

NMH Foundation
(A company limited by guarantee and not having a share capital)

Annual Report

Financial Year Ended 31 December 2020

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DIRECTORS AND OTHER INFORMATION

Board of Directors

Mr Chris O'Connell
Dr John Murphy
Ms Niamh Callaghan (Resigned 20/10/2020)
Mr Ronan Gavin
Ms Meliosa O'Caomh
Ms Aisling Curtis (Appointed 28/07/2020)
Ms Sarah Gallagher (Appointed 28/07/2020)
Ms Ruth Curran (Resigned 11/02/2020)
Ms Caroline Keeling (Resigned 11/02/2020)
Prof Shane Higgins
Mr David Manning

Solicitors

Mason Hayes & Curran LLC
South Bank House
Barrow Street
Dublin 4

Secretary and Registered Office

Ronan Gavin
National Maternity Hospital
Holles Street
Dublin 2

Bankers

Bank of Ireland
2 College Green
Dublin 2

Registered Number:

518984

Charity registration no.

CHY (Revenue) No 20389
Registered Charity No 20080891

Auditors

PricewaterhouseCoopers
Chartered Accountants and Statutory Audit Firm
One Spencer Dock
North Wall Quay
Dublin 1

DIRECTORS' REPORT

The Directors present herewith their report and the audited financial statements for the financial year ended 31 December 2020.

In this report, the Directors of the NMH Foundation present a summary of its purpose, governance, activities, achievements and finances for the year ended 31 December 2020.

The Directors have completed and approved a Compliance Record Form and confirm that the Charity is in full compliance with the Charities Governance Code.

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

Objectives and Activities

The Foundation, as a voluntary charitable organisation, has as its main objective the development of a sustainable fundraising capability that will support the National Maternity Hospital (NMH) in maintaining its position as a centre of excellence in the delivery of maternal and neonatal care and research.

The main activity of the Foundation is raising funds to support the work of the National Maternity Hospital, Holles Street. The Foundation supports all areas of need within the NMH, including equipment, research and education programmes; and support services for mothers and babies. Money is raised through direct donations, events and corporate partnerships.

Due to the necessity to cancel in person events as a result of Covid-19 restrictions, the Foundation moved forward with building online capability and platforms for community events and fundraising during 2020. New initiatives included increased online community fundraising, direct debit/regular giving, corporate sponsorship, and increased online event activity.

Strategy 2020 – 2024

In 2019 the Board of Directors agreed a new Strategy for the Foundation (2020 – 2024) with a view to building capacity in the Foundation to generate increased funding from Companies, Trusts and Philanthropic sources to invest in Maternal and Neonatal Research at the NMH.

In line with this strategy the Board of Directors set achievement and performance goals for the Foundation for 5 years with performance measures around strategic, funding, branding and operational effectiveness for 2020/2021.

The 5-year high level goals are:

Strategic

- Facilitate ground breaking research that improves outcomes for mothers and babies alike
- Improve maternal health programmes through evidence based clinical research
- Innovate healthcare for women and newborns

Funding

- Significantly increase fundraising over 5 years
- Create a sustainable and effective programme of funding, focused on major gift, partnership and engaged communities to maximise investment (with 70% for research)
- Sustain research into new-born and maternal health areas with commitment based accounting model

Branding

- Increase awareness of and engagement with the NMH brand, maximising the history and allegiance to the current site at Holles Street.
- Strategically harness partnerships to generate impact for patients, maternal and neonatal care, and the brand

Operational Effectiveness

- Operate professionally and implement high standards of governance, financial and fundraising best practice in line with the principles of the governance code, fundraising practices, and committed to Charities Institute Ireland Triple Lock

DIRECTOR'S REPORT - continued

The Board of Directors also agreed to put purpose and impact at the centre of the Foundation and the Grants to the NMH made possible by NMH Foundation donors, volunteers, corporate partners and supporters and are committed to the following core beliefs:

Care – we believe in excellence in care, that mothers and babies deserve the best and we mirror this with our promise to take good care of the trust people put in us with their donations and support.

Impact – we are committed to making the biggest possible impact with the funding we have available so we will use funding wisely, and support long term, preventative and ambitious programmes. We will invest in the areas that we know will generate the greatest funding return.

Respect - we respect all our patients, and partners, and as such will tell their moving stories in a way that protects and respects our patient's lives, with empathy and kindness, but always portraying the truth, real people, real outcomes, told as sensitively as possible. We respect all staff, and donors and volunteers.

Hopefulness - we know how important it is to advance care through research. We are hopeful that this goal, and our funding, can and will change lives and help babies arrive survive and thrive.

Leadership – we are committed to playing a leadership role in funding research for infant and maternal health, women with complicated pregnancies, babies who come too early, and babies who are born very sick or with challenges. We are committed to understanding this and solving it.

Review of Board Priorities for FY 2020

Recruit Foundation Staff, Board Members, and Chairperson

The Board of Directors appointed an Executive and Funding Director and a Fundraising Manager in 2020 to manage the day to day operations of the Foundation and to assist the Board of Directors in achieving the 5-year strategy.

