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Scottish Charity No. SC029685
Scottish Company No. SC202663

Adopt-A-Child
Group Accounts

Annual Report and Financial Statements
for the year ended 31 December 2025

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Adopt-A-Child

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Adopt-A-Child

Report of the Trustees for the year ended 31 December 2025

The trustees present their annual directors' report and consolidated financial statements of the group for the year ended 31 December 2025 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charities and Trustee Investment (Scotland) Act 2005, the Companies Act 2006, the Memorandum and Articles of Association, the Charities Accounts (Scotland) Regulations 2006 (as amended) 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 Republic of Ireland published in October 2019.

Objectives and Activities

The principal objectives of the charity are:

- The advancement of the Christian Faith; and
- The relief of poverty and distress in children and their families, primarily but not exclusively, in Guatemala and Albania by operating the "Adopt-A-Child" Programme overseen by Living Water Adopt A Child (LWAAC).

There are twelve AAC sponsorship programmes in Guatemala – one in a slum area of Guatemala City, two in suburbs of Antigua, seven in the rural mountainous region of Quiché and two partnerships with local schools. There are also 6 programmes in rural mountainous villages in Albania and 2 in larger towns.

The main distinctive features of Adopt-A-Child's (AAC) work and ministry are:

- The feeding and care programmes are unashamedly linked with the offer to teach children (and their families) about faith in the Lord Jesus Christ;
- Basic Dental/Medical needs are included – care for the needs of the whole person;
- The children are fed nutritionally balanced meals (Guatemala) and given family food boxes (Albania);
- Only one family/group/individual can sponsor any given child; and
- Building high quality relationships between the sponsor and the child and also the sponsor and Adopt-A-Child, with emphasis on accountability and integrity.

Sponsorship income is obtained from regularly pledged units normally of £28 or €32 per month per child/vulnerable adult, though long standing sponsors may be paying less which impacts our income. Awareness of the Sponsorship Programme is raised through visits by the National Coordinator, Area Coordinators and by other more local Representatives/Volunteers. 10% of the sponsorship income is allocated to running, administration and staffing costs in the UK, and 90% of the sponsorship income goes directly to the Overseas Programmes. Overheads in the UK and special projects abroad are further supported by the tax reclaimed from HM Revenue & Customs in respect of Gift Aid. Exploratory trips are occasionally made to other areas to investigate the possibility of expanding the Programmes.

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Adopt-A-Child

Report of the Trustees for the year ended 31 December 2025

Review of our Achievements and Performance

We started the New Year with a stand at a new conference for us and an afternoon tea for our charity shop volunteers in Culloden to thank them for their hard work.

March saw a return visit to North Uist to what has become a biannual fundraiser. March also saw us hold a fundraiser for a boy's orphanage in Albania.

In April, we had a leadership meeting in London between international flights, we had a supporter run the London marathon for us and for the second time we had a UK & Ireland representative take part in the annual medical and dental campaign in Guatemala.

In May, we had two UK groups visit the ministry in Albania. June saw two firsts, a stand at the Lewis Christian Convention on the Isle of Lewis and a fundraising curry night organised by two of our Directors in Inverness. The summer events started too with a week long stand at Summer Madness in Northern Ireland. June also saw our Board AGM.

July saw the start of the main Convention season – New Wine in Sligo, Ireland, a stand for the first time at Cantraybridge College Open Day and our annual week long marquee at Refuel, Scotland. We had an Open Day for supporters mid-way through the Refuel event with many people attending and making the most of the festival. We again ran a Guatemala-style feeding programme for the children and a Guatemala coffee morning. We also hosted the ceilidh on the final night!

August saw us once again at the Bangor Convention and we also exhibited at the Black Isle Show and Moy Games Fair. Our Markethill Charity shop had its 15th birthday. We had a fundraising sale and coffee morning in Inverness to end the month.

In September we were the nominated charity for a local Open Garden Day, we had a return visit to North Uist and had the first of our two Regional Conferences in England where our Director from Albania was the keynote speaker. These Regional Conferences allow us to draw together staff, volunteers and supporters who wouldn't travel to Inverness for a weekend. They are a great time of sharing updates, encouragements and networking. We took part in the annual Inverness Chamber of Commerce Highland Spotlight Event.

In October we had a further team visit Albania then we had the second of our Regional Conferences, this time in Northern Ireland. This was very well attended. November started with our annual Christmas Fundraiser in Inverness, we sent a large team to Guatemala to see the ministry's work and had several speaking engagements. We held our first ever quiz night at a local hotel and were honoured at the end of the month with an invitation to celebrate our work in the community (through our charity shop) at a civic reception in the Town House. Our Markethill Shop had their Christmas Toy Fair which gave our Christmas Fund a great boost.

In December some of us dressed up as elves to support the Rotary Club Santa Sleigh runs as a thank you for all their help this year. During the course of the year, we attended various much smaller local events to raise the profile of both the charity's activities and our charity shop in Culloden with the aim of bringing more public engagement locally.

Overall sponsorship continues to fall but giving to projects and income from our charity shops boosts the funds we sent to both countries. We continued to meet regularly online as an office team, wider Reps team and also monthly as a global administration team. Monthly news bulletins, prayer points and newsletters were produced inhouse and sent out to keep supporters engaged and informed. We also made good use of our social media platforms.

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Monitoring Achievement

During this year, regular informal and formal reviews were held with the different team members and weekly administration meetings were held to ensure good communication, monitor progress in all areas of our work and to plan for the future. Fortnightly development team meetings were also held with our Area Reps and our counterpart in Germany. Monthly financial reviews were held to ensure budgets stayed on target and to disperse any extra funds to our programmes by monthly transfer.

Staff and Volunteers

The Directors are very grateful for the faithful and tireless efforts of the charity's core staff (who regularly go far beyond the call of duty), and also for the unstinting efforts of the volunteers who have given so much of their personal time and energy and, without whom, the charity would find it very difficult to operate so efficiently.

We want to give glory to the God we serve, for enabling another positive and successful year in the face of the international financial challenges.

