920)	78,916
Net deficit	(3,605)	-	(3,605)
Funds from new members	373	-	373
<b>Total Funds as at 31 December</b>	<b>79,604</b>	<b>(3,920)</b>	<b>75,684</b>
Other Comprehensive Income	-	3,774	3,774
<b>Total Funds as at 31 December</b>	<b>79,604</b>	<b>(146)</b>	<b>79,458</b>

  

<b>2018</b>	<b>Funds</b>	<b>Foreign Currency Translation Reserve</b>	<b>Total</b>
	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>
Total funds brought forward at 1 January	83,640	(7,534)	76,106
Net deficit	(804)	-	(804)
Other Comprehensive Income	-	3,614	3,614
<b>Total Funds as at 31 December</b>	<b>82,836</b>	<b>(3,920)</b>	<b>78,916</b>

## AGGREGATED CASHFLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2019

	2019 €'000	2018 €'000
<b>Cash flow from operating activities</b>		
Net deficit	(3,605)	(804)
Depreciation net of exchange differences	1,249	990
Investment income	(267)	(179)
Increase in receivables	(16,742)	(1,326)
Increase in payables	25,499	583
<b>Net cash outflow from operating activities</b>	<b>6,134</b>	<b>(736)</b>
<b>Cashflow from investing activities</b>		
Investment income	267	179
Purchase of property, plant and equipment	(1,847)	(2,022)
Purchase of investments	(2,178)	(5,826)
Proceeds from the sale of investments	2,001	5,911
<b>Net cash (outflow)/ inflow from investing activities</b>	<b>(1,757)</b>	<b>(1,758)</b>
Impact of exchange rates on cash and cash equivalents	3,417	4,881
<b>Net increase in cash and cash equivalents</b>	<b>7,794</b>	<b>2,387</b>
<b>2019</b>	<b>Cash €'000</b>	<b>Cash €'000</b>
Cash and cash equivalents at 1 January	88,115	85,728
Net increase in cash and cash equivalents	7,794	2,387
<b>Cash and cash equivalents at 31 December</b>	<b>95,909</b>	<b>88,115</b>

# NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

## 1. Accounting Policies

### **Basis of preparation:**

The financial statements have been prepared from financial information supplied to ActionAid International by each constituent entity in a common agreed format (Financial Reporting Package). For a breakdown of these entities, please refer to note 15 of the financial statements. Balances due at the year-end date and transactions arising during the year between the constituent entities are eliminated as part of the aggregation process.

The underlying information have been prepared using an entity specific accounting framework derived from International Financial Reporting Standards as adopted by the European Union as the Board members have decided that these standards are the most appropriate to ActionAid International's stakeholders. The financial statements have been prepared voluntarily, under the historical cost accounting rules modified for the revaluation of investments, to give a better picture of the international Federation. Certain additional disclosures, including the analysis of income, expenditure and closing reserves by fund category, and the separation of liquid reserves and funds invested in property, plant and equipment, have been made in line with internationally accepted accounting practices for not-for-profit organizations. The accounting policies adopted are consistent with those of the previous financial year. At the date of issue of these financial statements the following standards and interpretations, which have not been applied in these financial statements, were in issue but not yet effective. Time is given to implement new IFRS and we are currently taking all necessary steps to implement the following standards in good time. The Board members anticipate that the adoption of these standards and interpretations in future periods will have no material impact on the financial statements of ActionAid International.

### ***Effective in future periods***

Definition of material-Amendments to IAS1 and IAS 8	1 Jan 2020
Changes in Accounting Estimates and Errors	1 Jan 2020
IFRS 3 Business Combinations (Amendment – Definition of Business)	1 Jan 2020

### **Basis of aggregation**

On aggregation, income and expenditure denominated in currencies other than Euros are translated into Euros at an average rate for the year; assets and liabilities are translated using the rate of exchange ruling at the statement of financial position date. Gains and losses on translation from functional to presentational currency are not recognised in arriving at the surplus or deficit for the year; instead they are taken directly to reserves and tracked as a separate component within other comprehensive income.

### **Fund accounting**

All funds raised by ActionAid International are used in the furtherance of its objects, including the net profits from trading activities. Restricted funds are a significant proportion of the funds and are raised on the basis of an agreement or understanding with the donors that their use will be restricted to certain specified projects, activities or areas of operation. These restricted funds are accounted for separately.

The remainder of the funds raised, including any element of a restricted donation agreed by the donor to be available for use on administrative or other matters, is unrestricted and may be used for any of ActionAid International's general purposes. Designated funds comprise unrestricted funds that have been set aside by the Board members for specific future periods. ActionAid International also identifies separately those funds invested in property, plant and equipment, representing the book value of the property, plant and equipment that have been purchased for use by ActionAid International out of restricted and unrestricted funds. Presentation of these funds separately enables ActionAid International to better assess the liquid resources available to support future expenditure.

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

### Committed giving

ActionAid International's income consists principally of donations from supporters of a fixed amount usually paid monthly. The majority of supporters are linked directly to a particular country programme, or specifically to a child in that country. Supporters receive periodic communication detailing how their donations have been used in accordance with their wishes. Affiliate and Associate Members of ActionAid International aim to make their income more flexible by encouraging supporters to transfer from child sponsorship to less restricted forms of giving over time.

The accounting for child sponsorship and other committed giving income is in each case in accordance with the information provided to supporters. The majority of the income is allocated according to the primary focus or purpose of the donation. A percentage, usually 20%, is treated as unrestricted funds, as is tax recovered from local revenue authorities. There are also arrangements for a small proportion of these donations to be used for broader charitable work and to support the generation of income within the country programmes.