Develop fundraising streams with better Return on Investment (ROI) than historical events based fundraising

On recruitment of a professional fundraising staff in 2020, the Foundation began to move toward fundraising activities achieving a higher ROI than event based fundraising activities which had been the primary income streams up to 2019. New systems and programmes of work were put in place to deliver income from online communities and a programme of recruiting donors by Direct Debit was commenced. Due to Covid 19 restrictions the Foundation was unable to hold the Annual Golf event nor the Annual Fashion Show which had been planned for 2020, this had an impact on income in the period. However, income from community online activities increased on previous years, and grants were received from Rethink Ireland and Pobal Covid 19 sustainability scheme in the year which assisted with operational costs of the Foundation and the transition to online service delivery at the NMH NICU. (Virtual NICU project).

Establish a research fund, and an initial programme of work

The Foundation entered into a 3 year grant agreement with the NMH Medical Fund to build the capacity of the Foundation to raise funds for Research activities at the NMH with a focus on Neonatal and Maternal Health. The first tranche of this grant (€400,000) was paid to the Foundation in 2021. The Foundation Board of Directors worked with the Master of the Hospital through 2020 to convene a panel of experts in the form of a Research Funding Advisory Committee (FRAC) who will be responsible for reviewing grant applications for Neonatal and Maternal Research from NMH staff. The FRAC will also be responsible for making recommendations to the Foundation Board of Directors for the award of research grants by the Foundation going forward.

A Grant Application system was put in place in 2020 whereby staff from across the NMH can make applications to the Foundation for funding from Restricted or Unrestricted Funds. The Foundation made 40 grants (large and small) across the NMH during 2020 totaling more than €80,000, supporting primarily the Neonatal Intensive Care Unit (NICU), Social Work, and Bereavement teams.

Update Foundation Structures and governance to support a more complex organization

In the period, the Board of Directors established sub committees with Terms of Reference with responsibility for the good governance of the NMH Foundation, namely:

- Finance and Audit Committee (Finc)
- Funding and Branding Committee (FAB)
- Funding Research Advisory Committee (FRAC)

DIRECTOR'S REPORT - continued

The Foundation also engaged Bradan Accountants to prepare management accounts and reports for the Board of Directors and to prepare accounts in line with Charity SORP from 2021.

CEO Report

More than 8,000 babies are born at the National Maternity Hospital, Holles Street every year. In 2019 the Board of Directors of the NMH Foundation adopted a 5-year strategy to build capacity in the Foundation to grow income and extend support to support Maternal and Neonatal research and education at the NMH.

The Foundation has three core pillars of work, engaging communities and corporate partners to help babies:

1. Arrive – by funding cutting edge research and innovation that will advance maternal and foetal care so that every baby arrives safely.
2. Survive – by funding vital equipment, research and practice supporting premature babies, neonatal and urgent care (NICU) improving outcomes for babies born too soon.
3. Thrive – by understanding the causes of premature birth, improving care and support for women with complicated pregnancies, and supporting excellence in early care, improving quality of life and life chances for premature and very sick babies.

The NMH Foundation is committed to operating to the best practice standards for governance and reporting and is in full compliance with the Governance Code for Community, Voluntary and Charitable Organisations. The Foundation is signed up to the Statement of Guiding Principles for Fundraising.

Fundraising and Events

Covid-19 made 2020 a very different year for fundraising. The NMH annual Golf Classic and Fashion Show had to be cancelled. We are hugely grateful to the NMH Foundation community of runners, walkers, virtual eventers, mums, dads, aunts and uncles, brothers and sisters for their very generous and kind support.

Placenta Accreta Ladies Lunch: February 29th 2020

Placenta Accreta Ireland held a ladies luncheon at the Four Seasons Hotel in aid of the NMH Foundation to raise funds for the further development of the Placenta Accreta Service at the NMH. This event had been planned throughout 2019 and took place before Covid-19 restrictions came into effect. Placenta Accreta is a rare and life threatening condition affecting women in pregnancy, and during 2020 the NMH launched a patient led service for families affected by this condition in partnership with Placenta Accreta Ireland. The Ladies Luncheon generated over €60,000 and proceeds were and will be directed to research and services for women attending the NMH through 2020 and 2021.

Community Events and Fundraising

Throughout 2020 NMH supporters and families took to social media and online fundraising platforms to raise funds for families availing of the world class specialist services at the NMH, namely the NICU (unit 8) and bereavement teams. More than €90,000 was raised through community events and fundraisers, and the Foundation was able to support the NMH with grants for equipment, training and refurbishments across the hospital.

Triona O'Neill created a Virtual Concert on World Prematurity Day on 17th November. Triona wrote and performed a beautiful song and hosted a live-streamed entertainment to raise funds and increase awareness of preterm births.

Fundraising Campaigns

The NMH Foundation enjoys support from a loyal and dedicated group of donors who show their gratitude and support by making donations in response to Fundraising appeals or through monthly contributions. Almost 350 patients, former patients and relatives made donations to the NMH Foundation during 2020. These donations were made in response to online and Direct Mail appeals through the year.

The NMH Foundation Christmas Campaign 'Born too Soon' raised more than €25,000 for the NICU unit. Supporters were inspired by the story of a NMH mother Joy and her baby Charlie who spent Christmas in the NICU at The NMH in 2019.

DIRECTOR'S REPORT - continued

Grants and Impact

Despite a reduction in Fundraising Income due to the cancellation of flagship events, the Foundation was able to make more than 40 grants to the NMH during 2020. Grants totaled more than €80,000 and were expended on enhancing services for NICU patients and bereaved families. More than 3,500 families benefited from grants made to the NMH made possible by generous donations from NMH Foundation individual, corporate and community supporters. Funds were used to produce information and booklets, provide memory making activities for bereaved parents, purchase vital equipment (Lifestart Trolley, Transport Incubator, Positioning Nests, Breast Pumps, Nursing Chairs), and to help NICU parents to be close to their babies while visiting restrictions were in place (angel eye cameras, donated Vodafone handsets).