Financial Review

The consolidated financial statements for the year reported net outgoing resources for the year amounting to £236,823 (2024: £323,479 net incoming resources).

At the year end the group had total reserves of £259,422 (2024: £496,245) which is made up as follows:

Restricted funds of	£19,615	(2024: £13,660)
Designated asset funds of	£92,969	(2024: £95,413)
Designated investment funds of	£1,062	(2024: £964)
Unrestricted funds of	£145,776	(2024: £386,208)

The charity mainly receives income from individuals for the sponsorship of children overseas, along with the associated gift aid reclaimed on donations. Donations to projects are also encouraged.

Risk Management

The Directors regularly review the financial and non-financial risks that the charity could face, and action taken to mitigate these risks. The Office Coordinator is diligent in the application of relevant Health & Safety considerations and also negotiates and administers appropriate levels of Insurance cover. As in previous years, the Board approved a conservative budget, which is carefully monitored by them on a regular basis, and by the staff on a monthly basis, thus guarding against any potentially unsatisfactory financial position.

Reserves Policy

It is the policy of the Trustees to always maintain more than adequate reserves i.e. unrestricted funds, not committed or invested in fixed assets, and to so budget at a level which is sufficient to:

- honour each member of staff with approx. two month's salary in the event of the charity being unexpectedly wound up, irrespective of any entitlement thereto.
- provide an additional month's salary to any staff required to wind down the charity
- pay all outstanding liabilities and bills to finalisation of the wind-up.

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Reserves Policy (cont'd)

All this is calculated to a formula which does not draw on the additional (considerable) assets of mortgage-free property and sundry office equipment, all of which could also be liquidated if necessary to underwrite any further unforeseen liabilities in the event of cessation of operations.

It is estimated that three months salary costs and estimated overheads costs equates to approximately £62,000 (2024: £56,000). The current level of unrestricted reserves is £137,776 which is above the required level. The trustees believe that they will be able to meet expenses as they arise.

Plans for the Future

- Further increase the number of volunteer AAC Reps and Church Contacts 'on the ground'.
- Compensate for a drop in sponsor numbers by encouraging fundraising and regular donations for projects.
- Continue to develop the work in Ireland and support our Area Coordinator.
- Build on the increased number of stands at events, particularly in Ireland.
- Aim to continue to be the lead source of sponsorship and funding for AAC's children and vulnerable adults in both Albania and Guatemala.
- Increase the number of church and sponsor groups visiting Albania and Guatemala.
- Maintain our arrangement with Culloden Academy to take young people on work experience and Duke of Edinburgh placements.
- Continue to raise the profile of AAC in the Inverness/Highlands area.
- Continue to use social media to improve sales and footfall for both Charity Shops.
- Increase the number of charity shop volunteers, particularly in Northern Ireland.
- Investigate the possibility of opening a second charity shop in Inverness.
- Continue to share ideas such as our Alternative Gifts and resources such as our newsletters with the other AAC offices in Canada, Germany and USA.
- Continue to invite key church and ministry leaders to visit our programmes.
- Encourage businesses to sponsor a child, particularly members of the Inverness Chamber of Commerce.

Structure, Governance and Management

Adopt-A-Child is a charitable company limited by guarantee. The company was incorporated on 21 December 1999 and commenced activities on 1 January 2000, when it started to operate separately from The King's Fellowship, Inverness. The company is governed by its Memorandum and Articles of Association.

The names of the Trustees who served during the year and at the date of this report are shown on page 5. Directors are appointed under the Memorandum and Articles of Association. New Directors are appointed at the discretion of the Board and are generally familiar with the Charity's values, aims and objectives together with its day-to-day operations.

Responsibility for the charity's day-to-day management is delegated to Janis Wilby, who acts as CEO and carries the title of AAC UK&I National Coordinator.

Janis acts as Coordinator to an outstanding office and fieldwork team, the former of which operate out of the purpose-built offices in Culloden, Inverness.

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Going Concern

The charity is a going concern and there are no material uncertainties casting significant doubt over its ability to continue as a going concern. The trustees continue to monitor and review income and expenditure against budget and will take action as necessary to ensure the organisation can continue to meet its ongoing liabilities.

Key Management Personnel Remuneration

The key management personnel comprise the trustees, and the Chief Executive. The total employee benefits of the key management personnel were £28,039 (2024: £31,628).

Reference and Administrative Information

Office Bearers:	Andrew Ramsay – Chair Jessica Fothergill – Secretary (resigned 31/03/2025) Andrew Ramsey – Secretary (appointed 31/03/2025)
Directors / Trustees:	Morven Ball (appointed 20/01/2025) Elma Beaton Michael Broad Jessica Fothergill (resigned 31/03/2025) Ernest Gibson (resigned 30/06/2025) Andrew Ramsay Michael Robertson Janis Wilby David Babb (appointed 3/11/2025)
Company Secretary:	Jessica Fothergill (resigned 31/03/2025) Andrew Ramsey (appointed 31/03/2025)
Chief Executive:	Janis Wilby
Registered Office:	Culloden Centre Keppoch Road Inverness, IV2 7LL
Charity Number:	SC029685
Scottish Company Number:	SC202663
Auditors:	Sumer Auditco Limited Dundee Office 14 City Quay Dundee DD1 3JA
Bankers:	Bank of Scotland 9 High Street Inverness

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Adopt-A-Child

Report of the Trustees for the year ended 31 December 2025

Trustees' Responsibilities in relation to the Financial Statements

The trustees (who are also directors of Adopt-A-Child for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 presume that the charitable company will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

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

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

Disclosure of information to the auditors

We, the directors of the company who held office at the date of approval of these Financial Statements as set out above each confirm, so far as we are aware, that:

- there is no relevant audit information of which the company's auditors are unaware; and
- we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Approved by the trustees on 13 July 2026 and signed on their behalf by:

Signed by:
Andrew Ramsay
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Andrew Ramsay, *Chair / Trustee / Director*

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Adopt-A-Child

Report of the Independent Auditors to the Trustees for the year ended 31 December 2025