### Accounting for income

Income is shown gross, before any deduction of associated costs.

Income is accounted for when receivable. It is deemed to be receivable either when actually received, when there is a contract for its receipt and the relevant entity considers that any outstanding conditions under the contract have been met, or when the entity has become entitled to a future payment and its amount can be ascertained with reasonable certainty. Funds received in one accounting period that are specifically restricted to work to be carried out in subsequent accounting periods are not accounted for as income but are treated as deferred income.

Donations in kind are credited to income at an estimate of the gross value of the gift, which will usually be a market price valuation.

Interest earned from the temporary investment of funds restricted to emergency work is credited to emergency funds. Interest and investment income earned on committed giving monies held in reserve are credited to unrestricted funds in accordance with the information provided to supporters. Interest earned on other restricted fund balances is also credited to unrestricted funds to recognise the fact that in many cases the costs of a project are incurred before the relevant restricted income is received.

### Expenditure

Expenditure is accounted for on an accruals basis and all costs include irrecoverable taxes.

**Fundraising:** The costs of generating funds represent expenditure incurred on raising funds from committed giving supporters, other members of the public, companies, trusts, official bodies and other donors. They include the costs of maintaining child sponsorship and other supporter links and of reporting to supporters and other donors on the projects to which they contribute. They also include investment management costs.

**Programme activities:** The long-term development and emergency relief and rehabilitation work in country programmes, and the policy influencing and campaigning work carried out there and internationally are managed either by ActionAid International staff in the country concerned or in collaboration with independent organisations, usually locally registered, which are partly or wholly funded by ActionAid International. Grants made to such other organisations are separately identified in the notes.

**Governance:** The costs included in this category include the costs of board meetings and other governance processes for each entity, and the costs of legal, internal and external audit.

Fundraising, programme and governance costs are recognised in the statement of comprehensive income inclusive of their share of support costs. Support costs represent expenditure incurred on management and

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

the provision of the facilities and services that enable the fundraising and programme activities and governance processes to be carried out efficiently and effectively.

The allocation method of support cost to fundraising, programme and governance is stated in Note 6.

### Property, plant and equipment and depreciation

Property, plant and equipment costing more than the equivalent of £5,000, are capitalised at cost. Depreciation is calculated on a straight line basis and taken to the statement of comprehensive income over the life of the asset. Depreciation is calculated for the following categories of property, plant and equipment as follows:

	In Europe/US	Outside Europe/US
Freehold buildings	25 years	10 years
Office equipment – computers	3 years	3 years
Office equipment – other	5 years	3 years

Depreciation on motor vehicles held in Europe is calculated at 25% on the reducing balance method. Depreciation on motor vehicles held elsewhere is calculated at 33.3% on the straight line method. No depreciation is charged on freehold land.

Within ActionAid International's restricted and unrestricted funds, separate reserves are identified which represent the net book value of its property, plant and equipment. This enables ActionAid International to better assess the liquid resources available to support future expenditure.

### Investments

Investments are classified according to the purpose for which they were acquired. ActionAid International designated its investments as "fair value through profit and loss" on IFRS adoption and will continue to do so. Under this method of accounting, investments are recorded at fair value in the statement of financial position and all changes in value are recognised in the profit and loss statement. This designation has been made in accordance with paragraph 9 (b) (ii) of IAS 39 on the basis that the investments are held with a view to generating a total return over an extended period and that management measures this total return based upon total changes in fair value, in line with ActionAid International's established investment policies. As proceeds from disposals are generally reinvested, the distinction between changes in value crystallised by sale and those arising through adjustment to fair value is not considered meaningful. As all equities and bonds are main index stocks and traded on active, regulated exchanges, fair values are determined directly by reference to published current bid prices.

### Cash and cash equivalents

Cash and cash equivalents as stated in the statement of cash flows include ActionAid International's cash balances and short-term deposits. Short term bank deposits are funds not instantly accessible at the reporting date, where the deposits mature within three months of the reporting date

### Pensions

ActionAid International operates a variety of pension and other post-employment benefits, and other post-employment benefit schemes, the costs of which are charged in the statement of comprehensive income as they accrue. None of these schemes is a defined benefit scheme.

### Foreign currencies

Items included in the accounting records of the entities comprising ActionAid International are measured using 'the functional currency', which is the currency of the primary economic environment in which each aggregated entity operates. The aggregated financial statements of ActionAid International are presented in Euros. This is 'the presentational currency' as it benefits the majority of stakeholders. Foreign currency transactions are translated into the functional currency using the rate of exchange ruling at the date of the

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at yearend exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income.

On aggregation, income and expenditure denominated in currencies other than Euros are translated into Euros at an average rate for the year; assets and liabilities are translated using the rate of exchange ruling at the balance sheet date. Gains and losses on translation from functional to presentational currency are not recognised in arriving at the surplus or deficit for the year; instead they are taken directly to reserves and tracked as a separate component within other comprehensive income.

On aggregation, impact of exchange rates on cash and cash equivalents is calculated as a difference between movement in cash and cash equivalents and the net cashflow impact of investing and operating activities.

### **Critical accounting estimates and judgements**

Preparation of financial statements inherently involves a degree of estimation and the exercise of judgement. Estimates and judgements made are based upon past experience, expectations of future events and are believed reasonable under the circumstances. The nature of ActionAid International's activities is such that there are no significant matters of estimation or judgement which are thought likely to give rise to actual results materially different from those included in the financial statements.

### **Introduction of new Members into the aggregated financial statements**

As described in the basis of aggregation, because of the specific nature of the relationship between Members, the Board members have adopted this policy that best reflects the substance of the evolution of ActionAid International.