Many companies and individuals made donations in kind to support the amazing staff through the Covid months. The NMH built a hospital within a hospital in March 2020 to ensure that mothers and babies received excellence in care and compassion throughout the pandemic, and NMH staff worked tirelessly throughout. The NMH Foundation and all of our supporters are proud to support the NMH, a truly special place where babies are delivered, women are cherished and families are made.

Legal status and Governing Document

The Foundation is an Irish company incorporated on 18 October 2012. It is a company limited by guarantee and does not have a share capital. The Foundation is a not-for-profit organisation with charitable status granted on 18 April 2013, with Articles of Association and a board of non-executive Directors. The Foundation's CHY (Revenue) number is CHY 20389 and its registration charity number is 20080891.

Statement of Board of Directors' Responsibilities

The Board of Directors is responsible for preparing the Director's Report and the financial statements of the Foundation.

Irish law requires the Directors to prepare financial statements for each financial year giving a true and fair view of the Foundation assets, liabilities and financial position at the end of the financial year and the surplus or deficit of the Foundation for the financial year. Under that law the Directors have prepared the financial statements in accordance with Irish Generally Accepted Accounting Practice (accounting standards issued by the UK Financial Reporting Council, including Financial Reporting Standard 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland and Irish law).

Under Irish law, the Directors shall not approve the financial statements unless they are satisfied that they give a true and fair view of the Foundation assets, liabilities and financial position as at the end of the financial year and the surplus or deficit of the Foundation for the financial year.

In preparing these financial statements, the Board of Directors is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards and identify the standards in question, subject to any material departures from those standards being disclosed and explained in the notes to the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Foundation will continue in business.

The Board of Directors is responsible for keeping adequate accounting records that are sufficient to:

- correctly record and explain the transactions of the Foundation;
- enable, at any time, the assets, liabilities, financial position and surplus or deficit of the Foundation to be determined with reasonable accuracy; and
- enable those financial statements to be audited.

The Board of Directors is also responsible for safeguarding the assets of the Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DIRECTOR'S REPORT – continued

Principal Activities and Business Review

The Foundation is responsible for raising funds for the National Maternity Hospital.

The Directors consider the level of fundraising activity and the year-end financial position to be satisfactory. For further details, refer to the CEO report section of this report on page 5.

Financial Review

The result for the year is set out on page 9.

Income Generation

The Foundation's income has increased from €424,128 in the year to 31 December 2019 to €775,732 in the year to 31 December 2020, the majority of which coming from a grant. The deficit for the year was €284,226 however this deficit includes a fair value loss of €650,000 on the company's investment property.

The operating profit in 2020 therefore is €365,774.

Resources Expended

The majority of the resources expended is split between supporting the fundraising activities of the Foundation and expenditure on charitable activities and grants to the NMH. The remainder relates to support costs which facilitate the day to day running of the Foundation.

Principal Risks and Uncertainties

COVID-19 risk

The first case of COVID-19 was reported in Ireland on 29 February 2020. Over the course of the following weeks, actions were put in place to protect the health, safety and well-being of all citizens. The first of these measures which impacted the charity sector was on 12 March 2020, the day after the virus was declared a pandemic. The Taoiseach announced that all schools, colleges and childcare facilities were to remain closed until 29 March 2020. The introduction of social distancing and the restrictions on social gatherings had an immediate effect on the sector and the pandemic has presented a unique challenge to the charity sector in 2020. The Directors considered the risks that COVID-19 posed to the Foundation and took actions to mitigate the impact by limiting the activities of the Foundation.

Fundraising and going concern risk

The management and Board of Directors reviewed the costs and grant commitments of the Foundation and considered the potential impact of the COVID-19 pandemic on the Foundation's ability to raise funds from the public in the year. Income and expenditure forecasts were reviewed in detail, and action taken to reduce costs or delay incurring costs where possible. Following cost / benefit analysis and following public health guidelines, major public fundraising events were cancelled and replaced where possible by online fundraising activities. The Foundation was successful in securing a grant under the Pobal Covid Sustainability Scheme and also secured a grant from Rethink Ireland to support the NICU unit through the 'Virtual NICU' Project. The Foundation was also successful in negotiating a major grant from the NMH Medical Fund to enable the delivery of the 5-year strategy. The revised forecasts for 2021/2022, having considered the ongoing impacts of the COVID-19 pandemic, taking account of reasonable potential changes in performance and cash flows, show that the Foundation should be able to operate within the level of its current facilities for a period of at least twelve months from the date of approval of these financial statements. The review of these projections as well as consideration of the approved 'Strategy for the Foundation (2020 – 2024)' has provided the basis for the Director's going concern assessment and after making their enquiries, the Directors have a reasonable expectation that the Foundation has adequate resources to continue in operation for the foreseeable future.

Accounting Records

The measures taken by the Directors to secure compliance with the Foundation's obligation to keep adequate accounting records are the use of appropriate systems and procedures and employment of competent persons. The accounting records are kept at the National Maternity Hospital, Holles Street, Dublin 2.

