

**Operation Smile Ireland**  
**Annual Report and Financial Statements**  
**for the financial year ended 30 June 2019**

**Operation Smile Ireland  
Contents**

	<b>Page</b>
Directors and Other Information	3
Directors' Report	4 - 6
Directors' Responsibilities Statement	7
Independent Auditor's Report	8 - 10
Income and Expenditure Account	11
Balance Sheet	12
Statement of Cash Flows	13
Notes to the Financial Statements	14 - 19

**Operation Smile Ireland  
Directors and Other Information**

**Directors**

Jack O'Keeffe  
Mary Martin  
Ruth Farrell (resigned 20 November 2019)  
David Orr  
Eleanor McGovern (resigned 20 November 2019)  
Lucy Nugent (appointed 03 March 2020)  
Rory Sheridan (appointed 07 October 2019)  
Patrick Millar (appointed 03 March 2020)  
Teresa Cosgrove

**Company Secretary**

Teresa Cosgrove

**Company Number**

380841

**Charity Number**

CHY15661

**Registered Office and Business Address**

31 Pembroke Road  
Dublin 4

**Auditors**

BDO  
Registered Auditors (AI223876)  
103/104 O'Connell Street  
Limerick

**Bankers**

Allied Irish Bank  
52 Upper Baggott Street  
Dublin 4

## **Operation Smile Ireland**

### **Directors' Report**

for the financial year ended 30 June 2019

The directors present their report and the audited financial statements for the financial year ended 30 June 2019.

#### **Principal Activity and Review of the Business**

As part of a global alliance of foundations and chapters, Operations Smile Ireland raises awareness, funds and recruits medical volunteers to support the breadth of Operation Smile's global medical programmes.

#### **Our Vision and Mission**

Operation Smile believes that every child suffering from cleft lip or cleft palate deserves exceptional surgical care. Operation Smile is a children's medical charity that has a presence in more than 60 countries to provide free, safe treatment and surgery for those who suffer from facial deformities such as cleft lip, cleft palate and other surgically amenable conditions. The organisation works to build self-sufficiency and sustainable health care infrastructures in our host countries. To do this, Operation Smile trains local doctors to treat children in their own communities, donates crucial medical equipment and supplies, builds public-private partnerships and creates and mentors in-country foundations to increase capacity. Operation Smile is committed to raising public awareness, educating and serving as an advocate for the children with cleft lip and cleft palate and the need for safe, well-timed and effective surgery. Through partnerships, Operation Smile is conducting research to ultimately help prevent the number of new children born with clefts by identifying the root causes. By inspiring action and leadership, the organisation has mobilised thousands of volunteers from more than 80 countries and hundreds of student clubs and associations around the world. Operation Smile educates and encourages communities to spread awareness and strengthen understanding about cleft conditions, treatment and the effect one person can make by taking action.

The Company is limited by guarantee not having a share capital.

#### **Review of Developments, Activities and Achievements - Bill and Kathy Magee, Co-Founders, Operation Smile**

The most powerful aspect of human dignity is the ability to act on one's will and transform dreams into reality. Time after time, we've witnessed this transformation when we reconnect with our patients after they've healed. Now free from social stigma, isolation and feelings of hopelessness, they are free to become part of the fabric of their communities. The resulting interaction opens up opportunities - personally, emotionally and financially - that would have never been possible without receiving surgery. When our work is viewed through this lens, our vision to provide the highest quality of care to as many patients as possible becomes even clearer. However, there are still billions of people who lack access to safe, well-timed and effective surgical care. We view this as a heart-wrenching tragedy and a grave social injustice. Everything we do strives to correct this vast inequality.