### **Contingent liabilities**

ActionAid International receives funding from Members for various activities which are subject to donor audits. Although such audits may result in disallowance of certain expenditures, which would be absorbed by ActionAid International, in management's opinion, the ultimate outcome of such audits would not have a significant effect on the financial position, changes in net assets, or cash flows of ActionAid International.

### **Completeness of submissions from Members into the aggregated financial statements**

As described in the basis of aggregation, the financial statements have been prepared from financial information supplied to ActionAid International by each Member in a common agreed format. Given the nature of some of the countries in which ActionAid International operates, final audited financial information may not be available in time for the aggregation timetable, in which case the latest best available information is included.

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

<b>2a. Individual Giving</b>	<b>Restricted</b>	<b>Unrestricted</b>	<b>Total 2019</b>	<b>2018</b>
	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>
AAI Secretariat (Ayuda)	1,957	-	<b>1,957</b>	2,730
Allianza	-	355	<b>355</b>	-
Australia	102	1,524	<b>1,626</b>	1,876
Brazil	1,417	1,663	<b>3,080</b>	3,240
Denmark	30	2,200	<b>2,230</b>	2,053
France	26	489	<b>515</b>	529
Greece	3,863	2,464	<b>6,327</b>	6,326
India	550	-	<b>550</b>	458
Indonesia	-	873	<b>873</b>	734
Ireland	876	1,040	<b>1,916</b>	1,665
Italy	17,068	22,097	<b>39,165</b>	40,280
Nigeria	15	6	<b>21</b>	26
South Africa	121	120	<b>241</b>	264
Sweden	573	2,552	<b>3,125</b>	3,214
Thailand	-	536	<b>536</b>	516
Netherlands	5	927	<b>932</b>	840
Vietnam	6	-	<b>6</b>	12
UK	12,383	25,101	<b>37,484</b>	38,916
USA	44	82	<b>126</b>	117
<b>Sub-total</b>	<b>39,036</b>	<b>62,029</b>	<b>101,065</b>	<b>103,796</b>

<b>2b. Philanthropy &amp; Partnerships</b>	<b>Restricted</b>	<b>Unrestricted</b>	<b>Total 2019</b>	<b>2018</b>
	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>	<b>€'000</b>
Major Donors	6,968	1,013	<b>7,981</b>	6,542
Corporate Partnerships	953	147	<b>1,100</b>	2,996
Trusts and Foundations	6,782	332	<b>7,114</b>	8,259
Other Philanthropy & Partnerships	2,684	241	<b>2,925</b>	2,645
<b>Total Philanthropy &amp; Partnerships</b>	<b>17,387</b>	<b>1,733</b>	<b>19,120</b>	<b>20,442</b>

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

<b>2c. Institutional income</b>	<b>Restricted €'000</b>	<b>Unrestricted €'000</b>	<b>Total 2019 €'000</b>	<b>Total 2018 €'000</b>
European Union	12,248	184	<b>12,432</b>	11,499
Global Fund	9,994	-	<b>9,994</b>	7,288
Government of Australia	1,281	-	<b>1,281</b>	2,165
Government of Denmark	18,732	1,268	<b>20,000</b>	18,690
Government of Ireland	731	47	<b>778</b>	942
Government of Italy	1,906	-	<b>1,906</b>	2,262
Government of Norway	1,849	-	<b>1,849</b>	1,972
Government of Sweden	4,307	-	<b>4,307</b>	2,142
Government of The Netherlands	4,746	554	<b>5,300</b>	5,442
Government of United Kingdom	7,837	-	<b>7,837</b>	6,498
United Nations - World Food Programme	4,674	212	<b>4,886</b>	2,804
All other governments	1,015	-	<b>1,015</b>	2,015
All other United Nations agencies	5,468	74	<b>5,542</b>	6,413
Other contributions from official bodies	10,775	614	<b>11,389</b>	4,623
Start Fund	1,666	-	<b>1,666</b>	775
<b>Total Institutional income</b>	<b>87,229</b>	<b>2,953</b>	<b>90,182</b>	<b>75,566</b>

<b>2d. Other income</b>	<b>Restricted £'000</b>	<b>Unrestricted £'000</b>	<b>2019 £'000</b>	<b>2018 £'000</b>
Charitable Trading	<b>8,482</b>	<b>4,268</b>	<b>12,750</b>	9,115
Bank interest	<b>187</b>	<b>205</b>	<b>392</b>	229
Investment income	-	<b>267</b>	<b>267</b>	179
Gains/(losses) on foreign exchange	<b>(226)</b>	<b>(87)</b>	<b>(313)</b>	228
Other	<b>1,113</b>	<b>574</b>	<b>1,687</b>	911
<b>Total other income</b>	<b>9,556</b>	<b>5,227</b>	<b>14,783</b>	<b>10,662</b>



## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

<b>3. Fundraising costs</b>	<b>Restricted €'000</b>	<b>Unrestricted €'000</b>	<b>Total 2019 €'000</b>	<b>Total 2018 €'000</b>
Individual giving, Philanthropy & Partnerships costs	4,927	24,411	29,338	27,036
Cost of other donations	308	2,394	2,702	2,365
Cost of raising contributions from official bodies	1,028	1,925	2,953	1,117
Cost of raising voluntary and official income	6,263	28,730	34,993	30,518
Costs of fundraising trading	1,283	1,286	2,569	2,571
Investment management costs				
	7,546	30,016	37,562	33,089
Support costs allocated to Fundraising (Note 6)	-	5,555	5,555	6,019
<b>Total Fundraising costs</b>	<b>7,546</b>	<b>35,571</b>	<b>43,117</b>	<b>39,108</b>