Opinion

We have audited the financial statements of Adopt-A-Child (the 'parent charitable company') and its subsidiary (the 'group') for the year ended 31 December 2025 which comprise of Consolidated and Parent Statement of Financial Activities, the Consolidated and Parent Statement of Financial Position, the Consolidated and Parent Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. 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).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and parent charitable company's affairs as at 31 December 2025, and of the group's and parent charitable company's incoming resources and application of resources including the group's and parent charitable company's income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 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's responsibilities for the audit of the financial statements section of our report. We are independent of the group and parent charitable 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 trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity'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 trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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Other Information (cont'd)
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 we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Matters on which we are required to report by exception
We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- proper accounting records have not been kept, or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees
As explained more fully in the trustees' responsibilities statement set out on page 6, the trustees (who are also the directors of the parent charitable company for the purposes of company law) 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 trustees determine is 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 trustees are responsible for assessing the group's and parent charitable 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 trustees either intend to liquidate the group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements
We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect

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Auditor's responsibilities for the audit of the financial statements (cont'd)
of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The extent to which the audit was considered capable of detecting irregularities including fraud
Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the group and parent charitable company through discussions with Directors and other management, and from our wider knowledge and experience of the charity sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the group and the parent charitable company, including the Companies Act 2006, Charities SORP FRS 102, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management inspecting legal correspondence and obtaining legal confirmations; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the group's and the parent charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

Audit response to risks identified
We assessed the susceptibility of the financial statements to material misstatement, including fraud. Based on our risk assessment, we consider the areas most susceptible to fraud to be management override of controls by posting inappropriate journals and bias in developing estimates in significant risk areas, and improper income recognition. In performing our procedures, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims; and
- requesting correspondence with HMRC, OSCR and the legal advisors of the group and the parent charitable company.

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Report of the Independent Auditors to the Trustees for the year ended 31 December 2025

Audit response to risks identified (cont'd)
There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the Directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: https://www.frc.org.uk/auditorsresponsibilities. This description forms part of our Auditor's report.

Use of our report
This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members and trustees 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 charitable company, the charitable company's members as a body and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Signed by:
Sumer Auditco Limited
98E01EC2FD13436...

Douglas Rae BSc (Hons) CA
Senior Statutory Auditor
for and behalf of Sumer Auditco Limited, Statutory Auditor
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006.
Sumer Auditco Limited
Dundee Office
14 City Quay
Dundee
DD1 3JA

Date: 13 July 2026

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Adopt-A-Child

Consolidated Statement of Financial Activities for the year ended 31 December 2025 (Incorporating Income and Expenditure Account)

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Income					
Donations and Legacies	**3**	227,450	631,599	859,049	1,217,360
Charitable Activities	**4**	123,689	-	123,689	114,979
Investments	**5**	1,645	-	1,645	58
Total Income		**352,784**	**631,599**	**984,383**	**1,332,397**
Expenditure					
Raising Funds	**6**	186,159	36	186,195	185,182
Charitable Activities	**6**	396,026	638,717	1,034,743	815,798
Total Expenditure		**582,185**	**638,753**	**1,220,938**	**1,000,980**
Net (expenditure)/income before gains/(losses) on investments		(229,401)	(7,154)	(236,555)	331,417
Transfers between funds	**17**	(12,581)	12,581	-	-
		(241,982)	5,427	(236,555)	331,417
Gains/(losses) on investment assets		98	-	98	(179)
Gains/(losses) on foreign currency exchange		(894)	528	(366)	(7,759)
Net Movement in Funds		(242,778)	5,955	(236,823)	323,479
Reconciliation of Funds					
Total Funds Brought Forward		482,585	13,660	496,245	172,766
	16	**239,807**	**19,615**	**259,422**	**496,245**

All activities are classed as continuing.

The notes on pages 17 to 33 form part of these financial statements.

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Adopt-A-Child

Parent - Statement of Financial Activities for the year ended 31 December 2025 (Incorporating Income and Expenditure Account)

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Income					
Donations and Legacies	**3**	247,683	631,599	879,282	1,236,887
Investments	**5**	1,645	-	1,645	58
Total Income		**249,328**	**631,599**	**880,927**	**1,236,945**
Expenditure					
Raising Funds	**6**	82,882	36	82,918	87,478
Charitable Activities	**6**	396,040	638,717	1,034,757	815,798
Total Expenditure		**478,922**	**638,753**	**1,117,675**	**903,276**
Net (expenditure)/income before gains/(losses) on investments		(229,594)	(7,154)	(236,748)	333,669
Transfers between funds		(12,581)	12,581	-	-
		(242,175)	5,427	(236,748)	333,669
Gains/(losses) on investment assets		98	-	98	(179)
Gains/(losses) on foreign currency exchange		(894)	528	(366)	(7,759)
Net Movement in Funds		(242,971)	5,955	(237,016)	325,731
Reconciliation of Funds					
Total Funds Brought Forward		474,780	13,660	488,440	162,709
Total Funds Carried Forward		**231,809**	**19,615**	**251,424**	**488,440**

All activities are classed as continuing.
The notes on pages 17 to 33 form part of these financial statements.

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Consolidated Statement of Financial Position as at 31 December 2025

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Fixed Assets					
Tangible assets	**11**	92,969	-	92,969	95,413
Investments	**12**	1,061	-	1,061	963
Total Fixed Assets		**94,030**	**-**	**94,030**	**96,376**
Current Assets					
Debtors	**13**	16,325	-	16,325	15,441
Cash at Bank and in Hand		150,933	95,124	246,057	462,990
Total Current Assets		**167,258**	**95,124**	**262,382**	**478,431**
Liabilities					
Creditors falling due within one year	**14**	21,481	75,509	96,990	78,562
Net Current Assets		**145,777**	**19,615**	**165,392**	**399,869**
Net Assets	**15**	**239,807**	**19,615**	**259,422**	**496,245**
The Funds of the Charity					
Restricted Income Funds		-	19,615	19,615	13,660
Unrestricted Funds		239,807	-	239,807	482,585
Total Charity Funds	**16**	**239,807**	**19,615**	**259,422**	**496,245**

The notes on pages 17 to 33 form part of these financial statements.
The accounts were approved by the trustees on 13 July 2026 and signed on their behalf by:

Signed by:
Andrew Ramsay
B64C62DC73594C6...