#### **Review of Developments, Activities and Achievements - Operation Smile Ireland**

This year marks our 16th year as a children's medical cleft charity in Ireland and we remain a strong Resource Partner of Operation Smile's worldwide alliance through advocacy, volunteerism and funding. With over 38 years of experience in working in global health, Operation Smile has had the opportunity to provide exceptional surgical care for patients and families affected by cleft lip and cleft palate. While accomplishing that, we have simultaneously strengthened the infrastructure of the surgical care systems in the communities where we work. This past year (to June 30th 2019) we conducted 176 medical programmes in 33 countries, with 19,718 patients receiving surgical and dental care as well as 456,970 patients cared for in our 31 Care Centres providing year-round medical services. We remain driven by the reality that the need remains great, the fact is that every three minutes a child is born somewhere in our world with a cleft lip or cleft palate, this only serves to increase our determination that our vital work should continue to reach those in desperate need of surgery. We believe that empowering local health professionals, through training and education, creates surgical solutions that last. This commitment continues to be seen in our work in Ethiopia and our other programme countries.

Committed to be the best steward of your donations, we direct funds to programmes, that deliver life-changing and life-saving surgery to people, where it's needed most. Our stringent medical standards require the purchase of high-quality, and therefore high-cost, medical supplies, which are then shipped worldwide to our program sites. We believe that investments in surgical care delivery today will create a better world tomorrow. We also know that investing in people from rising medical professionals to advocacy-minded students ensures that our impact will be felt for generations to come. We send skilled medical and nonmedical volunteers to care for patients. By training and credentialing local medical professionals, we empower them to deliver world-class care in communities, where they live. For patients and families, facing financial hardship in order to attend our programmes, we cover the costs of transportation, lodging and food.

By partnering with ministries of health, academic institutions, corporations, local health professionals and other nongovernmental organizations, we change lives and revolutionize how entire health systems deliver surgical care, we're working towards long-term health system improvements, so that future generations can receive care in their communities. It's our honour to participate on the world stage of surgical innovation and excellence to raise

## **Operation Smile Ireland**

### **Directors' Report**

for the financial year ended 30 June 2019

awareness about cleft conditions, safe surgery and the need for more equitable health services globally. Today, more people are being educated, more families are being reached and, more lives are being saved. As one of the largest volunteer-driven surgical organizations, Operation Smile celebrates our many employees and volunteers around the world who work tirelessly to ensure that the organization continues to extend its impact. Our heartfelt gratitude also goes out to the families of employees and volunteers, whose sacrifices make our life-changing work possible. We remain steadfastly committed to proving that it is possible to change the world through kindness and generosity.

### **Principal Risks and Uncertainties**

The directors are aware of the principal risks and uncertainties to which the company is exposed and in particular of those related to the operations and finances of the company. The directors are satisfied that the company has suitable controls in place to mitigate the company's exposure to those principal risks and uncertainties.

### **Financial Results**

The surplus for the financial year after providing for depreciation amounted to €1,364 (2018 - €16,766).

At the end of the financial year, the company has assets of €161,170 (2018 - €159,791) and liabilities of €16,729 (2018 - €16,714). The net assets of the company have increased by €1,364.

### **Directors and Secretary**

The directors who served throughout the financial year were as follows:

Jack O'Keeffe  
Mary Martin  
Ruth Farrell (resigned 20 November 2019)  
David Orr  
Eleanor McGovern (resigned 20 November 2019)  
Lucy Nugent (appointed 03 March 2020)  
Rory Sheridan (appointed 07 October 2019)  
Patrick Millar (appointed 03 March 2020)  
Teresa Cosgrove

The secretary who served throughout the financial year was Teresa Cosgrove.

In accordance with the Constitution, the directors retire by rotation and, being eligible, offer themselves for re-election.

### **Future Developments**

The company plans to continue its present activities and current trading levels.

### **Post Balance Sheet Events**

There have been no significant events affecting the company since the financial year-end. The directors are continuously monitoring developments in relation to COVID-19 and assessing the potential impact of the pandemic on the company. At present, it does not appear that this impact will be significant.

### **Political Contributions**

The company did not make any disclosable political donations in the current financial year.

### **Auditors**

The auditors, BDO, (Registered Auditors (AI223876)) have indicated their willingness to continue in office in accordance with the provisions of section 383(2) of the Companies Act 2014.

### **Taxation Status**

Operation Smile Ireland has been granted charitable status under Section 848A of the Taxes Consolidation Act 1997.

### **Research and Development**

The company did not enter into any research and development activities during the year.