DIRECTOR'S REPORT - continued

Directors

The names of the persons who served as Directors at any time during the year are set out below. Unless otherwise indicated they served as Directors for the entire year.

Mr Chris O'Connell (and Member)
 Dr John Murphy (and Member)
 Ms Niamh Callaghan (and Member; resigned 30/10/2020)
 Mr Ronan Gavin (Secretary and Member)
 Ms Meliosa O'Caomh (and Member)
 Ms Aisling Curtis (appointed 28/07/2020)
 Ms Sarah Gallagher (appointed 28/07/2020)
 Ms Ruth Curran (resigned 11/02/2020)
 Ms Caroline Keeling (resigned 11/02/2020)
 Prof Shane Higgins (and Member)
 Mr David Manning (and Member)

Unless otherwise indicated, all of the above served for the entire period. This is a Company limited by guarantee without a share capital. The Articles of Association provide for the rotation of Directors at AGMs. A retiring Director shall be eligible for re-election.

Meetings Attended

Board of Directors' Meetings 2020

Director	14/02	28/04	20/07	29/09	20/10 (and AGM)	15/12	
Niamh Callaghan	✓	✓	✓	✓	✓		5 / 5
Aisling Curtis			✓		✓	✓	3 / 4
Sarah Gallagher			✓	✓	✓		3 / 4
Ronan Gavin	✓	✓	✓	✓	✓	✓	6 / 6
David Manning	✓	✓	✓	✓	✓		5 / 6
John Murphy	✓		✓		✓	✓	4 / 6
Chris O'Connell	✓	✓	✓	✓	✓	✓	6 / 6
Meliosa O'Caomh	✓	✓	✓	✓	✓	✓	6 / 6
Caroline Keeling	✓						1/1
Ruth Curran	✓						1/1
Shane Higgins	✓	✓	✓	✓	✓		5 / 6

Events Since the End of the Financial Year

As noted above, The Foundation entered a 3 year grant agreement with the NMH Medical Fund in 2020 in order to further Research with a focus on Neonatal and Maternal Health. The first tranche of the €1m grant, totalling €400,000 was received after year end.

There were no other significant events or transactions since the year end that would require adjustment to or disclosure in these financial statements.

Future Developments

It is the intention of the Directors to continue to develop the existing activities of the Foundation. In 2019, the Directors adopted an ambitious strategy to grow the Foundation over 5 years in order to increase funding available to the NMH for Maternal and Neonatal Research. The Foundation is continuing this strategy, as discussed under section Strategy 2020 – 2024 in page 3 of the Director's Report. Further, the Directors are planning to adopt the Charity SORP in future periods.

Political Donations

The Foundation did not make any political donations during the financial period.

DIRECTOR'S REPORT - continued

Research and Development

The Foundation did not incur any research and development expenditure during the financial period.

Disclosure of Information to Auditors

The Directors in office at the date of this report have each confirmed that:

- As far as he/she is aware, there is no relevant audit information of which the Foundation's statutory auditors are unaware; and
- He or she has taken all the steps that he/she ought to have taken as a Director in order to make himself/herself aware of any relevant audit information and to establish that the Foundation's statutory


Prof Shane Higgins


Ronan Gavin

ngness to continue in office, and a resolution Meeting.


Prof Shane Higgins


Ronan Gavin



Independent auditors' report to the members of NMH Foundation CLG

Report on the audit of the financial statements

Opinion

In our opinion, NMH Foundation CLG's financial statements:

- give a true and fair view of the company's assets, liabilities and financial position as at 31 December 2020 and of its deficit and cash flows for the year then ended;
- have been properly prepared in accordance with Generally Accepted Accounting Practice in Ireland (accounting standards issued by the Financial Reporting Council of the UK, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and Irish law); and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

We have audited the financial statements, included within the Annual Report, which comprise:

- the Balance Sheet as at 31 December 2020;
 - the Statement of Financial Activities for the year then ended;
 - the Cash Flow Statement for the year then ended;
 - the Statement of Changes in Equity for the year then ended; and
 - the notes to the financial statements, which include a description of the significant accounting policies.
-

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) ("ISAs (Ireland)") and applicable law.

Our responsibilities under ISAs (Ireland) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Ireland, which includes IAASA's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from the date on which the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the company's ability to continue as a going concern.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance 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 an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of 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 based on these responsibilities.

With respect to the Directors' Report, we also considered whether the disclosures required by the Companies Act 2014 have been included.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (Ireland) and the Companies Act 2014 require us to also report certain opinions and matters as described below:

- In our opinion, based on the work undertaken in the course of the audit, the information given in the Directors' Report for the year ended 31 December 2020 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.
- Based on our 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.

Responsibilities for the financial statements and the audit

Responsibilities of the directors for the financial statements

As explained more fully in the Statement of Board of Directors' Responsibilities set out on page 6, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view.

The directors are also responsible 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 the directors either intend to liquidate the company or to cease operations or have no realistic alternative but to do so.

Auditors' 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 auditors' 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 the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Our audit testing might include testing complete populations of certain transactions and balances, possibly using data auditing techniques. However, it typically involves selecting a limited number of items for testing, rather than testing complete populations. We will often seek to target particular items for testing based on their size or risk characteristics. In other cases, we will use audit sampling to enable us to draw a conclusion about the population from which the sample is selected.

A further description of our responsibilities for the audit of the financial statements is located on the IAASA website at:

https://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf

This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with section 391 of the Companies Act 2014 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.



