

Directors' Report and
Financial Statements for the Year Ended 31 December 2017
for
HealthStrong Community Interest Company

MONDAY



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HealthStrong Community Interest Company (Registered number: 07176084)

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for the Year Ended 31 December 2017**

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HealthStrong Community Interest Company

Company Information

for the Year Ended 31 December 2017

DIRECTORS:

Donald Macrae
Anthony Vick

REGISTERED OFFICE:

Suite 15799
20-22 Wenlock Road
London
N1 7GU

REGISTERED NUMBER:

07176084 (England and Wales)

AUDITOR:

haysmacintyre
10 Queen Street Place
London
EC4R 1AG

BANKERS:

Barclays Bank plc
1 Churchill Place
London
E14 5HP

HealthStrong Community Interest Company (Registered number: 07176084)

Directors' Report **for the Year Ended 31 December 2017**

The directors present their report with the financial statements of the company for the year ended 31 December 2017.

PRINCIPAL ACTIVITY

The principal activity of the company in the period under review was to raise and grant money for improved health equality in the Oxfordshire, Buckinghamshire, and Milton Keynes areas of England.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2017 to the date of this report.

Donald Macrae
Anthony Vick

CHARITABLE DONATIONS

During the period, donations of £469,266 (2016 - £227,234) were made to People's Health Trust to address health inequalities in our community. This amounted to 20.4% of income (2016 - 20.4%).

FUTURE PLANS

The Directors continue to look for ways of increasing the revenue raised for the benefit of our community, including working with the External Lottery Manager to promote new games and with the Lotteries Council to lobby for higher prize limits.

The company will continue to work closely with People's Health Trust to promote health equity within our community.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

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 Standards 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 company and of the surplus or deficit of the 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

Directors' Report
for the Year Ended 31 December 2017

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITOR

In accordance with section 418(2) of the Companies Act 2006, each director in office at the date the Directors' Report is approved confirms that, so far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditor is unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

AUDITOR

haysmacintyre have expressed their willingness to continue in office as auditor and under the provisions of the Companies Act will remain in office for the coming year.

This report has been prepared in accordance with the small companies' exemption provided by section 415A of the Companies Act 2006.

ON BEHALF OF THE BOARD:



Anthony Vick - Director

12 March 2018

**Independent Auditor's Report to the Members of
HealthStrong Community Interest Company**

Opinion

We have audited the financial statements of HealthStrong Community Interest Company (the 'company') for the year ended 31 December 2017 on pages seven to ten. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

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

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2017 and of its profit or loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to small entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Directors' Report, but does not include the financial statements and our Auditor's Report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the 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.

Independent Auditor's Report to the Members of HealthStrong Community Interest Company

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

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 directors' 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 take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Directors' Report.

Responsibilities of directors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

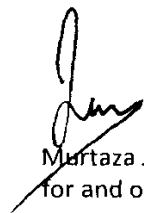
In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company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

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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 (UK) 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditor's Report.

Independent Auditor's Report to the Members of
HealthStrong Community Interest Company



Murtaza Jessa (Senior Statutory Auditor)
for and on behalf of haysmacintyre

10 Queen Street Place
London
EC4R 1AG

12 March 2018

HealthStrong Community Interest Company (Registered number: 07176084)

Income Statement
for the Year Ended 31 December 2017

	Notes	2017 £	2016 £
TURNOVER		2,304,700	1,112,481
Cost of sales		<u>(1,794,168)</u>	<u>(865,202)</u>
GROSS SURPLUS		510,532	247,279
Administrative expenses		<u>(510,532)</u>	<u>(247,279)</u>
OPERATING SURPLUS and SURPLUS BEFORE TAXATION		-	-
Tax on surplus		<u>-</u>	<u>-</u>
SURPLUS FOR THE FINANCIAL YEAR		<u><u>-</u></u>	<u><u>-</u></u>

The notes form part of these financial statements

HealthStrong Community Interest Company (Registered number: 07176084)

Balance Sheet
31 December 2017

	Notes	2017 £	2016 £
CURRENT ASSETS			
Debtors	4	2	282,944
Cash at bank		<u>17,582</u>	<u>1,560</u>
		17,584	284,504
CREDITORS			
Amounts falling due within one year	5	<u>(17,584)</u>	<u>(284,504)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>-</u>	<u>-</u>
RESERVES		<u>-</u>	<u>-</u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements were approved by the Board of Directors on 12 March 2018 and were signed on its behalf by:



Anthony Vick - Director

Notes to the Financial Statements
for the Year Ended 31 December 2017

1. STATUTORY INFORMATION

HealthStrong Community Interest Company is a private company, limited by guarantee, registered in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The presentation currency of the financial statements is the Pound Sterling (£). The company meets the definition of a public benefit entity under FRS 102.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Going concern

The directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis in preparing the annual financial statements.

Turnover

The company's income derives from lotteries conducted periodically in Great Britain. Income is recognised immediately following each draw. Sales of lottery tickets are administered for the company by an external lottery manager, Health Lottery ELM Limited. Tickets are sold to individuals and corporate entities including from time to time Health Lottery ELM Limited and other entities within the same group as the external lottery manager. All tickets are issued with the same terms and conditions of sale.

Debtors and creditors

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the profit and loss account in other administrative expenses.

Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

3. EMPLOYEES AND DIRECTORS

The average number of directors during the year was 2 (2016 - 2).

4. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Other debtors	<u>2</u>	<u>282,944</u>

HealthStrong Community Interest Company (Registered number: 07176084)

Notes to the Financial Statements - continued
for the Year Ended 31 December 2017

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Trade creditors	15,952	282,944
Accruals	<u>1,632</u>	<u>1,560</u>
	<u>17,584</u>	<u>284,504</u>

6. RELATED PARTY TRANSACTIONS

None of the directors received any fees or emoluments from the Company during the period.