**Operation Smile Ireland**  
**Directors' Report**  
for the financial year ended 30 June 2019

**Statement on Relevant Audit Information**

In accordance with section 330 of the Companies Act 2014, so far as each of the persons who are directors at the time this report is approved are aware, there is no relevant audit information of which the statutory auditors are unaware. The directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and they have established that the statutory auditors are aware of that information.

**Accounting Records**

To ensure that adequate accounting records are kept in accordance with sections 281 to 285 of the Companies Act 2014, the directors have established appropriate books to adequately record the transactions of the company. The directors also ensure that the company retains the source documentation for these transactions. The accounting records are maintained at the company's office at 31 Pembroke Road, Dublin 4.

Signed on behalf of the board

  
\_\_\_\_\_  
Jack O'Keeffe  
Director

Date: 1/10/2020

  
\_\_\_\_\_  
Teresa Cosgrove  
Director

Date: 1/10/2020

**Operation Smile Ireland**  
**Directors' Responsibilities Statement**  
for the financial year ended 30 June 2019

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

Irish company law requires the directors to prepare financial statements for each financial year. Under the law the directors have elected to prepare the financial statements in accordance with the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council. 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 assets, liabilities and financial position of the company as at the financial year end date and of the surplus or deficit of the company for the financial year and otherwise comply with the Companies Act 2014.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the company financial statements and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identify those standards, and note the effect and the reasons for any material departure from those standards; and
- 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 ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and surplus or deficit of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and Directors' Report comply with the Companies Act 2014 and enable the financial statements to be readily and properly audited. 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.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

**Signed on behalf of the board**

  
\_\_\_\_\_  
Jack O'Keeffe  
Director

Date: 1/10/2020

  
\_\_\_\_\_  
Teresa Cosgrove  
Director

Date: 1/10/2020



## Independent Auditor's Report to the Members of Operation Smile Ireland

### Report on the audit of the financial statements

#### Opinion

We have audited the financial statements of Operation Smile Ireland ('the company') for the financial year ended 30 June 2019 which comprise the Income and Expenditure Account, the Balance Sheet, the Statement of Cash Flows and the related notes to the financial statements, including a summary of significant accounting policies set out in note 2. The financial reporting framework that has been applied in their preparation is Irish Law and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 30 June 2019 and of its surplus for the financial year then ended;
- have been properly prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) 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 company in accordance with ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard for Auditors (Ireland) issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), 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 ISAs (Ireland) 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 included in the 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.

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.



## Independent Auditor's Report to the Members of Operation Smile Ireland

### Opinions on other matters prescribed by the Companies Act 2014

Based solely on the work undertaken in the course of the audit, we report that:

- in our opinion, the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- in our opinion, the Directors' Report has been prepared in accordance with the Companies Act 2014.

We have obtained all the information and explanations which we consider necessary for the purposes of our audit.

In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited. The financial statements are in agreement with the accounting records.

### Matters on which we are required to report by exception

Based on the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Directors' Report. The Companies Act 2014 requires us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions required by sections 305 to 312 of the Act are not made. We have nothing to report in this regard.

### Respective responsibilities

#### Responsibilities of directors for the financial statements

As explained more fully in the Directors' Responsibilities Statement, 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 they 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 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 management either intends to liquidate the company or to cease operation, or has 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 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 (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in 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 IAASA's website at: [www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description of auditors responsibilities for audit.pdf](http://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf). The description forms part of our Auditor's Report.

**Independent Auditor's Report to the Members  
of Operation Smile Ireland****The purpose of our audit work and to whom we owe our responsibilities**

Our report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. 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 any 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.