Other required reporting

Companies Act 2014 opinions on other matters

- 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.
-

Other exception reporting

Directors' remuneration and transactions

Under the Companies Act 2014 we are required to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by sections 305 to 312 of that Act have not been made. We have no exceptions to report arising from this responsibility.

A handwritten signature in black ink, appearing to read 'Richard Sammon', written in a cursive style.

Richard Sammon
for and on behalf of PricewaterhouseCoopers
Chartered Accountants and Statutory Audit Firm
Dublin
6 July 2021

STATEMENT OF FINANCIAL ACTIVITIES
Year Ended 31 December 2020

	Notes	2020 €	2019 €
Income and Expenditure			
Income from:			
Investment income	5	94,420	94,420
Donations & grants	6	620,721	113,048
Charitable activities & events	6	60,591	216,660
Total income		<u>775,732</u>	<u>424,128</u>
Expenditure on:			
Management costs - loan interest	5	94,420	94,420
Raising funds	9	101,877	137,351
Charitable activities & events	10	213,661	321,321
Total expenditure		<u>409,958</u>	<u>553,092</u>
Net income/(expenditure) before other gains and losses		365,774	(128,964)
Other recognised losses			
Fair value loss on investment property valuation	13	(650,000)	-
Net movement in funds		<u>(284,226)</u>	<u>(128,964)</u>
Reconciliation of funds			
Total funds brought forward		<u>5,955,203</u>	<u>6,084,167</u>
Total funds carried forward		<u>5,670,977</u>	<u>5,955,203</u>


There were no recognised gains or losses other than those dealt with in the Statements of Financial Activities above.

There is no difference between the net incoming resources for the period and the net movement in funds for the period stated above, and their historical cost equivalents.

BALANCE SHEET
As at 31 December 2020

	Notes	2020 €	2019 €
Fixed assets			
Investment property	13	10,000,000	10,650,000
Current assets			
Debtors	14	400,000	10,165
Cash at bank		110,319	186,503
Total current assets		510,319	196,668
Current liabilities			
Creditors - amounts falling due within one year	15	(118,457)	(170,580)
Net current assets		391,862	26,088
Long-term liabilities			
Creditors - amounts falling due after more than one year	16	(4,720,885)	(4,720,885)
Net assets		5,670,977	5,955,203
Capital and reserves			
Accumulated fund		391,862	26,088
Asset revaluation reserve		5,279,115	5,929,115
Members' funds		5,670,977	5,955,203

On behalf of the Board of Directors


Prof Shane Higgins


Ronan Gavin

STATEMENT OF CHANGES IN EQUITY
Financial Year Ended 31 December 2020

	Unrestricted revaluation reserve €	Accumulated fund €	Total €
Balance at 1 January 2019	5,929,115	155,052	6,084,167
Net expenditure and other losses for the year	-	(128,964)	(128,964)
Balance at 31 December 2019	5,929,115	26,088	5,955,203
Balance at 1 January 2020	5,929,115	26,088	5,955,203
Net income/(expenditure) and other losses for the year	(650,000)	365,774	(284,226)
Balance at 31 December 2020	5,279,115	391,862	5,670,977

CASH FLOW STATEMENT
Financial Year Ended 31 December 2020

	Notes	2020 €	2019 €
Cash flows from operating activities			
Cash flows provided by operating activities	17	<u>(76,184)</u>	<u>(156,988)</u>
Cash flows from investing activities			
Rental Income received		<u>94,420</u>	<u>94,420</u>
Cash flows from financing activities			
Interest paid on borrowings		<u>(94,420)</u>	<u>(94,420)</u>
Change in cash and cash equivalents in the reporting period		(76,184)	(156,988)
Cash and cash equivalents at the beginning of the reporting period	18	<u>186,503</u>	<u>343,491</u>
Cash and cash equivalents at the end of the reporting period	18	<u>110,319</u>	<u>186,503</u>

NOTES TO THE FINANCIAL STATEMENTS

1 Statement of compliance

The entity financial statements have been prepared on a going concern basis and in accordance with accounting standards issued by the UK Financial Reporting Council and the Companies Act 2014. The entity financial statements comply with Financial Reporting Standard 102, the Financial Reporting Standard Applicable in the UK and Republic of Ireland (FRS 102).

2 General information

The Foundation's principal objective is the development of a sustainable fundraising capability that will support the National Maternity Hospital in maintaining its position as a centre of excellence in the delivery of mother and baby care and research.

The Foundation is incorporated as a Company Limited by Guarantee in the Republic of Ireland under registration number 518984. The address of its registered office is The National Maternity Hospital, Holles Street, Dublin 2. The Foundation's CHY (Revenue) number is CHY 20389 and its registration charity number is 20080891.

These financial statements are the Foundation's financial statements for the financial year beginning 1 January 2020 and ending 31 December 2020.

3 Summary of significant accounting policies

The significant accounting policies adopted by the charity are as follows:

Basis of preparation

The entity financial statements have been prepared under the historical cost convention, as modified by the measurement of certain assets at fair value through profit or loss, being investment properties.

The preparation of financial statements in conformity with FRS 102 requires the use of certain key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the financial year. It also requires the Directors to exercise its judgement in the process of applying the Foundation's accounting policies. The areas involving a higher degree of judgement or areas where assumptions and estimates have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are disclosed in note 4.