HealthStrong CIC and HealthCIC Services Limited are under common control by virtue of the Directors in office during the period.

Certain administrative costs associated with the year and Directors' fees were borne by HealthCIC Services Limited and a total of £36,360 (2016 - £15,240) was recharged to HealthStrong CIC in the year. There were no debtor or creditor balances between these companies at the end of 2017 (2016 - £nil).

CIC 34

Community Interest Company Report

For official use

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*Please
complete in
typescript, or
in bold black
capitals.*

Company Name in full

HealthStrong CIC

Company Number

07176084

Year Ending

31 December 2017

This template illustrates what the Regulator of Community Interest Companies considers to be best practice for completing a simplified community interest company report. All such reports must be delivered in accordance with section 34 of the Companies (Audit, Investigations and Community Enterprise) Act 2004 and contain the information required by Part 7 of the Community Interest Company Regulations 2005. For further guidance see chapter 8 of the Regulator's guidance notes and the alternate example provided for a more complex company with more detailed notes.

PART 1 - GENERAL DESCRIPTION OF THE COMPANY'S ACTIVITIES AND IMPACT

In the space provided below, please insert a general account of the company's activities in the financial year to which the report relates, including a fair and accurate description of how they have benefited the community, or section of the community, which the company is intended to serve.

A social audit report covering these points is attached.

(If applicable, please just state "A social audit report covering these points is attached").

(Please continue on separate continuation sheet if necessary.)

PART 2 – CONSULTATION WITH STAKEHOLDERS – Please indicate who the company's stakeholders are; how the stakeholders have been consulted and what action, if any, has the company taken in response to feedback from its consultations? If there has been no consultation, this should be made clear.

A social audit report covering these points is attached.

(If applicable, please just state "A social audit report covering these points is attached").

PART 3 – DIRECTORS' REMUNERATION – if you have provided full details in your accounts you need not reproduce it here. Please clearly identify the information within the accounts and confirm that, "There were no other transactions or arrangements in connection with the remuneration of directors, or compensation for director's loss of office, which require to be disclosed" (See example with full notes). If no remuneration was received you must state that "no remuneration was received" below.

No remuneration has been paid by the Company to its Directors. During the year, directors' remuneration was paid by HealthCIC Services Limited.

PART 4 – TRANSFERS OF ASSETS OTHER THAN FOR FULL CONSIDERATION – Please insert full details of any transfers of assets other than for full consideration e.g. Donations to outside bodies. If this does not apply you must state that "no transfer of assets other than for full consideration has been made" below.

No transfers of assets other than for full consideration has been made other than the donations referred to in the attached social audit report which are to an asset-locked body specified in the Company's Articles of Association.

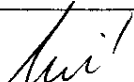
(Please continue on separate continuation sheet if necessary.)

(N.B. Please enclose a cheque for £15 payable to Companies House)

PART 5 – SIGNATORY

The original report must be signed by a director or secretary of the company

Signed



Date 29.03.2018

Office held (tick as appropriate) ☒ Director ☐ Secretary

You do not have to give any contact information in the box opposite but if you do, it will help the Registrar of Companies to contact you if there is a query on the form. The contact information that you give will be visible to searchers of the public record.

Telephone	
DX Number	DX Exchange

When you have completed and signed the form, please send it to the Registrar of Companies at:

For companies registered in England and Wales: Companies House, Crown Way, Cardiff, CF14 3UZ
DX 33050 Cardiff

For companies registered in Scotland: Companies House, 4th Floor, Edinburgh Quay 2, 139
Fountainbridge, Edinburgh, EH3 9FF DX 235 Edinburgh or LP – 4 Edinburgh 2

For companies registered in Northern Ireland: Companies House, 2nd Floor, The Linenhall, 32-38
Linenhall Street, Belfast, BT2 8BG

HealthStrong CIC – Social Audit report

The principal activity of the company in the period under review was to raise and grant money for improved health equality in Oxfordshire, Buckinghamshire, and Milton Keynes. It does this through lotteries which are conducted periodically under the banner of "The Health Lottery".

During the period, donations of £469,266 were made to People's Health Trust (PHT) to address health inequity in our community. PHT is an asset-locked body specified within the Company's Articles of Association. Two years ago, with PHT we began to develop a change map: if we wanted to support change locally, what would need to happen, what would it look like and what would be the ultimate difference residents would want to see? We worked with local groups and residents to ensure it was what they wanted. Our theory was that if people are to make change which really impacts on their lives and health, then they must be in control of the initiatives which are created. We now know the things local people come up with are not the usual health promotion ideas but are more often about local parks and environment, getting into good work, dealing with poor-quality housing, supporting debt reduction, supporting young people and refugees, to name but a few. It's clear there's a disconnect between the version of health we hear through media and political discussion, and the version which matters to local people. Of course, residents want to know they'll be cared for if they are sick, but their understanding of what health really means – good neighbourhoods, good jobs, clean environments – is much more sophisticated than the reductionist sickness versions we all tend to receive. There now appears to be a genuine and growing interest in support for a more "up-stream" approach to health – one which is focused on supporting residents to have the power to develop things as they need them to happen, and one where the charity sector, funders, commissioners and service providers all believe in the wisdom of local people, and the sense it makes for us all to work together to prevent early death and life-limiting disability for people who experience the sharp-end of the deal.

We are working with PHT to develop a Local Conversations programme. This programme supports residents to get together to discuss and agree their priorities and plans for their neighbourhood. Supported by a local anchor organisation, PHT, and a network of other projects funded through the programme, residents lead a deep and continual engagement process, and agree a way forward together. So far, 2 projects have been supported with a total investment of £420,339.