<b>4. Programme costs by Country Affiliates &amp; Associates</b>	<b>Grants €'000</b>	<b>Direct programme €'000</b>	<b>Total 2019 €'000</b>	<b>Total 2018 €'000</b>
Allianza	7,061	1,202	8,263	-
Australia	-	1,252	1,252	1,258
Bangladesh	8,137	600	8,737	7,675
Brazil	1,341	667	2,008	1,837
Denmark	-	18,648	18,648	18,099
France	29	323	352	526
Ghana	505	2,629	3,134	3,017
Greece	-	1,922	1,922	1,628
Guatemala	1,187	112	1,299	1,360
India	5,082	815	5,897	4,784
Indonesia	354	1,148	1,502	645
Ireland	-	126	126	197
Italy	1,162	5,277	6,439	6,231
Kenya	1,039	5,654	6,693	7,494
Malawi	7,813	5,228	13,041	11,872
Mozambique	3,005	-	3,005	2,502
Nepal	1,228	668	1,896	3,128
Netherlands	-	919	919	888
Nigeria	2,615	3,779	6,394	5,606
Rwanda	1,408	1,350	2,758	2,330
Sierra Leone	487	2,058	2,545	2,188
Sweden	-	525	525	484
Tanzania	382	1,660	2,042	2,002

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

Thailand	353	141	<b>494</b>	377
The Gambia	507	1,259	<b>1,766</b>	1,494
Uganda	1,468	3,761	<b>5,229</b>	3,315
UK	464	4,089	<b>4,553</b>	3,926
USA	-	902	<b>902</b>	961
Vietnam	989	648	<b>1,637</b>	1,588
Zambia	797	1,411	<b>2,208</b>	1,939
<b>Sub-total</b>	<b>47,413</b>	<b>68,773</b>	<b>116,186</b>	99,351
<b>Country Programmes</b>				
Afghanistan	2,840	1,016	<b>3,856</b>	999
ARI/Jordan	355	1,251	<b>1,606</b>	3,413
Burundi	282	853	<b>1,135</b>	1,214
Cambodia	931	790	<b>1,721</b>	1,818
DRC	231	1,829	<b>2,060</b>	2,905
Ethiopia	209	2,599	<b>2,808</b>	3,049
Haiti & DR	702	536	<b>1,238</b>	971
Lesotho	-	-	-	219
Liberia	354	524	<b>878</b>	1,393
Myanmar	837	1,727	<b>2,564</b>	2,859
Pakistan	-	-	-	1,051
Palestine	983	809	<b>1,792</b>	1,596
Senegal	392	348	<b>740</b>	1,194
Somaliland	487	1,787	<b>2,274</b>	1,690
South Africa	170	893	<b>1,063</b>	1,280
Zimbabwe	960	3,465	<b>4,425</b>	2,934
<b>Sub-total</b>	<b>9,733</b>	<b>18,427</b>	<b>28,160</b>	28,585
<b>Other:</b>				
AAI Secretariat	-	<b>6,552</b>	<b>6,552</b>	7,259
<b>All countries (before Support costs allocation)</b>				
	<b>57,146</b>	<b>93,752</b>	<b>150,898</b>	135,195
	<b>Restricted</b>	<b>Unrestricted</b>	<b>Total 2019</b>	<b>Total 2018</b>
Programme Expenditure	138,943	11,955	<b>150,898</b>	135,195
Support costs allocated to Programme (Note 6)	10,748	19,839	<b>30,587</b>	32,745
<b>Total Programme costs</b>	<b>149,691</b>	<b>31,794</b>	<b>181,485</b>	167,940

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

<b>5. Governance costs</b>	<b>Restricted €'000</b>	<b>Unrestricted €'000</b>	<b>Total 2019 €'000</b>	<b>Total 2018 €'000</b>
Internal audit	348	285	<b>633</b>	710
External audit	292	287	<b>579</b>	899
Legal	96	150	<b>246</b>	488
Costs of governing bodies	724	913	<b>1,637</b>	978
	<b>1,460</b>	<b>1,635</b>	<b>3,095</b>	3,075
Support costs allocated to Governance (Note 6)	-	<b>1,058</b>	<b>1,058</b>	1,147
<b>Total Governance costs</b>	<b>1,460</b>	<b>2,693</b>	<b>4,153</b>	4,222

### 6. Support Costs

Support costs represent expenditure incurred on management and the provision of the facilities and services that enable the fundraising, programme and governance activities to be carried out efficiently. The costs of that work are apportioned to those three expenditure headings on the basis of headcount.

	<b>Restricted €'000</b>	<b>Unrestricted €'000</b>	<b>Total 2019 €'000</b>	<b>Total 2018 €'000</b>
Local management	1,786	1,527	<b>3,313</b>	6,871
Communications	538	1,738	<b>2,276</b>	1,697
Finance	2,669	4,796	<b>7,465</b>	7,159
Human resources	1,224	3,911	<b>5,135</b>	5,320
Impact assessment support	108	579	<b>687</b>	773
Information technology	716	5,441	<b>6,157</b>	5,750
Office administration	2,737	4,903	<b>7,640</b>	8,237
Organisational development	970	3,557	<b>4,527</b>	4,104
<b>Total Support costs</b>	<b>10,748</b>	<b>26,452</b>	<b>37,200</b>	39,911
Allocated to Fundraising	-	5,555	<b>5,555</b>	6,019
Allocated to Programme	10,748	19,839	<b>30,587</b>	32,745
Allocated to Governance	-	1,058	<b>1,058</b>	1,147
<b>Total Support costs</b>	<b>10,748</b>	<b>26,452</b>	<b>37,200</b>	39,911