Going concern

The Financial Statements have been prepared on a going concern basis. The management and Board of Directors have reviewed the costs and grant commitments of the Foundation and its ability to raise funds from the public in the coming 12 months. Income and expenditure forecasts, cashflows as well as fundraising plans have been reviewed in detail and are monitored on an on-going basis. Following cost / benefit analysis and following public health guidelines, the annual public fundraising events of the Foundation will be resumed in the coming year, contingent on any developments in relation to the COVID-19 pandemic. In 2020, the Foundation secured a grant commitment from the NMH Medical Fund which was commenced in 2021, to invest in the furtherance of the Foundation's mission and 5-year strategy. Two additional tranches are expected to be received in 2022 and 2023 in relation to this grant. The review of the financial projections including the secured grant income to be received from the NMH Medical Fund as well as consideration of the approved 'Strategy for the Foundation (2020 – 2024)', has provided the basis for the Director's going concern assessment and after making their enquiries, the Directors have a reasonable expectation that the Foundation has adequate resources to continue in operation and to meet its financial obligations for the foreseeable future, being a period of at least twelve month from the date of approval of these financial statements. Therefore, the financial statements have been appropriately prepared on a going concern basis.

NOTES TO THE FINANCIAL STATEMENTS - continued

3 Summary of significant accounting policies - continued

Income

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

Rental Income

Rental income arises on the leasing of 65/66 Lower Mount Street Dublin 2. The Foundation has leased the property for an initial period of seven years. Rental income arising on the rental of investment properties held by the Foundation is recognised in accordance with the lease terms and as the rental income falls due.

Donation Income

Income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably. Donations or grants that are subject to terms or performance related conditions or other conditions that must be met before there is unconditional entitlement to the gifted resources, have been separately identified within the notes to the financial statements.

Funds

Income is treated as restricted where the donor has specified that it may only be used for a particular purpose or where it has been raised for a particular purpose. All other income is treated as unrestricted. Expenditure is treated as being made out of restricted funds to the extent that it meets the criteria specified by the donor or the terms under which it was raised. All other expenditure is treated as unrestricted.

Financial instruments

The Foundation has chosen to apply the provisions of Sections 11 and 12 of FRS 102 to account for all of its financial instruments.

(i) Financial assets

Basic financial assets, including debtors, cash and cash equivalents, and short-term deposits, are initially recognised at transaction price (including transaction costs).

Trade and other debtors, cash and cash equivalents are subsequently measured at amortised cost using the effective interest method.

At the end of each financial year financial assets measured at amortised cost are assessed for objective evidence of impairment. If there is objective evidence that a financial asset measured at amortised cost is impaired an impairment loss is recognised in profit or loss. The impairment loss is the difference between the financial asset's carrying amount and the present value of the financial asset's estimated cash inflows discounted at the asset's original effective interest rate.

NOTES TO THE FINANCIAL STATEMENTS - continued

3 Summary of significant accounting policies - continued

(i) *Financial assets - continued*

Financial assets are derecognised when (a) the contractual rights to the cash flows from the asset expire or are settled, or (b) substantially all the risks and rewards of ownership of the financial asset are transferred to another party or (c) control of the financial asset has been transferred to another party who has the practical ability to unilaterally sell the financial asset to an unrelated third party without imposing additional restrictions.

(ii) *Financial liabilities*

Trade and other creditors, loans from related companies, and financial liabilities from arrangements which constitute financing transactions are subsequently carried at amortised cost, using the effective interest method.

Basic financial liabilities, including trade and other creditors, loans from third parties, are initially recognised at settlement price.

Variable rate loans were recognised initially at an amount equal to the principal payable at maturity, and therefore re-estimating the future interest payments has no significant effect on the carrying amount of the loans, which have not been discounted.

Investment property

Investment property is held at fair value. Gains and losses arising from the revaluation of the investment property are included in the Statement of Financial Activities. See note 13 for additional information.

Investment properties are properties which are held either to earn rental income or for capital appreciation or for both. Investment properties are recognised initially at cost.

Subsequent to initial recognition

- (i) Investment properties whose fair value can be measured reliably are held at fair value. Any gains or losses arising from changes in the fair value are recognised in the Statement of Financial Activities in the period that they arise; and
- (ii) no depreciation is provided in respect of investment properties applying the fair value model.

This treatment, as regards the Foundation's investment properties, may be a departure from the requirements of the Companies Acts concerning depreciation of fixed assets. However, these properties are not held for consumption but for investment and the Directors consider that systematic annual depreciation would be inappropriate. The accounting policy adopted is therefore necessary for the financial statements to give a true and fair view.

All of the investment property fair values at 31 December 2020 are based on valuations provided by an external, independent valuer (Knight Frank), having an appropriate recognised professional qualification and recent experience in the location and class of property being valued

4 Judgments in applying accounting policies and key sources of estimation uncertainty

(a) Critical judgement in applying the entity's accounting policies

There were no judgements, apart from those involving estimates, made by the Directors which had a significant effect on the amounts recognised in the entity financial statements during the financial year ended 31 December 2020.

NOTES TO THE FINANCIAL STATEMENTS - continued

4 Judgments in applying accounting policies and key sources of estimation uncertainty - continued

(b) Critical accounting estimates and assumptions

The Directors make estimates and assumptions concerning the future in the process of preparing the Foundation's financial statements. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

Valuation of investment property

The Directors make an assessment at the end of each financial year of whether there is objective evidence that the carrying value of each investment property is impaired. When assessing impairment, the Directors consider factors including the market data, investment property performance and results of the independent valuation of the property. See note 13 for the net carrying amount of investment properties and details of the fair value loss recognised in the financial period.