Andrew Ramsay, Chair
Trustee/Director

Docusign Envelope ID: 1573367E-ED4E-8743-82BF-FB42C9E190BC

Parent - Statement of Financial Position as at 31 December 2025

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Fixed Assets					
Tangible assets	**11**	92,969	-	92,969	95,413
Investments	**12**	1,062	-	1,062	964
Total Fixed Assets		**94,031**	**-**	**94,031**	**96,377**
Current Assets					
Debtors	**13**	20,549	-	20,549	20,190
Cash at Bank and in Hand		135,448	95,124	230,572	447,515
Total Current Assets		**155,997**	**95,124**	**251,121**	**467,705**
Liabilities					
Creditors falling due within one year	**14**	18,219	75,509	93,728	75,642
Net Current Assets		**137,778**	**19,615**	**157,393**	**392,063**
Net Assets		**231,809**	**19,615**	**251,424**	**488,440**
The Funds of the Charity					
Restricted Income Funds		-	19,615	19,615	13,660
Unrestricted Funds		231,809	-	231,809	474,780
Total Charity Funds		**231,809**	**19,615**	**251,424**	**488,440**

The notes on pages 17 to 33 form part of these financial statements.
The accounts were approved by the trustees on 13 July 2026 and signed on their behalf by:

Signed by:
Andrew Ramsay
B64C62DC73594C6...

Andrew Ramsay, Chair
Trustee/Director

Docusign Envelope ID: 1573367E-ED4E-8743-82BF-FB42C9E190BC

Adopt-A-Child

Consolidated Statement of Cash Flows as at 31 December 2025

	Note	Total Funds 2025 £	Total Funds 2024 £
Net movement in funds for the reporting period (as per the statement of financial activities)		**(236,555)**	**331,417**
Adjustments for:			
Depreciation charges		2,444	2,444
Decrease/(increase) in debtors		(884)	(633)
(Decrease)/increase in creditors		18,428	(7,093)
Dividends received		(60)	(58)
Interest received		(1,585)	-
Net cash (used in)/generated by operating activities		**(218,212)**	**326,077**
Cash flows from investing activities:			
Dividends received		60	58
Interest received		1,585	-
Net cash generated by investing activities		**1,645**	**58**
Change in cash and cash equivalents in the year		(216,567)	326,135
Cash and equivalents brought forward		462,990	144,614
Change in cash and cash equivalents due to exchange rate movements		(366)	(7,759)
Cash and cash equivalents carried forward		**246,057**	**462,990**

The notes on pages 17 to 33 form part of these financial statements.

Docusign Envelope ID: 1573367E-ED4E-8743-82BF-FB42C9E190BC

Adopt-A-Child

Parent - Statement of Cash Flows as at 31 December 2025

	Note	Total Funds 2025 £	Total Funds 2024 £
Net movement in funds for the reporting period (as per the statement of financial activities)		**(236,748)**	**333,669**
Adjustments for:			
Depreciation charges		2,444	2,444
Decrease/(increase) in debtors		(359)	(1,211)
(Decrease)/increase in creditors		18,086	(7,215)
Dividends received		(60)	(58)
Interest received		(1,585)	-
Net cash (used in)/generated by operating activities		**(218,222)**	**327,629**
Cash flows from investing activities:			
Dividends received		60	58
Interest received		1,585	-
Net cash generated by investing activities		**1,645**	**58**
Change in cash and cash equivalents in the year		(216,577)	327,687
Cash and equivalents brought forward		447,515	127,587
Change in cash and cash equivalents due to exchange rate movements		(366)	(7,759)
Cash and cash equivalents carried forward		**230,572**	**447,515**

The notes on pages 17 to 33 form part of these financial statements.

Docusign Envelope ID: 1573367E-ED4E-8743-82BF-FB42C9E190BC

1. Accounting Policies

Basis of Preparation

Adopt-A-Child is a charitable company in Scotland. The address of the registered office is given in the charity information on page 5 of these financial statements. The nature of the charity's operations and principal activities are set out on page 1.

The charity constitutes a public benefit entity as defined by FRS 102. 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 issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended) and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention. The financial statements are presented in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Departure from Accounting Standards

The charity has a relationship with 'Living Water Adopt-A-Child (LWAAC)' which is similar in substance but not in legal form to that of a subsidiary to a parent charity. Over 90% of the sponsorship income received as donations goes directly to LWAAC through the 'Adopt A Child overseas programmes' although LWAAC are not a legal parent. As a result, the substance of these payments are similar to that of a donation from a subsidiary to a parent charity.

The Financial Reporting Council's triennial review of FRS 102 (effective for periods beginning on or after 1 January 2019) resulted in additional guidance being issued to confirm that these payments should be treated as distributions to owners in equity with retained earnings if there was no legal obligation to make the payment at the reporting date.

In these financial statements, the payment to LWAAC is accrued at the reporting date and payment is made to LWAAC shortly after the reporting date. There was no legal obligation at the reporting date to make this payment even though it was the charity's intention to make this payment as it does every month to LWAAC. Each payment to LWAAC is made monthly and calculated from sponsorship income received, less administrative expenses.

The Trustees of the charity are of the belief that this departure from the accounting standards is material to the understanding of the financial statements and the position and performance of the charity at the reporting date. Failure to depart from the SORP would result in the following changes being made to these financial statements:

	2025	2024
	£	£
Reserves as at the balance sheet date	259,422	496,245
Remove accrued expense to LWAAC	75,509	63,238
Reserves at reporting date with no departure from SORP	334,931	559,483

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1. Accounting Policies (cont'd)

Departure from Accounting Standards (cont'd)

The Trustees conclude that these financial statements present a true and fair view of the charity's position as at 31 December 2025 and results to 31 December 2025 and failure to depart from the accounting standards would be misleading to the understanding of the charity's performance and position at the reporting date.