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

### 7. Employees

	2019	2018
<b>The average number of employees throughout the year was:</b>	<b>Number</b>	<b>Number</b>
Programme	1,478	1,503
Support	844	849
Fundraising	442	431
Governance	68	71
	<b>2,832</b>	<b>2,854</b>
	<b>2019</b>	<b>2018</b>
<b>Total remuneration of employees was:</b>	<b>€'000</b>	<b>€'000</b>
Salaries, wages and other benefits	68,486	58,398
Payroll taxes	2,653	3,872
Pension contributions	3,515	3,360
	<b>74,654</b>	<b>65,630</b>

### The emoluments of the International Directors, the senior executive management team, comprise the following:

	2019	2018
	€'000	€'000
Salaries	623	600
Pension contributions	76	69
Other benefits (housing, school fees, relocation payments)	56	73
Tax paid on behalf of employees	-	-
	<b>755</b>	<b>742</b>

During 2019 the role of Chief Executive was carried out by two people including a month of handover such that the remuneration of €200,280 in 2019 was for 13 months of the role as opposed to 12 months in 2018 when the remuneration was €185,397.

In the course of normal employment arrangements, payments of expenses are made on behalf of Directors which are then reimbursable. At 31 December 2019 amounts outstanding from International Directors amounted to €Nil (2018: €Nil).

### 8. Trustees remuneration

No remuneration or other payments have been made to the Board or Committee Members of ActionAid International for their services as Board or Committee members or for other services provided to the organisation in 2019.

Directly incurred expenses reimbursed in 2019 amounted to €87,122 for travel and accommodation relating to Board and Committee meetings (2018: €52,271).

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

### 9. Property, plant and equipment

2019	Freehold property €'000	Office equipment €'000	Motor vehicles €'000	Total €'000
<b>Cost</b>				
At 1 January 2019	9,193	7,489	6,956	23,638
Additions	258	733	856	1,847
Assets transferred in by new affiliates	951	203	-	1,154
Disposals and other adjustments*	221	(272)	14	(37)
<b>At 31 December 2019</b>	<b>10,623</b>	<b>8,153</b>	<b>7,826</b>	<b>26,602</b>

<b>Accumulated Depreciation</b>				
At 1 January 2019	1,642	6,219	5,844	13,705
Charge for year	311	517	421	1,249
Depreciation transferred in by new affiliates	229	203	-	432
Disposals and other Adjustments*	36	(236)	197	(3)
<b>At 31 December 2019</b>	<b>2,218</b>	<b>6,703</b>	<b>6,462</b>	<b>15,383</b>

<b>Net book value</b>				
<b>At 31 December 2019</b>	<b>8,405</b>	<b>1,450</b>	<b>1,364</b>	<b>11,219</b>

2018	Freehold property €'000	Office equipment €'000	Motor vehicles €'000	2018 €'000
<b>Cost</b>				
At 1 January 2018	9,423	8,063	8,379	25,865
Foreign exchange differences	-	-	-	-
Additions	68	731	1,223	2,022
Disposals	(297)	(1,305)	(2,646)	(4,248)
At 31 December 2018	9,194	7,489	6,956	23,639

<b>Accumulated Depreciation</b>				
At 1 January 2018	1,494	6,870	7,258	15,622
Foreign exchange differences	-	-	-	-
Charge for year	343	501	146	990
Disposals	(195)	(1,151)	(1,560)	(2,906)
At 31 December 2018	1,642	6,220	5,844	13,706

<b>Net book value</b>				
At 31 December 2018	<b>7,552</b>	<b>1,269</b>	<b>1,112</b>	<b>9,933</b>

\*Other adjustments include foreign currency translation effects.

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

10A. Concentration of liquid assets and liabilities by currency	Euro	GBP	US Dollars	Others	DKK	Total
	€'000	€'000	€'000	€'000	€'000	€'000
<b>At December 31, 2019</b>						
Assets						
Cash and cash equivalents	38,877	22,386	8,940	17,779	7,927	95,909
Receivables	18,595	14,233	845	617	1,546	35,836
Investments	114	7,464	-	-	192	7,770
	<b>57,586</b>	<b>44,083</b>	<b>9,785</b>	<b>18,396</b>	<b>9,665</b>	<b>139,515</b>
Liabilities						
Payables and accruals	34,786	20,516	157	2,149	7,551	65,159
Other liabilities	57	242	-	-	5,818	6,117
	<b>34,843</b>	<b>20,758</b>	<b>157</b>	<b>2,149</b>	<b>13,369</b>	<b>71,276</b>
<b>At December 31, 2018</b>						
Assets						
Cash and cash equivalents	29,776	24,926	7,861	16,071	9,481	88,115
Receivables	1,721	12,860	2,107	537	1,870	19,095
Investments	110	7,109	-	-	67	7,286
	<b>31,607</b>	<b>44,895</b>	<b>9,968</b>	<b>16,608</b>	<b>11,418</b>	<b>114,496</b>
Liabilities						
Payables and accruals	8,746	19,068	155	1,969	9,432	39,370
Other liabilities	-	132	-	-	6,011	6,143
	<b>8,746</b>	<b>19,200</b>	<b>155</b>	<b>1,969</b>	<b>15,443</b>	<b>45,513</b>

Currency risk is defined as the risk that movements in foreign exchange rates adversely affect the value of the Company's foreign currency positions. The latter is exposed with respect to foreign currency arising from trading in foreign currency and acceptances. In order to ensure adequacy of its foreign exchange requirements, foreign currency cash flow forecasts are prepared regularly, expenses monitored and actions taken accordingly.

