

Zara Keith from Scotland about Reykjavik loft hostel, Iceland

"This was the best hostel I have stayed in. Staff were so friendly and helpful. Rooms were clean and comfortable, would definitely stay here again!"



Abhinandan Srinivasan from India about YHA Hong Kong – Jockey Club Mt Davis, Hong Kong

"I would rate YHA Hong Kong - Jockey Club Mt. Davis, among the best Youth hostels I have visited till now. The location is one of a kind, on the top of Mt. Davis, you get a great view of the Victoria Harbor. The Staff are friendly and helpful."

say



Annual Report 2014



HOSTELLING

Mission

at home and abroad."

Article 4 of the Memorandum and Articles of Association of Hostelling International

Hostelling International Discover the real hostel experience

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"To promote the education of all young people of all nations, but especially young people of limited means, by encouraging in them a greater knowledge, love and care of the countryside and an appreciation of the cultural values of towns and cities in all parts of the world, and as ancillary thereto to provide hostels or other accommodation in which there shall be no distinction of race, nationality, colour, religion, sex, class, or political opinions and thereby to develop a better understanding of their fellow men, both

02





4000+ unique hostels worldwide



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President's word

2014 saw the launch of the new hihostels.com web platform, our biggest project in decades. This includes a new booking engine, a content rich website full of inspiring destination-based ideas, and powerful customer relationship management capabilities, all supported by Salesforce. The objective is to deliver a better service overall to our Member Associations, acquire better understanding of our end consumers and be more engaged with our customers and stakeholders. But our organisation stands for much more than that and to fulfil our mission and be viable in the future Hostelling International (HI) has to grow awareness for responsible youth travel and enable global cooperation within the network, relying on its most precious resources, the Member Associations and their Youth Hostels, to deliver the values of youth hostelling. International collaboration is and has always been at the heart of our organisation and HI can only be as strong as its members.

This report reflects the work Hostelling International and the global network have been doing to support our core mission (see page 2). Our social impact has been significant in 2014 with nearly 1 million people benefitting from over 5,000 activities organised by our

"To fulfil our mission and be viable in the future Hostelling International has to grow awareness for responsible youth travel and enable global cooperation within the network, to deliver the values of youth hostelling." hostels and Member Associations all over the world. We have continued to reduce our impact on climate change by encouraging green initiatives in hostels and crowd-funding projects from the network to reduce CO2 emissions.

In terms of governance, the new Board was elected in August and is determined to provide strong leadership to and on behalf of this extraordinary organisation. As passionate guardians of the youth hostelling movement since its creation over one hundred years ago we are committed to communicating the benefits of worldwide youth travel and the values of Hostelling International for the next hundred years and beyond.

A. manda yur

Angela Braasch-Eggert HI President

Who we are and what we believe in

Since its creation in 1932 the International Youth Hostel Federation (IYHF), operating as Hostelling International, has been working together with its Member Associations to promote a greater understanding of people, places and cultures, through peace education, environmental awareness and global friendship, by providing safe, affordable quality youth hostel accommodation for people on their travels.

Hostelling International (HI) is a nongovernmental, not-for-profit organisation representing 69 Member Associations and three Associate Organisations from all over the world. It is one of the world's largest youth membership organisations; it is recognised by UNESCO (United National Educational Scientific and Cultural Organisation) and has been an Affiliate Member of UNWTO (United Nations World Tourism Organization) since 2014.

HI is the only global network of Youth Hostel Associations offering its 3.7 million members

a choice of over 4,000 youth hostels in 89 countries, all of which meet internationally assured quality standards. HI's Membership Savings Programme also gives access to thousands of travel-related savings.

Our mission statement (page 2) summarises the objectives of the organisation which are to support youth travel and enable young people of different nationalities, cultures and social backgrounds to meet informally, share experiences and to learn about themselves, each other and their surroundings.

We refer to the public benefit guidance given by the Charity Commission when evaluating our aims and objectives. Furthermore, these factors are considered when planning future activities. Because of our mission and our focus on social responsibility, environmental sustainability and economic viability we are uniquely placed within the market and we are one of the earliest examples of the movement which is now known as Sustainable Tourism.