Preparation of consolidated financial statements and Related party exemption

These financial statements incorporate the accounts of the parent charitable company, Adopt-A-Child and its wholly-owned subsidiary, AAC Traiding Limited. All inter-company transactions and year-end balances are removed on consolidation. The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Going Concern

The charity is a going concern and there are no material uncertainties casting significant doubt over its ability to continue as a going concern. The trustees continue to monitor and review income and expenditure against budget and will take action as necessary to ensure the organisation can continue to meet its ongoing liabilities.

Funds Structure

For the purpose of the Statement of Financial Activities as shown on pages 11 and 12, funds are defined as follows:

- **Unrestricted** funds comprise grants and other income received for the objects of the charity without further specified purpose and are available as general funds.
- **Designated** funds represent unrestricted funds which have been earmarked by the Trustees for particular purposes.
- **Restricted** funds comprise income which has been received for the objects of the charity and specified for a restricted purpose within these objects by the donor.

Income and Debtor Recognition

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of donations & gifts and is included in full in the Statement of Financial Activities when receivable.
- Investment income is included when receivable.

Debtors are valued at cost at the year end and adjusted for any amounts considered to be unrecoverable.

Expenditure and Creditor Recognition and Irrecoverable VAT

Expenditure is recognised on an accruals basis as a liability is incurred.

- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include professional fees and costs linked to the strategic management of the charity.

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1. Accounting Policies (cont'd)

Expenditure and Creditor Recognition and Irrecoverable VAT (cont'd)

- Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Creditors are valued at cost at the year end and split between amounts due in less than one year and amounts due in more than one year, when required.

Tangible Fixed Assets and Deprecation

Tangible fixed assets costing more than £1,000 are capitalised and included at cost or, in cases where assets have been donated, at valuation at the time.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost over their expected useful economic lives as follows:

Land	nil
Property	2% per annum on a straight line basis
Equipment	25% per annum on a straight line basis

Fixed Asset Investments

Investments are stated at market value at the balance sheet date. The SOFA includes the net gains and losses arising on revaluations and disposals throughout the year.

Stock

Items donated for resale or distribution are not included in the financial statements until they are sold or distributed.

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.

Foreign Currency

Foreign currency monetary assets and liabilities in the balance sheet are translated into sterling at the rates of exchange ruling at the end of the year.

Pensions

The charity operates a defined contribution scheme. The amount charged to the Statement of Financial Activities in respect of pension costs, is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

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2. Related Party Transactions and Trustees' Expenses and Remuneration

There were no related party transactions during the year, other than those detailed below:

- Within their capacity as Trustees/Directors, there were 1 (2024: 2) Trustees/Directors who received remuneration amounting to £28,039 for their services in the year (2024: £31,628). A family member of a Trustee/Director received remuneration for their services of £15,659 (2024: £12,333).
- The Company received donations with restrictions from Trustees and related parties totalling £13,829 (2024: £10,792).

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3. Donations and Legacies

	Unrestricted Funds	Restricted Funds	Total Funds 2025	Total Funds 2024
	£	£	£	£
Sponsorship, Gifts & Projects	61,304	610,240	671,544	711,353
Donations - Tours & Administration	13,606	-	13,606	14,949
Gifts - Publicity & Development	7,537	-	7,537	6,512
Gifts - Special Projects	33,579	21,359	54,938	364,273
Gift Aid Tax Recoverable	111,424	-	111,424	120,273
	227,450	**631,599**	**859,049**	**1,217,360**

Donations and Legacies Comparatives

	Unrestricted Funds	Restricted Funds	Total Funds 2024
	£	£	£
Sponsorship, Gifts & Projects	99,141	612,212	711,353
Donations - Tours & Administration	14,949	-	14,949
Gifts - Publicity & Development	6,512	-	6,512
Gifts - Special Projects	352,432	11,841	364,273
Gift Aid Tax Recoverable	120,273	-	120,273
	593,307	**624,053**	**1,217,360**

Donations and Legacies - Parent Charity

	Unrestricted Funds	Restricted Funds	Total Funds 2025	Total Funds 2024
	£	£	£	£
Sponsorship, Gifts & Projects	59,001	610,240	669,241	708,179
Charity Shop Donations	16,040	-	16,040	16,878
Donations - Tours & Administration	13,606	-	13,606	14,949
Gifts - Publicity & Development	7,537	-	7,537	6,512
Gifts - Special Projects	40,075	21,359	61,434	370,096
Gift Aid Tax Recoverable	111,424	-	111,424	120,273
	247,683	**631,599**	**879,282**	**1,236,887**

Donations and Legacies - Parent Charity Comparatives

	Unrestricted Funds	Restricted Funds	Total Funds 2024
	£	£	£
Sponsorship, Gifts & Projects	95,967	612,212	708,179
Charity Shop Donations	16,878	-	16,878
Donations - Tours & Administration	14,949	-	14,949
Gifts - Publicity & Development	6,512	-	6,512
Gifts - Special Projects	352,432	17,664	370,096
Gift Aid Tax Recoverable	120,273	-	120,273
	607,011	**629,876**	**1,236,887**

Docusign Envelope ID: 1573367E-ED4E-8743-82BF-FB42C9E190BC

4. Charitable Activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Charity Shop	123,689	-	123,689	114,979
	123,689	**-**	**123,689**	**114,979**

Charitable Activities Comparatives

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Charity Shop	114,979	-	114,979
	114,979	**-**	**114,979**

5. Investments

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Dividend income	60	-	60	58
Interest received	1,585	-	1,585	-
	1,645	**-**	**1,645**	**58**

Investments Comparatives

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Dividend income	58	-	58
	58	**-**	**58**

Investments - Parent Charity

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Dividend income	60	-	60	58
Interest received	1,585	-	1,585	-
	1,645	**-**	**1,645**	**58**

Investments - Parent Charity Comparatives

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Dividend income	58	-	58
	58	**-**	**58**