  
\_\_\_\_\_  
**Liam Hession****for and on behalf of  
BDO**Registered Auditors (AI223876)  
103/104 O'Connell Street  
LimerickDate: 01/10/2020

**Operation Smile Ireland**  
**Income and Expenditure Account**  
for the financial year ended 30 June 2019

	Notes	2019 €	2018 €
<b>Income</b>	<b>5</b>	<b>168,671</b>	200,736
Cost of generating voluntary income	6	(67,598)	(55,510)
<b>Net incoming resources</b>		<b>101,073</b>	145,226
<b>Resources expended</b>			
Direct charitable expenditure	7	(49,934)	(70,784)
Managing and administering the charity	8	(61,567)	(72,158)
<b>Total resources expended</b>		<b>(111,501)</b>	(142,942)
Other operating income	5	11,767	14,444
Interest receivable and similar income	10	25	38
<b>Surplus for the financial year</b>	<b>17</b>	<b>1,364</b>	16,766
Retained surplus brought forward		143,077	126,311
<b>Retained surplus carried forward</b>		<b>144,441</b>	143,077

**Operation Smile Ireland**  
**Balance Sheet**  
as at 30 June 2019

	Notes	2019 €	2018 €
<b>Fixed Assets</b>			
Tangible assets	12	-	149
<b>Current Assets</b>			
Debtors	13	1,582	1,820
Cash and cash equivalents		159,588	157,822
		161,170	159,642
<b>Creditors: Amounts falling due within one year</b>	14	(16,729)	(16,714)
<b>Net Current Assets</b>		144,441	142,928
<b>Total Assets less Current Liabilities</b>		144,441	143,077
<b>Reserves</b>			
Income and expenditure account	17	144,441	143,077
<b>Equity attributable to owners of the company</b>		144,441	143,077

Approved by the board on 23<sup>rd</sup> September 2020 and signed on its behalf by:

  
\_\_\_\_\_  
**Jack O'Keeffe**  
Director

  
\_\_\_\_\_  
**Teresa Cosgrove**  
Director

**Operation Smile Ireland**  
**Statement of Cash Flows**  
for the financial year ended 30 June 2019

	Notes	2019 €	2018 €
<b>Cash flows from operating activities</b>			
Surplus for the financial year		1,364	16,766
Adjustments for:			
Interest receivable and similar income		(25)	(38)
Depreciation		149	755
		<u>1,488</u>	<u>17,483</u>
Movements in working capital:			
Movement in debtors		238	(276)
Movement in creditors		15	(255)
		<u>1,741</u>	<u>16,952</u>
<b>Cash flows from investing activities</b>			
Interest received		25	38
		<u>1,766</u>	<u>16,990</u>
<b>Net increase in cash and cash equivalents</b>		<b>1,766</b>	<b>16,990</b>
<b>Cash and cash equivalents at beginning of financial year</b>		<b>157,822</b>	<b>140,832</b>
		<u>159,588</u>	<u>157,822</u>
<b>Cash and cash equivalents at end of financial year</b>	21	<b>159,588</b>	<b>157,822</b>

**Operation Smile Ireland**  
**Notes to the Financial Statements**  
for the financial year ended 30 June 2019

**1. General Information**

The financial statements comprising the Income and Expenditure Accounts, the Balance Sheet, the statement of cashflows and the related notes constitute the individual financial statements of Operation Smile Ireland (a company limited by guarantee, without a share capital) for the financial year ended 30 June 2019.

Operation Smile Ireland is a company limited by guarantee incorporated in the Republic of Ireland. 31 Pembroke Road, Dublin 4 is the registered office, which is also the principal place of business of the company. The nature of the company's operations and its principal activities are set out in the Directors' Report. The financial statements have been presented in Euro (€) which is also the functional currency of the company.

**2. SUMMARY of Significant Accounting Policies**

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

**Statement of compliance**

The financial statements of the company for the year ended 30 June 2019 have been prepared on the going concern basis and in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (FRS 102).

**Basis of preparation**

The financial statements have been prepared on the going concern basis and in accordance with the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The financial reporting framework that has been applied in their preparation is the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council.

The company qualifies as a large company as defined by section 280H of the Companies Act 2014 in respect of the financial year.

**Income**

Income is credited to the Income and Expenditure Account in the year to which it relates. The income of the organisation includes donations and fundraising funds, over which control is exercised when received by the company.

**Retained earnings**

The directors have decided to disclose the changes in retained earnings in the Income and Expenditure Account.