The history of hostelling

The concept of hostelling was founded in Germany by Richard Schirrmann, a school teacher, in 1909. He came up with the idea of a network of youth hostels when he and his students were caught in a thunderstorm during an excursion and were offered accommodation in a school. The first official youth hostel opened in Burg Altena in 1912, after which the youth hostel movement grew rapidly. By the summer of 1931 there were 12 Youth Hostel Associations in Europe, operating a total of 2,600 hostels. The International Youth Hostel Federation (IYHF) was founded at the first International Conference in Amsterdam, the Netherlands, in 1932 where Richard Schirrmann was elected first President.

In 1952 a series of minimum standards for all hostels of the network was adopted by the International Conference. The years 1965 to 1970 saw large city hostels become more and more common. Since 2007, the IYHF has operated under the name Hostelling International (HI). The 100th anniversary was celebrated all over the network in 2009. At that time, nearly 4,000 hostels were part of the HI network sharing the same vision and working together to achieve our mission. At the 48th International Conference in 2010 a Sustainability Charter was adopted demonstrating the commitment of the movement to "intensify their efforts to achieve a worldwide network of sustainable organisations and hostels". In 2014 the 50th International Conference took place in Bangkok, Thailand celebrating a still unified network of 69 Member Associations and three Associate Organisations.



BBE blogger Stephanie (Ireland) at Copacabana, Brazil



Høvringen Hostel, Norway



Building a sustainable network

As an organisation HI strives to encourage implementation of, and adherence to, collective Conference and CEO Meeting decisions as well as nurturing strong, collaborative relationships and best practice exchange between the National Associations.

Over 1 million guests and local communities benefit from our sustainability initiatives

Sustainability Charter signed in 2010

Hostelling International, and its Member Associations, commit to intensifying their efforts to achieve a worldwide network of sustainable organisations and hostels. In doing so, we recognise that true sustainability involves the development of clear and measurable objectives in the following areas: Social, Environmental and Economic.



Building a sustainable network

Events

CEO Meeting 2014

The 2014 CEO Meeting took place in Paris, France in the new ecofriendly Yves Robert Hostel. The agenda focused on the imminent launch of the new hihostels.com website, sharing the HI plans for the forthcoming year, examining the increasing presence in the market of the large online travel agents, individual membership and developing the HI network.



CEOs at Paris Yves Robert Hostel, France

50th International Conference & General Meeting

The meeting took place in Bangkok, Thailand attended by representatives from 47 National Associations. All delegates, guests and staff enjoyed the exemplary hospitality of our hosts HI Thailand and the Thai Tourism Board.

A new board was elected and the Conference saluted the outgoing members by acknowledging their invaluable contribution to Hostelling International, their dedication and enthusiasm for the youth hostelling movement. The agenda covered a wide range of topics including the recent launch of the new hihostels.com website, a look back at the Big Blog Exchange, individual membership, the adoption of a revised sustainability charter based on new Global Sustainable Tourism Council (GSTC) criteria, and the adoption of the values of youth hostelling. The Conference received and adopted the motion from the Board to admit the Youth Hostel Association Bosnia & Herzegovina to full membership of HI.



50th International Conference in Bangkok



Sustainability & Quality Coordinators' Meeting

This year saw the first Sustainability & Quality Coordinators' Meeting in Switzerland in the very modern Interlaken hostel. 23 attendees from 15 National Associations sent their representatives to support the implementation of the HI Sustainability Charter and continue work on three main objectives: strengthen the sustainability network; exchange know-how and discuss the new HI-Q&S criteria and set up an action plan for 2015.



Sustainability and Quality Coordinators' Meeting held in Interlaken hostel, Switzerland

Investing in quality

Quality certifications HI-Q

HI-Q is a Quality Management System that helps to focus on customers within every activity in both hostels and their National Association head offices. In 2014, 46 National Associations and 500 hostels have successfully joined HI-Q. HI-Q Light, a version of the quality certification programme that has been tailored to the needs of hostels with less than 10,000 overnights per year, was launched in 2012. At the end of 2014 96 hostels had joined HI-Q Light.



HI-Quality & Sustainability (HI-Q&S) HI-Q&S enlarges the existing HI-Q System with Social and Environmental elements based on the Global Sustainable Tourism Council (GSTC) criteria. This innovative tool will help all National Associations implement the Sustainability Charter agreed by the 2010 and 2014 Conference. Certifications will commence in 2015.