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

### 10B. Financial Assets and Liabilities

**Year ended 31  
Dec 2019**

	Payable less than 3 months €'000	Payable within 3-12 months €'000	1 to 5 years €'000	> 5 years €'000	Total €'000
Loan Payable	20	269	465	5,653	6,407
Trade payables and accruals	-	54,891	4,298	-	59,189
Amounts due to employees	-	4,182	-	-	4,182
Taxation and social security	1,498	-	-	-	1,498
	<b>1,518</b>	<b>59,342</b>	<b>4,763</b>	<b>5,653</b>	<b>71,276</b>

**Year ended 31  
Dec 2018**

	Payable less than 3 months €'000	Payable within 3-12 months €'000	1 to 5 years €'000	> 5 years €'000	Total €'000
Loan Payable	47	140	748	5,208	6,143
Trade payables and accruals	32,190	-	-	-	32,190
Amounts due to employees	5,420	-	-	-	5,420
Taxation and social security	1,760	-	-	-	1,760
	<b>39,417</b>	<b>140</b>	<b>748</b>	<b>5,208</b>	<b>45,513</b>

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

### 11. Investments

	2019 €'000	2018 €'000
<b>a) At market value</b>		
Market value at 1 January	7,286	7,322
Foreign exchange differences	395	(169)
Additions	2,178	5,826
Disposals	(2,001)	(5,911)
Net cash movement	(407)	259
Investment management costs	(23)	(41)
Net investment (loss)/gain	342	-
<b>Market value at 31 December</b>	<b>7,770</b>	<b>7,286</b>
Cash held for investment	-	-
<b>Market value at 31 December</b>	<b>7,770</b>	<b>7,286</b>
<b>b) The market value represented by</b>		
	2019 €'000	2018 €'000
Equities	-	-
Bonds	4,967	4,384
Cash	2,803	2,902
<b>Total</b>	<b>7,770</b>	<b>7,286</b>

12. Receivables	Restricted €'000	Unrestricted €'000	Total 2019 €'000	2018 €'000
Other receivables and prepayments	10,899	22,784	33,683	16,676
Tax recoverable	206	1,188	1,394	1,407
Amounts due from employees	495	264	759	1,012
<b>Total Receivables</b>	<b>11,600</b>	<b>24,236</b>	<b>35,836</b>	<b>19,095</b>

Amounts due from employees represent floats, allowances and loans to employees. These amounts generally do not bear interest and they are generally payable in 30 days.

None of the above receivables are past due and therefore no allowance for doubtful receivables was required.

Amounts due from official bodies refer to amounts due from donors in accordance with the terms specified by the donors in the donor agreements.



## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

### 13. Payables

	Restricted €'000	Unrestricted €'000	Total 2019 €'000	Total 2018 €'000
<b>Amounts falling due within one year:</b>				
Loan Payable*	-	290	290	187
Trade payables and accruals	7,764	35,861	43,625	16,630
Amounts due to employees**	2,900	1,283	4,183	5,420
Taxation and social security	584	914	1,498	1,760
Deferred income	14,628	935	15,563	15,560
<b>Total Payables</b>	<b>25,876</b>	<b>39,283</b>	<b>65,159</b>	<b>39,557</b>
<b>Amounts falling due more than one year*</b>				
Loan Payable*	408	5,709	6,117	5,956

\* Loan payable represents a loan that was acquired for purchase of property. The loan is repayable over five years with interest of 4.25% per annum.

\*\* Amounts due to employees include accruals of gratuities and other long term employee benefits.

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

14. Analysis of fund balances	Restricted		Unrestricted		Total €'000
	Liquid funds and treasury reserves	Property, plant and equipment reserve	Liquid funds and treasury reserves	Property, plant and equipment reserve	
	€'000	€'000	€'000	€'000	
At 1 January 2019	39,989	2,432	28,994	7,501	78,916
Net movement in funds	(4,594)	446	3,850	840	542
<b>At 31 December 2019</b>	<b>35,395</b>	<b>2,878</b>	<b>32,844</b>	<b>8,341</b>	<b>79,458</b>

### Represented by:

Property, plant and equipment	-	2,878	-	8,341	11,219
Investments	7,464	-	306	-	7,770
Current assets (excl Investments)	54,048	-	77,697	-	131,745
Liabilities	(26,117)	-	(45,159)	-	(71,276)
<b>Total</b>	<b>35,395</b>	<b>2,878</b>	<b>32,844</b>	<b>8,341</b>	<b>79,458</b>

	Restricted		Unrestricted		Total €'000
	Liquid funds and treasury reserves	Property, plant and equipment reserve	Liquid funds and treasury reserves	Property, plant and equipment reserve	
	€'000	€'000	€'000	€'000	
At 1 January 2018	43,692	2,449	22,172	7,793	76,106
Net movement in funds	(3,703)	(17)	6,822	(292)	2,810
<b>At 31 December 2018</b>	<b>39,989</b>	<b>2,432</b>	<b>28,994</b>	<b>7,501</b>	<b>78,916</b>

### Represented by:

Property, plant and equipment	-	2,432	-	7,501	9,933
Investments	7,109	-	177	-	7,286
Current assets (excl Investments)	59,449	-	47,761	-	107,210
Liabilities	(26,569)	-	(18,944)	-	(45 513)
<b>Total</b>	<b>39,989</b>	<b>2,432</b>	<b>28,994</b>	<b>7,501</b>	<b>78,916</b>