**Resources expended**

Resources expended are analysed between fundraising and publicity costs and the costs of managing and administering the charity.

**Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost or at valuation, less accumulated depreciation. The charge to depreciation is calculated to write off the original cost or valuation of tangible fixed assets, less their estimated residual value, over their expected useful lives as follows:

Fixtures, fittings and equipment - 12.5% straight line

The carrying values of tangible fixed assets are reviewed annually for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

**Trade and other debtors**

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

**Cash and cash equivalents**

Cash and cash equivalents comprise cash at bank and in hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the Balance Sheet bank overdrafts are shown within Creditors.

**Trade and other creditors**

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

**Taxation**

The company has been granted charitable status under Section 848A of the Taxes Consolidation Act 1997 and consequently it does not incur a corporation tax charge.

**3. Significant Accounting Judgements and Key Sources of Estimation Uncertainty**

The directors consider the accounting estimates and assumptions below to be the company's critical accounting estimates and judgements:

**Going concern**

The directors have reviewed the financial position of the company for a period of at least twelve months from the date of the approval of the financial statements and are satisfied that there is no material uncertainty regarding the company's ability to meet its liabilities as they fall due, and to continue as a going concern. This assessment includes a review of the impact of the COVID-19 pandemic on the company's operations. On this basis the directors consider it appropriate to prepare the financial statements on a going concern basis. Accordingly, these financial statements do not include any adjustments to the carrying amounts and classification of assets and liabilities that may arise if the company was unable to continue as a going concern.

**Useful lives of tangible fixed assets**

Long-lived assets comprising primarily tangible fixed assets represent a significant portion of total assets. The annual depreciation charge depends primarily on the estimated lives of each type of asset and, in certain circumstances, estimates of residual values. The directors regularly review these useful lives and change them if necessary to reflect current conditions. In determining these useful lives management consider technological change, patterns of consumption, physical condition and expected economic utilisation of the assets. Changes in useful lives can have a significant impact on the depreciation charge for the financial year.

**4. Departure from Companies Act 2014 Presentation**

The directors have elected to present an Income and Expenditure Account instead of a Profit and Loss Account in these financial statements as this company is a not-for-profit entity.



**Operation Smile Ireland**  
**Notes to the Financial Statements**  
for the financial year ended 30 June 2019

continued

**5. Income**

The income for the financial year has been derived from:-

	2019	2018
	€	€
Activities for generating funds	163,307	185,579
Student programmes	4,039	13,567
Operation Smile International	1,325	1,590
Other operating income	11,767	14,444
	<u>180,438</u>	<u>215,180</u>

The whole of the company's income is attributable to its market in the Republic of Ireland and is derived in accordance with the company's aims and policies. Other operating income relates to tax refunds received under the Charitable Donations Scheme.

**6. Cost of Generating Voluntary Income**

	2019	2018
	€	€
Fundraising and publicity	67,598	55,510
	<u>67,598</u>	<u>55,510</u>

**7. Direct Charitable Expenditure**

	2019	2018
	€	€
Student programme - educational development	15,925	46,533
International medical missions - volunteer expenses	25,993	24,251
Purchase of computer equipment	8,016	-
	<u>49,934</u>	<u>70,784</u>

**8. Managing and Administering the Charity**

	2019	2018
	€	€
Staff costs (see note 11)	20,206	30,508
Rent payable	15,750	15,750
Insurance	3,108	2,667
Light and heat	4,022	3,123
Printing, postage and stationery	9,872	12,072
Advertising	370	1,446
Telephone	5,330	2,711
Bank charges	1,051	805
Other expenses	1,709	2,321
Depreciation	149	755
	<u>61,567</u>	<u>72,158</u>

**9. Operating Surplus**

	2019	2018
	€	€
<b>Operating surplus is stated after charging:</b>		
Depreciation of tangible fixed assets	149	755
	<u>149</u>	<u>755</u>

**Operation Smile Ireland**  
**Notes to the Financial Statements**  
for the financial year ended 30 June 2019

continued

<b>10. Interest Receivable and Similar Income</b>	<b>2019</b>	2018
	€	€
Bank interest	<u>25</u>	<u>38</u>