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6. Analysis of Expenditure

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Raising Funds				
Publicity	12,845	36	12,881	16,299
Volunteers' and development workers' costs	70,037	-	70,037	71,179
Costs of charity shops	103,277	-	103,277	97,704
	186,159	**36**	**186,195**	**185,182**
Charitable Expenditure				
Child sponsorship programme & project costs	100	638,717	638,817	636,333
Project Support paid from General Fund	228,768	-	228,768	14,344
Trading subsidiary donations paid	5,369	-	5,369	8,736
Meetings & tours	23,750	-	23,750	24,384
Bank charges	3,280	-	3,280	3,276
Directly employed staff	84,690	-	84,690	62,928
Adminstration services	-	-	-	15,508
IT software & website	19,716	-	19,716	19,716
Utilities	2,599	-	2,599	2,733
Insurance	2,074	-	2,074	2,068
Postage, printing & stationery	7,350	-	7,350	5,976
Telephone & electronic mail	1,143	-	1,143	1,083
General maintenance & repairs	535	-	535	689
Office and IT equipment	167	-	167	2,292
Depreciation	2,444	-	2,444	2,444
Other costs	450	-	450	414
Professional fees	4,771	-	4,771	4,524
Auditors Remuneration	8,820	-	8,820	8,350
	396,026	**638,717**	**1,034,743**	**815,798**
Total	**582,185**	**638,753**	**1,220,938**	**1,000,980**

Docusign Envelope ID: 1573367E-ED4E-8743-82BF-FB42C9E190BC

6. Analysis of Expenditure (cont'd) Comparatives

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Raising Funds			
Publicity	16,299	-	16,299
Volunteers' and development workers' costs	71,179	-	71,179
Costs of charity shops	97,704	-	97,704
	185,182	**-**	**185,182**
Charitable Expenditure			
Child sponsorship programme & project costs	6,300	630,033	636,333
Project Support paid from General Fund	14,344	-	14,344
Trading subsidiary donations paid	8,736	-	8,736
Meetings & tours	24,384	-	24,384
Bank charges	3,276	-	3,276
Directly employed staff	62,928	-	62,928
Adminstration services	15,508	-	15,508
IT software & website	19,716	-	19,716
Utilities	2,733	-	2,733
Insurance	2,068	-	2,068
Postage, printing & stationery	5,976	-	5,976
Telephone & electronic mail	1,083	-	1,083
General maintenance & repairs	689	-	689
Office and IT equipment	2,292	-	2,292
Depreciation	2,444	-	2,444
Other costs	414	-	414
Professional fees	4,524	-	4,524
Auditors Remuneration	8,350	-	8,350
	185,765	**630,033**	**815,798**
Total	**370,947**	**630,033**	**1,000,980**

Support costs have not been separately identified as the trustees consider that there is only one charitable activity. Therefore support costs relate wholly to that activity and have not been separately identified.

Docusign Envelope ID: 1573367E-ED4E-8743-82BF-FB42C9E190BC

6. Analysis of Expenditure (cont'd) - Parent Charity

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Raising Funds				
Publicity	12,845	36	12,881	16,299
Volunteers' and development workers' costs	70,037	-	70,037	71,179
	82,882	**36**	**82,918**	**87,478**
Charitable Expenditure				
Child sponsorship programme & project costs	100	638,717	638,817	636,333
Project Support paid from General Fund	228,768	-	228,768	14,344
Trading subsidiary donations paid	5,383	-	5,383	8,736
Meetings & tours	23,750	-	23,750	24,384
Bank charges	3,280	-	3,280	3,276
Directly employed staff	84,690	-	84,690	62,928
Adminstration services	-	-	-	15,508
IT software & website	19,716	-	19,716	19,716
Utilities	2,599	-	2,599	2,733
Insurance	2,074	-	2,074	2,068
Postage, printing & stationery	7,350	-	7,350	5,976
Telephone & electronic mail	1,143	-	1,143	1,083
General maintenance & repairs	535	-	535	689
Office and IT equipment	167	-	167	2,292
Depreciation	2,444	-	2,444	2,444
Other costs	450	-	450	414
Professional fees	4,771	-	4,771	4,524
Auditors Remuneration	8,820	-	8,820	8,350
	396,040	**638,717**	**1,034,757**	**815,798**
Total	**478,922**	**638,753**	**1,117,675**	**903,276**

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6. Analysis of Expenditure (cont'd) - Parent Charity Comparatives

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Raising Funds			
Publicity	16,299	-	16,299
Volunteers' and development workers' costs	71,179	-	71,179
	87,478	**-**	**87,478**
Charitable Expenditure			
Child sponsorship programme & project costs	6,300	630,033	636,333
Project Support paid from General Fund	14,344	-	14,344
Trading subsidiary donations paid	8,736	-	8,736
Meetings & tours	24,384	-	24,384
Bank charges	3,276	-	3,276
Directly employed staff	62,928	-	62,928
Adminstration services	15,508	-	15,508
IT software & website	19,716	-	19,716
Utilities	2,733	-	2,733
Insurance	2,068	-	2,068
Postage, printing & stationery	5,976	-	5,976
Telephone & electronic mail	1,083	-	1,083
General maintenance & repairs	689	-	689
Office and IT equipment	2,292	-	2,292
Depreciation	2,444	-	2,444
Other costs	414	-	414
Professional fees	4,524	-	4,524
Auditors Remuneration	8,350	-	8,350
	185,765	**630,033**	**815,798**
Total	**273,243**	**630,033**	**903,276**

Support costs have not been separately identified as the trustees consider that there is only one charitable activity. Therefore support costs relate wholly to that activity and have not been separately identified.