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

### 15. Movement in Funds and Reserves

2019	At 1 January 2019	Transfers from new members	Income	Expenditure	Internal income/expenditures	Exchange and other movements	At 31 December 2019
	€'000	€'000	€'000	€'000	€'000	€'000	€'000
<b>Affiliates and Associates</b>							
Allianza	-	370	9,265	(9,762)	500		373
Australia	3,310	-	3,237	(2,860)	(1,473)	-	2,214
Bangladesh	164	-	9,450	(9,246)	(152)	10	226
Brazil	823	-	4,840	(4,410)	(678)	39	614
Denmark	2,448	-	34,016	(24,091)	(9,819)	(52)	2,502
France	164	-	729	(737)	(12)	4	148
Ghana	2,037	-	3,791	(3,964)	(56)	130	1,938
Greece	1,384	-	7,390	(3,978)	(2,527)	20	2,289
Guatemala	1,133	-	1,659	(1,668)	(56)	66	1,134
India	2,179	-	8,899	(7,915)	(678)	(16)	2,469
Indonesia	351	-	2,592	(2,168)	146	47	968
Ireland	828	-	2,765	(1,058)	(1,625)	12	922
Italy	6,698	-	43,465	(19,819)	(24,204)		6,140
Kenya	1,925	-	8,153	(8,110)	(125)	(181)	1,662
Malawi	1,673	-	13,474	(14,049)	(130)	779	1,747
Mozambique	965	-	3,489	(3,395)	(54)	71	1,076
Nepal	1,308	-	2,322	(2,288)	(84)	69	1,327
Netherlands	680	-	3,329	(2,177)	(1,309)	(44)	479
Nigeria	1,676	-	6,734	(7,437)	(159)	70	884
Rwanda	610	-	3,091	(3,122)	19	31	629
Sierra Leone	1,869	-	3,372	(3,172)	(70)	106	2,105
Sweden	838	-	3,782	(2,215)	(1,788)	(4)	613
Tanzania	530	-	2,646	(2,664)	(17)	10	505
Thailand	229	-	877	(1,148)	328	294	580
The Gambia	1,586	-	1,819	(2,093)	(50)	88	1,350
Uganda	3,021	-	5,988	(6,274)	(149)	157	2,743
UK	16,844	-	55,824	(22,366)	(34,758)	977	16,521
USA	2,432	-	2,520	(1,700)	(2,145)	169	1,276
Vietnam	726	-	2,519	(1,837)	(5)	66	1,469
Zambia	951	-	2,867	(2,672)	(41)	205	1,310
	<b>59,382</b>	<b>370</b>	<b>254,904</b>	<b>(178,395)</b>	<b>(81,171)</b>	<b>3,123</b>	<b>58,213</b>
<b>Country Programmes</b>							
Afghanistan	1,833	-	3,269	(4,030)	(68)	(513)	491
ARI/Jordan	201	-	2,120	(2,124)	102	249	548
Burundi	739	-	1,193	(1,419)	37	35	585
Cambodia	1,830	-	1,730	(2,016)	(39)	90	1,595
DRC	313	-	2,155	(2,324)	71	18	233
Ethiopia	2,778	-	2,957	(3,306)	(27)	139	2,541
Haiti & DR	735	-	944	(1,635)	11	20	75
Lesotho	(30)	-	-	-	-	56	26
Liberia	420	-	1,381	(1,189)	58	(252)	418
Myanmar	1,504	-	3,329	(3,256)	73	86	1,736
Pakistan	725	-	-	-	-	(80)	645
Palestine	715	-	2,242	(2,339)	(15)	35	638
Senegal	809	-	894	(956)	11	23	781
Somaliland	534	-	2,125	(2,472)	90	24	301
South Africa	476	-	1,432	(1,800)	393	(177)	324
Zimbabwe	973	-	6,551	(4,687)	(2)	119	2,954
	<b>14,555</b>	<b>-</b>	<b>32,322</b>	<b>(33,553)</b>	<b>695</b>	<b>(128)</b>	<b>13,891</b>
AAI Secretariat	2,944	-	12,338	(17,072)	6,119	2,718	7,047
Aggregation Adjustments	2,035	-	(74,414)	265	74,360	(1,939)	307
	<b>4,979</b>	<b>-</b>	<b>(62,076)</b>	<b>(16,807)</b>	<b>80,479</b>	<b>779</b>	<b>7,354</b>
<b>Total</b>	<b>78,916</b>	<b>370</b>	<b>225,150</b>	<b>(228,755)</b>	<b>3</b>	<b>3,774</b>	<b>79,458</b>

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

Country programme funds represent funds raised for or allocated to individual Country programmes and/or projects within those countries. The gains on investment and foreign exchange includes net unrealized foreign gains and losses which occur when our reserves are translated into Euro's.