**11. Employees and Remuneration**

**Number of employees**

The average number of persons employed (including executive directors) during the financial year was as follows:

	<b>2019</b>	2018
	<b>Number</b>	Number
Administration	<u>2</u>	<u>2</u>

The staff costs comprise:

	<b>2019</b>	2018
	€	€
Wages and salaries	<u>18,946</u>	28,334
Social welfare costs	<u>1,260</u>	2,174
	<u><b>20,206</b></u>	<u>30,508</u>

**12. Tangible Fixed Assets**

	<b>Fixtures, fittings and equipment</b>	<b>Total</b>
	€	€
<b>Cost</b>		
At 1 July 2018	21,812	21,812
At 30 June 2019	<u>21,812</u>	<u>21,812</u>
<b>Depreciation</b>		
At 1 July 2018	21,663	21,663
Charge for the financial year	149	149
At 30 June 2019	<u>21,812</u>	<u>21,812</u>
<b>Net book value</b>		
At 30 June 2019	<u>-</u>	<u>-</u>
At 30 June 2018	<u>149</u>	<u>149</u>

<b>13. Debtors</b>	<b>2019</b>	2018
	€	€
Prepayments	<u>1,582</u>	<u>1,820</u>

All debtors are due within one year.

**Operation Smile Ireland**  
**Notes to the Financial Statements**  
for the financial year ended 30 June 2019

continued

<b>14. Creditors</b>	<b>2019</b>	<b>2018</b>
<b>Amounts falling due within one year</b>	<b>€</b>	<b>€</b>
Taxation (Note 15)	105	1,437
Other creditors	2,037	690
Accruals	14,587	14,587
	<u>16,729</u>	<u>16,714</u>

The terms of the accruals are based on the underlying contracts.

Other amounts included within creditors not covered by specific note disclosures are unsecured, interest free and repayable on demand.

<b>15. Taxation</b>	<b>2019</b>	<b>2018</b>
	<b>€</b>	<b>€</b>
<b>Creditors:</b>		
PAYE	105	1,437
	<u>105</u>	<u>1,437</u>

Tax and social security are subject to the terms of the relevant legislation. Interest accrues on late payment of PAYE at the rate of 0.0274% per day. No interest was due at the financial year end date.

**16. Status**

The liability of the members is limited.

Every member of the company undertakes to contribute to the assets of the company in the event of its being wound up while they are members, or within one year thereafter, for the payment of the debts and liabilities of the company contracted before they ceased to be members, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributors among themselves, such amount as may be required, not exceeding €1.

**17. Income and Expenditure Account**

	<b>2019</b>	<b>2018</b>
	<b>€</b>	<b>€</b>
At 1 July 2018	143,077	126,311
Surplus for the financial year	1,364	16,766
At 30 June 2019	<u>144,441</u>	<u>143,077</u>

**18. Capital Commitments**

The company had no material capital commitments at the financial year-ended 30 June 2019.

**19. Directors' Remuneration**

The directors constitute the company's key management personnel and did not receive a compensation for services provided during the year.

**20. Post-Balance Sheet Events**

There have been no significant events affecting the company since the financial year-end. The directors are continuously monitoring developments in relation to COVID-19 and assessing the potential impact of the pandemic on the company. At present, it does not appear that this impact will be significant.

**Operation Smile Ireland**  
**Notes to the Financial Statements**  
for the financial year ended 30 June 2019

continued

<b>21. Cash and Cash Equivalents</b>	<b>2019</b>	<b>2018</b>
	€	€
Cash and bank balances	<b>43,444</b>	41,704
Cash equivalents	<b>116,144</b>	116,118
	<b>159,588</b>	157,822
<b>22. Financial Instruments</b>	<b>2019</b>	<b>2018</b>
	€	€
Financial assets that are debt instruments measured at amortised cost	<b>159,588</b>	157,822

Financial assets that are debt instruments measured at amortised cost comprise cash and cash equivalents.

**23. Approval of Financial Statements**

The financial statements were approved and authorised for issue by the board of directors on 23/09/2020.