5 Investment income and management costs	2020 €	2019 €
Rent received on investment property	94,420	94,420
Interest payable on loan to purchase investment property	<u>(94,420)</u>	<u>(94,420)</u>

Interest payable is accrued at a rate of 2% per annum.

6 Income from charitable activities, donations and grants	2020 €	2019 €
Restricted income	521,578	62,225
Unrestricted income	<u>159,734</u>	<u>267,483</u>
	<u>681,312</u>	<u>329,708</u>

From the total funds raised by the Foundation during the year, a total of €521,578 (2019: €62,225) has been classified as restricted because these funds are for specific purposes and cannot be used for any other purpose. Such restrictions include the provision of support services and support for the neonatal unit.

Additionally, €400,000 of the total restricted income is receivable from NMH Medical Fund as a grant to support the Foundation's 5-year strategy, specifically to promote the Foundation as a Research Foundation and to support implementation of research focused projects. The grant is wholly restricted for this purpose. In certain limited circumstances, where the Foundation is deemed to be in default of the terms of the grant agreement, the Funds received may become repayable to the NMH Medical Research Fund but such repayment would only become due only on the finalisation of a sale of the Foundation's Investment Property

NOTES TO THE FINANCIAL STATEMENTS - continued

7 Payroll costs	2020 €	2019 €
Wages & Salaries	143,041	56,017
Social insurance costs	15,584	6,078
	<u>158,625</u>	<u>62,095</u>

The average number of persons employed by the Foundation during the financial year was two. The NMH Foundation employs two full-time employees.

No salaries or fees are payable to the Directors of the Foundation.

8 Key management compensation	2020 €	2019 €
Compensation paid or payable to key management personnel for employee services are shown below:		
Wages & Salaries	94,743	24,977
Social insurance cost	10,469	2,735
	<u>105,212</u>	<u>27,712</u>

There was one employee who earned over €70,000 for the financial year (2019: none).

9 Expenditure on raising funds	2020 €	2019 €
Fundraising events (note 10)	32,901	86,489
Support and governance costs (note 11)	60,176	37,980
Governance costs (note 11)	8,800	12,882
	<u>101,877</u>	<u>137,351</u>

10 Expenditure on charitable activities & donations	2020 €	2019 €
Support and governance costs (note 11)	80,588	65,253
Governance costs (note 11)	52,606	13,634
Hospital equipment and funds donated	80,467	242,434
	<u>213,661</u>	<u>321,321</u>

Donations to the National Maternity Hospital were related to enhancing services for NICU patients and bereaved families. Funds were used to produce information and booklets, provide memory making activities for bereaved parents, purchase vital equipment (Lifestart Trolley, Transport Incubator, Positioning Nests, Breast Pumps, Nursing Chairs), and to help NICU parents to be close to their babies while visiting restrictions were in place (angel eye cameras, donated Vodafone handsets).

NOTES TO THE FINANCIAL STATEMENTS - continued

10 Expenditure on charitable activities & donations – continued

Incoming resources and resources expended in the generation of funds for charitable activities

The Foundation raises funds for much needed equipment for the National Maternity Hospital. The events listed below were held in the period ended 31 December 2020 to raise such funds:

	Income 2020 €	Direct expenses 2020 €	Direct contribution 2020 €
PAS Luncheon (third-party event)	60,591	32,901	27,690
Total	<u>60,591</u>	<u>32,901</u>	<u>27,690</u>
	Income 2019 €	Direct expenses 2019 €	Direct contribution 2019 €
Fashion Show	54,846	48,914	5,932
Blooms Day Lunch	16,001	27,236	(11,235)
Golf Classic	26,370	8,788	17,582
Mini Marathon	15,579	1,551	14,028
Fighting Blindness (Vision Ball)	103,864	-	103,864
Total	<u>216,660</u>	<u>86,489</u>	<u>130,171</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

11 Analysis of governance and support costs

2020	Charitable activities		Raising funds		Basis of apportionment
	General support	Governance functions	General support	Governance functions	
Payroll costs	52,606	52,606	54,798	-	Pro-rata based on time incurred
Subscriptions/memberships	-	-	5,378	-	Based on specific expenditure
Bank and credit card charges	254	-	-	-	Based on specific expenditure
Printing and stationery	4,911	-	-	-	Based on specific expenditure
Advertising and marketing	9,231	-	-	-	Based on specific expenditure
Professional fees	-	-	-	8,800	Based on specific expenditure
Staff travel and conferences	1,156	-	-	-	Based on specific expenditure
Office equipment	11,094	-	-	-	Based on specific expenditure
Telephone	297	-	-	-	Based on specific expenditure
Miscellaneous	1,039	-	-	-	Based on specific expenditure
	80,588	52,606	60,176	8,800	
2019					
	Charitable activities		Raising funds		Basis of apportionment
	General support	Governance functions	General support	Governance functions	
Payroll costs	40,903	13,634	36,358	-	Pro-rata based on time incurred
Subscriptions/memberships	-	-	1,622	-	Based on specific expenditure plus pro-rata of costs
Bank and credit card charges	1,407	-	-	-	Based on specific expenditure plus pro-rata of costs
Printing and stationery	2,904	-	-	-	Based on specific expenditure plus pro-rata of costs
Advertising and marketing	6,033	-	-	-	Based on specific expenditure plus pro-rata of costs
Professional fees	-	-	-	12,882	Based on specific expenditure plus pro-rata of costs
Staff travel and conferences	9,496	-	-	-	Based on specific expenditure plus pro-rata of costs
Office equipment	3,965	-	-	-	Based on specific expenditure plus pro-rata of costs
Telephone	545	-	-	-	Based on specific expenditure plus pro-rata of costs
	65,253	13,634	37,980	12,882	