2018	At 1 January 2018 €'000	Income €'000	Expenditure €'000	Internal income/expenditures €'000	Exchange and other movements €'000	At December 31 2018 €'000
Australia	4,104	4,551	(2,797)	(2,376)	(172)	3,310
Bangladesh	859	7,706	(8,096)	(304)	(1)	164
Brazil	713	5,364	(4,583)	(661)	(10)	823
Denmark	2,488	32,493	(23,547)	(9,029)	43	2,448
France	206	999	(925)	(91)	(25)	164
Ghana	2,187	3,948	(3,763)	(314)	(21)	2,037
Greece	1,447	7,009	(3,647)	(3,407)	(18)	1,384
Guatemala	1,175	1,772	(1,669)	(134)	(11)	1,133
India	947	8,493	(6,657)	(559)	(45)	2,179
Indonesia	45	1,772	(1,435)	-	(31)	351
Ireland	896	2,573	(967)	(1,658)	(16)	828
Italy	7,144	44,835	(19,336)	(25,945)	-	6,698
Kenya	1,800	9,225	(8,820)	(607)	327	1,925
Malawi	2,256	12,176	(12,929)	3	167	1,673
Mozambique	1,011	3,289	(3,152)	(169)	(14)	965
Nepal	1,991	3,108	(3,521)	(257)	(13)	1,308
Netherlands	667	3,359	(1,955)	(1,404)	13	680
Nigeria	1,837	6,509	(6,451)	(203)	(16)	1,676
Rwanda	648	2,700	(2,704)	(24)	(10)	610
Sierra Leone	932	3,349	(2,818)	(86)	492	1,869
Sweden	517	3,928	(2,029)	(1,866)	288	838
Tanzania	458	2,748	(2,501)	169	(344)	530
Thailand	914	757	(1,002)	-	(440)	229
The Gambia	913	2,688	(1,818)	(262)	65	1,586
Uganda	2,484	5,089	(4,212)	(77)	(263)	3,021
UK	13,810	56,091	(19,526)	(33,221)	(310)	16,844
USA	2,594	1,767	(1,710)	(426)	207	2,432
Vietnam	637	2,117	(1,858)	(162)	(8)	726
Zambia	1,142	2,407	(2,333)	(35)	(230)	951
	<b>56,822</b>	<b>242,822</b>	<b>(156,761)</b>	<b>(83,105)</b>	<b>(396)</b>	<b>59,382</b>
<b>Country Programmes</b>						
Afghanistan	1,783	3,998	(3,867)	(74)	(7)	1,833
ARI/Jordan	-	1,326	(1,487)	112	250	201
Burundi	607	1,605	(1,499)	37	(11)	739
Cambodia	2,010	1,971	(2,037)	(93)	(21)	1,830
DRC	287	3,284	(3,222)	(114)	78	313
Ethiopia	2,509	4,120	(3,543)	(275)	(33)	2,778
Haiti & DR	706	1,328	(1,365)	74	(8)	735
Lesotho	(250)	661	(418)	(21)	(2)	(30)
Liberia	1,210	1,201	(1,988)	90	(93)	420
Myanmar	1,633	3,405	(3,431)	(84)	(19)	1,504
Pakistan	1,107	1,308	(1,474)	(208)	(8)	725
Palestine	554	2,284	(2,012)	(102)	(9)	715
Senegal	645	1,413	(1,420)	10	161	809
Somaliland	796	1,692	(1,988)	186	(152)	534
South Africa	651	1,690	(2,018)	289	(136)	476
Zimbabwe	512	3,827	(3,289)	(88)	11	973
	<b>14,760</b>	<b>35,113</b>	<b>(35,058)</b>	<b>(261)</b>	<b>1</b>	<b>14,555</b>

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

AAI Secretariat	4,524	8,692	(19,451)	9,388	(209)	2,944
Aggregation Adjustments	-	(76,161)	-	73,978	4,218	2,035
	<b>4,524</b>	<b>(67,469)</b>	<b>(19,451)</b>	<b>83,366</b>	<b>4,009</b>	<b>4,979</b>
<b>Total</b>	<b>76,106</b>	<b>210,466</b>	<b>(211,270)</b>	<b>-</b>	<b>3,614</b>	<b>78,916</b>

### 16. International Secretariat Costs

The following table reflects the costs of the International Secretariat reflecting Programme , Support, Governance and Fundraising that are included in the Aggregated results.

	<b>Restricted €'000</b>	<b>Unrestricted €'000</b>	<b>Total 2019 €'000</b>	<b>Total 2018 €'000</b>
Programme	<b>4,375</b>	<b>2,460</b>	<b>6,835</b>	10,100
Support	-	<b>8,406</b>	<b>8,406</b>	7,314
Governance	-	<b>630</b>	<b>630</b>	701
Fundraising	-	<b>1,202</b>	<b>1,202</b>	1,338
	<b>4,375</b>	<b>12,698</b>	<b>17,073</b>	19,453

The Key roles of the International Secretariat, as per AAI constitution include, among others:

- . Managing the development and implementation of and compliance with the Federation's mission, strategies and policies
- . Providing support to Members and Country Programs for strengthening core capacity
- . Managing international or multi country programs;
- . Managing international advocacy, research, policy development, public education and campaigning.
- . Managing the finances of the Association under responsibility of the Treasurer
- . Ensuring accountability, learning, planning, performance and impact monitoring, review and assessment system are established and operate in line with mission, values and strategy
- . Providing support to the International Board and Assembly

### 17. Related party transactions

The Board Members are not aware of any related party transactions which require disclosure under IAS 24 other than disclosures related to transactions with Board and Committee Members and senior management, which are set out in notes 7 and 8 to the financial statements.

## NOTES TO THE FINANCIAL STATEMENTS AS AT 31 DECEMBER 2019

### 18. New Federation Members

At the June 2018 General Assembly, Alianza por la Solidaridad (Alianza) from Spain was admitted to the ActionAid Federation. For the first time in 2019, the full financial results of Alianza have been included in these aggregated financial statements. Comparative figures for Alianza for 2018 have not been included in the aggregated figures.

For the year ended 31 December 2018, the following amounts have not been included in the Aggregated Statement of Comprehensive Income and the Statement of Financial Position.

	<b>Restricted</b>	<b>Unrestricted</b>	<b>Total</b>
	<b>€'000</b>	<b>€'000</b>	<b>2018</b>
			<b>€'000</b>
Total income	<b>3,479</b>	<b>592</b>	<b>4,071</b>
Expenditure	<b>3,479</b>	<b>590</b>	<b>4,069</b>
Surplus	-	<b>2</b>	<b>2</b>
Reserves Opening balance	-	366	366
Movement in Reserves	-	2	2
Closing Balance 31 December 2018	-	<b>368</b>	<b>368</b>