Docusign Envelope ID: 1573367E-ED4E-8743-82BF-FB42C9E190BC

7. Analysis of Staff Costs

	Total 2025 £	Total 2024 £
Salaries and wages	82,703	61,562
Social security costs	73	-
Pension costs	1,914	1,366
	84,690	62,928
Volunteers' and development workers' costs	21,470	23,985
Charity shop salaries - Co. Armagh, Ireland	60,259	57,058
	166,419	**143,971**

The average number of staff during the year:	Total 2025 Number	Total 2024 Number
Management	1	1
Administration and support	5	4
Area Representative	1	2
Charity Shop	6	7
	13	**14**

The average number of FTE employees in the year was 5 (2024: 6). No employee had employee benefits in excess of £60,000 (2024: nil). The number of employees with benefits accruing under a defined contribution pension scheme was 5 (2024: 6).

The key management personnel comprise the trustees, and the Chief Executive. The total employee benefits of the key management personnel were £28,039 (2024: £31,628).

Analysis of Staff Costs - Parent Charity	Total 2025 £	Total 2024 £
Salaries and wages	82,703	61,562
Social security costs	73	-
Pension costs	1,914	1,366
	84,690	62,928
Volunteers' and development workers' costs	21,470	23,985
	106,160	**86,913**

The average number of staff during the year:	Total 2025 Number	Total 2024 Number
Management	1	1
Administration and support	5	4
Area Representative	1	2
	7	**7**

The average number of FTE employees in the year was 3 (2024: 3). No employee had employee benefits in excess of £60,000 (2024: £nil). The number of employees with benefits accruing under a defined contribution pension scheme was 3 (2024: 3).

The key management personnel comprise the trustees, and the Chief Executive. The total employee benefits of the key management personnel were £28,039 (2024: £31,628).

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8. Auditor's Remuneration

The auditor’s remuneration paid to Innes and Partners Limited amounted to an audit fee of £8,820 (2024: £8,350) and accountancy services of £4,365 (2024: £4,165).

Auditor's Remuneration - Parent Charity

The auditor’s remuneration paid to Innes and Partners Limited amounted to an audit fee of £8,820 (2024: £8,350) and accountancy services of £2,930 (2024: £2,800).

9. Net incoming/outgoing resources for the year

This is stated after charging:	Total 2025 £	Total 2024 £
Depreciation	2,444	2,444
Auditors remuneration	8,820	8,350

Net incoming/outgoing resources for the year - Parent Charity

This is stated after charging:	Total 2025 £	Total 2024 £
Depreciation	2,444	2,444
Auditors remuneration	8,820	8,350

10. Taxation

No liability to UK Corporation Tax arises in light of the company's charitable status.

11. Tangible Fixed Assets - Parent Company

	Buildings £	Equipment £	Total £
Cost / Valuation			
As at 1 January 2025	130,934	2,435	133,369
As at 31 December 2025	**130,934**	**2,435**	**133,369**
Depreciation			
As at 1 January 2025	36,381	1,575	37,956
Charge for the year	2,140	304	2,444
As at 31 December 2025	**38,521**	**1,879**	**40,400**
Net Book Value			
As at 31 December 2024	94,553	860	95,413
As at 31 December 2025	**92,413**	**556**	**92,969**

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12. Investments

	Total 2025 £	Total 2024 £
Cost as at 1 January 2025	963	1,142
Unrealised gain / (loss) on investments	98	(179)
Cost as at 31 December 2025	**1,061**	**963**

The following listed investments are held:
245 Ordinary $0.25 shares in BP Plc

Investments - Parent Charity

	Total 2025 £	Total 2024 £
Cost as at 1 January 2025	964	1,143
Unrealised gain / (loss) on investments	98	(179)
Cost as at 31 December 2025	**1,062**	**964**

The following listed investments are held:
245 Ordinary $0.25 shares in BP Plc

Investment in subsidiary
1 Ordinary £1 share in AAC Traiding Limited, a wholly owned subsidiary company registered in Scotland (SC483271)

13. Analysis of Debtors

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Other debtors	14,793	-	14,793	14,106
VAT Debtor	1,532	-	1,532	1,335
	16,325	**-**	**16,325**	**15,441**

Analysis of Debtors - Parent Charity

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Amount owed by group undertakings	9,263	-	9,263	9,304
Other debtors	11,286	-	11,286	10,886
	20,549	**-**	**20,549**	**20,190**

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14. Analysis of current labilities and long term creditors

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Due within 1 year				
Taxation and Social Security	1,552	-	1,552	1,023
Other Creditors	19,929	75,509	95,438	77,539
	21,481	**75,509**	**96,990**	**78,562**

Analysis of current labilities and long term creditors - Parent Charity

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £	Total Funds 2024 £
Due within 1 year				
Taxation and Social Security	800	-	800	522
Other Creditors	17,419	75,509	92,928	75,120
	18,219	**75,509**	**93,728**	**75,642**

15. Analysis of Net Assets Among Funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2025 £
Fixed Assets	92,969	-	92,969
Investments	1,061	-	1,061
Current Assets	167,258	95,124	262,382
Current Liabilities	(21,481)	(75,509)	(96,990)
As at 31 December 2025	**239,807**	**19,615**	**259,422**

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Fixed Assets	95,413	-	95,413
Investments	963	-	963
Current Assets	401,533	76,898	478,431
Current Liabilities	(15,324)	(63,238)	(78,562)
As at 31 December 2024	**482,585**	**13,660**	**496,245**

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16. Movement in Funds

	As at 01.01.2025 £	Incoming Resources £	Outgoing Resources £	Transfers Gains/Losses £	As at 31.12.2025
Restricted Funds					
Other Projects	6,176	128,273	(135,331)	9,667	8,785
LWI General	250	-	-	-	250
AAC Sponsorship	7,234	503,326	(502,894)	2,914	10,580
	13,660	**631,599**	**(638,225)**	**12,581**	**19,615**
Unrestricted Funds					
General	378,401	226,778	(477,358)	9,955	137,776
Subsidiary Company	7,807	126,006	(103,277)	(22,536)	8,000
Investment	964	-	-	98	1,062
Fixed Asset	95,413	-	(2,444)	-	92,969
	482,585	**352,784**	**(583,079)**	**(12,483)**	**239,807**
Total Funds as at 31.12.2025	**496,245**	**984,383**	**(1,221,304)**	**98**	**259,422**