NOTES TO THE FINANCIAL STATEMENTS - continued

12 Statutory and other information	2020 €	2019 €
The net expenditure for the year has been arrived at after charging:		
Director's remuneration	-	-
Auditor's remuneration	6,150	6,396
	<u>6,150</u>	<u>6,396</u>

13 Investment property	2020 €	2019 €
Carrying value at 1 January	10,650,000	10,650,000
Fair value loss recognised in the financial year	(650,000)	-
Carrying value at 31 December	<u>10,000,000</u>	<u>10,650,000</u>

The value of the investment property was based on a valuation provided by a qualified third-party valuer (Knight Frank). The valuation is based on the market value as defined within the RICS valuation – Global Standards 2017, using the investment method, which took into account the comparable market yields. Attention is drawn to the judgements and risks associated with the valuation of investment properties, particularly where there is market uncertainty. The outcome of this uncertainty may result in a material change to the market value of the properties but cannot presently be determined.

The Directors assess annually whether there is a material change in fair value by reference to the external indices and market factors to determine if a full valuation is required from a third-party valuer each year.

14 Debtors	2020 €	2019 €
Grant receivable	400,000	-
Debtors	-	10,165
	<u>400,000</u>	<u>10,165</u>

15 Creditors - amounts falling due within one year	2020 €	2019 €
Creditors	13,406	23,946
Accruals	105,051	146,634
	<u>118,457</u>	<u>170,580</u>

Trade and other creditors are payable at various dates in the next three months in accordance with the suppliers' usual and customary credit terms.

NOTES TO THE FINANCIAL STATEMENTS - continued

16 Creditors - amounts falling due within greater than one year	2020 €	2019 €
Loan from The Medical Fund	4,100,000	4,100,000
Loan from The Scientific Research College	620,885	620,885
	<u>4,720,885</u>	<u>4,720,885</u>

These loans were used to purchase the building at 65/66 Lower Mount St, Dublin 2. The Foundation's total loans at 31 December 2020 were €4,720,885 (2019: €4,720,885), representing inter entity loans, repayable upon sale of the property. The loans are subject to interest at a rate of 2% (2019: 2%).

The NMH Foundation has given a guarantee in relation to the loans from the Medical Fund and the Scientific Research College which is secured by a charge on the NMH Foundation's investment property.

17 Reconciliation of net expenditure to net cash outflow from operating activities	2020 €	2019 €
Net movement in funds for the year	(284,226)	(128,964)
Decrease in stocks	-	963
(Increase)/decrease in debtors	(389,835)	61,888
Fair value loss on investment property	650,000	-
Decrease in creditors	(52,123)	(90,875)
Net cash outflow from activities	<u>(76,184)</u>	<u>(156,988)</u>

18 Analysis of changes in net cash	2019 €	Cash flow €	2020 €
Cash at bank	186,503	(76,184)	110,319

19 Financial instruments	2020 €	2019 €
Financial assets that are debt instruments measured at amortised cost:		
- Grant receivable	400,000	-
- Trade debtors	-	10,165
	<u>400,000</u>	<u>10,165</u>
Cash at bank and in hand	<u>110,319</u>	<u>186,503</u>
Financial liabilities measured at amortised cost:		
- Trade creditors	13,406	23,946
- Borrowings from The Medical Fund	4,100,000	4,100,000
- Borrowings from The Scientific Research College	620,885	620,885
	<u>4,734,291</u>	<u>4,744,831</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

20 Lease commitments receivable	2020 €	2019 €
<p>The future minimum lease payments receivable under non-cancellable operating lease at the end of the financial year were:</p>		
Payments due		
Not later than one year	94,420	94,420
Later than one year but not later than five years	-	-
	94,420	94,420

21 Related party transactions

The Directors have considered the requirements of Section 33 of FRS 102 'related party disclosures' whereby related Parties can be defined as entities under common control with common Directors who can also exercise significant influence or control. From an NMH Foundation perspective, while not related parties under the generally applied definitions, the Foundation did engage in the following transactions with entities who are themselves related entities;

1. Loans, as set out in Note 16, are from NMH Medical Fund and NMH Scientific & Research College.
2. Lease of Property at 65/66 Lower Mount Street to the National Maternity Hospital at an annual rent of €94,420. Rent review due in 2021.
3. In 2020, equipment totalling €80,467 has been donated to the National Maternity Hospital.

22 Events after the end of the reporting period

The Foundation entered a 3 year grant agreement with the NMH Medical Fund in 2020 in order to further Research with a focus on Neonatal and Maternal Health. The first tranche of the €1m grant, totalling €400,000 was received after year end.

There were no other significant events or transactions since the year end that would require adjustment to or disclosure in these financial statements.

23 Approval of the financial statements

The named representatives approved the financial statements on behalf of the Board of Directors on 6 July 2021.