	As at 01.01.2024 £	Incoming Resources £	Outgoing Resources £	Transfers Gains/Losses £	As at 31.12.2024
Restricted Funds					
Other Projects	5,876	113,246	(118,769)	5,823	6,176
LWI General	250	-	-	-	250
AAC Sponsorship	6,922	510,807	(510,495)	-	7,234
	13,048	**624,053**	**(629,264)**	**5,823**	**13,660**
Unrestricted Funds					
General	50,661	590,191	(279,327)	16,876	378,401
Trading Subsidary	10,057	118,153	(97,704)	(22,699)	7,807
Investment	1,143	-	-	(179)	964
Fixed Asset	97,857	-	(2,444)	-	95,413
	159,718	**708,344**	**(379,475)**	**(6,002)**	**482,585**
Total Funds as at 31.12.2024	**172,766**	**1,332,397**	**(1,008,739)**	**(179)**	**496,245**

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16. Movement in Funds (cont'd)

Fund Purposes:

Restricted Funds:

The *Other Projects Fund* represents income and expenditure in relation to specified projects.

The *LWI General Fund* represents income and expenditure to support the work of LWI.

The *Adopt-A-Child Sponsorship Fund* represents income and expenditure relating to the child sponsorship programmes.

Unrestricted Funds:

The *General Fund* represents income and expenditure relating to the administration of the company.

The *Trading Subsidiary Fund* represents the funds available in the subsidiary, AAC Traiding Limited, to be transferred to Adopt-A-Child.

The *Investment Fund* represents the market value of the company's investments, distinguishing their value from unrestricted general funds immediately available for use.

The *Fixed Assets Fund* represents the net book value of the company's property and equipment, distinguishing their value from unrestricted general funds immediately available for use.

17. Fund Transfers

	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	£
1 - From Trading Subsidiary Fund to General Fund	22,536	-	22,536
1 - From Trading Subsidiary Fund to General Fund	(22,536)	-	(22,536)
2 - From General Fund to Other Projects Fund	(9,667)	9,667	-
3 - From General Fund to Sponsorship Fund	(2,914)	2,914	-
	(12,581)	**12,581**	**-**

1 - The transfers from the Trading Subsidiary Fund to the General Fund are in relation to the donations transferred from the subsidiary to the parent charity.

2 - The transfers from the General Fund to the Other Projects Fund are in relation to the deficits on specific projects which have been covered by the General Fund.

3 - The transfers from the General Fund to the Sponsorship Fund are in relation to the deficits which have been covered by the General Fund.

18. Liability of members

The company is limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1. At 31 December 2025 there were 7 members (2024: 9).

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19. Subsidiary Company Results

	Total 2025 £	Total 2024 £
Income		
Sales and donations received	126,006	118,153
	126,006	**118,153**
Expenses		
Salaries, social security and pensions	60,259	57,058
Rent, rates and insurance	34,312	33,241
Heat and light	4,698	4,382
Repairs and maintenance	423	453
Accountancy fees	1,435	1,365
Professional fees	686	702
Other expenses	714	502
Bank charges	750	-
Donation to parent company	14,729	12,643
	118,006	**110,346**
Surplus for the year	**8,000**	**7,807**
Assets and Liabilities		
Debtors and prepayments	5,039	4,556
Bank and Cash	15,487	15,476
Balance owed to parent company	(9,263)	(9,304)
Creditors and accruals	(3,262)	(2,920)
	8,001	**7,808**
Capital and Reserves		
Share Capital	1	1
Reserves	8,000	7,807
	8,001	**7,808**

20. Commitment under Operating Leases

	Total 2025 £	Total 2024 £
Operating leases expiring within one year	3,300	3,300
Operating leases expiring within two to five years	21,250	36,250
	24,550	**39,550**

At 31 December 2025 the company had commitments under operating leases as set out above.

21. FRC Ethical Standard - Provisions available for small entities

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

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Adopt-A-Child

Comparative Consolidated Statement of Financial Activities for the year ended 31 December 2024
(Incorporating Income and Expenditure Account)

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Income				
Donations and Legacies	**3**	593,307	624,053	1,217,360
Charitable Activities	**4**	114,979	-	114,979
Investments	**5**	58	-	58
Total Income		**708,344**	**624,053**	**1,332,397**
Expenditure				
Raising Funds	**6**	185,182	-	185,182
Charitable Activities	**6**	185,765	630,033	815,798
Total Expenditure		**370,947**	**630,033**	**1,000,980**
Net income/(expenditure) before gains/(losses) on investments		337,397	(5,980)	331,417
Transfers between funds		(5,823)	5,823	-
		331,574	(157)	331,417
Gains/(losses) on investment assets		(179)	-	(179)
Gains/(losses) on foreign currency exchange		(8,528)	769	(7,759)
Net Movement in Funds		322,867	612	323,479
Reconciliation of Funds				
Total Funds Brought Forward		159,718	13,048	172,766
Total Funds Carried Forward	**16**	**482,585**	**13,660**	**496,245**

All activities are classed as continuing.

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Adopt-A-Child

Comparative Parent - Statement of Financial Activities for the year ended 31 December 2024
(Incorporating Income and Expenditure Account)

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Income				
Donations and Legacies	**3**	607,011	629,876	1,236,887
Investments	**5**	58	-	58
Total Income		**607,069**	**629,876**	**1,236,945**
Expenditure				
Raising Funds	**6**	87,478	-	87,478
Charitable Activities	**6**	185,765	630,033	815,798
Total Expenditure		**273,243**	**630,033**	**903,276**
Net income/(expenditure) before gains/(losses) on investments		333,826	(157)	333,669
Transfers between funds		-	-	-
		333,826	(157)	333,669
Gains/(losses) on investment assets		(179)	-	(179)
Gains/(losses) on foreign currency exchange		(8,528)	769	(7,759)
Net Movement in Funds		325,119	612	325,731
Reconciliation of Funds				
Total Funds Brought Forward		149,661	13,048	162,709
Total Funds Carried Forward		**474,780**	**13,660**	**488,440**

All activities are classed as continuing.