> 500 HI hostels are involved in HI-Q our own Quality management System

Social responsibility

Our commitment: Ensuring our activities complement and advance the society in which we operate by exhorting sensitivity to social, cultural and heritage issues.

Engagement with young people

Social media

In 2014, we continued to embrace social media as a way of reaching out to our customers and fans.



Sitting in between our social media content and hihostels.com is our blog site blog.hihostels.com, which is updated weekly with articles, pictures and stories, providing tips and insight for young travellers around the world.

We track customer engagement globally, and in 2014 we had 27,500 mentions across all media and scored a 93% positive sentiment rating, which benchmarks favourably against the industry averages.

HI Groups

2014 was a transition year for the International Group Scheme as it was integrated with the international office and is now known as HI Groups. It's still a membership based scheme where National Associations or hostels pay a flat fee for sales and marketing services offered by the scheme.

The hostels which are part of HI Groups are showcased on the new website (groups.hihostels.com) where group leaders can make a booking enquiry in a few clicks for any of the 346 hostels in 38 countries.

Customer engagement

At the end of 2014 we had approximately 120,000 subscribers to our newsletter, plus a further 1.5 million customer records, which emphasises our potential reach. We implemented a new three-stage "welcome" programme for new sign-ups and we revamped our customer satisfaction survey which customers receive after staying in one of our hostels.

Understanding our customers' preferences will help us to develop our relationship with them in a more meaningful way.



Lisbon Centre Hostel, Portugal

Throughout the year we have received 7,074 enquiries representing 293,559 overnights for the network. The group types we cater for are mainly school and university/college groups.



The Big Blog Exchange

Key results for 2014

- Number of votes during the competition: 128,248
- Countries reached: 177
- All together the 16 winners had **231,218** twitter followers
- Twitter audience: 25,244,033
- Instagram audience: 243,224
- Instagram pictures: 1,763

The Big Blog Exchange (BBE) uses the power of blogs and other social media platforms to encourage young people to dream about travel, to inspire and motivate them to think about the opportunities that exist in the world. At Hostelling International, we enable global interaction for fun, for new experiences, for learning, for peace and understanding. The 16 BBE winners found this out for themselves as they swapped lives and blogs for 10 days in November. We believe that if young people discover, explore and understand other cultures, the world will be a better place. The BBE is an important initiative that HI provides to support this value and our mission.

For the second year this award winning initiative was a very popular and a successful campaign on social media amongst first time travellers and experienced ones from around the world. Visit **www.bigblogexchange.org** for more information.



big blog exchange.org

Changing the world using the power of blogs



Taralynn's (USA) customised T-shirt

"If you would ask me whether the Big **Blog Exchange fulfilled its purpose of** changing the world through blogs and bloggers my answer would have to be yes. It definitely changed one person's views towards more tolerance and understanding and that is surely a start. Now it's my duty to pay it forward; live, explore and keep an open mind. It also taught me so much about myself and how easy it is to slip into a state where you start looking at the world as a big bad thing instead of the amazing wonder that it really is. It reminded me that you can enjoy the company of people you don't agree with and how much you can learn from listening to their reasons and thoughts".

Audur from Iceland exchanging with Israel



Jono (Australia) at Lake Bled in Slovenia



Social responsibility

Network Initiatives

Across all continents the Member Associations of HI offer affordable, quality accommodation but also strive to deliver the mission in various ways by implementing initiatives that focus on core areas such as social sustainability, environmental protection, education, involving the local community, cultural exchange, great outdoor/adventure... Here are a few examples of social initiatives run by our Member Associations.

The Sleep for Peace campaign's ambition was to commemorate the International Day of Peace, on 21 September 2014, as designated by the United Nations, on an international scale. Initiated by HI-USA; followed by many hostels in the Americas and 12 European countries, the campaign saw a variety of activities take place to promote a more tolerant world through hostelling by reflecting on the personality of each individual hostel. The activities consisted of debates, collective cooking, a photo contest and social media promotion. This common campaign raises awareness around the purpose of the youth hostelling movement in preventing global conflicts and promoting peace and understanding.

HI-Canada-Pacific Mountain collaborates with specialist partners to expand the reach of urban-based adventure initiatives by providing outdoor activity programs in hostels for people with disabilities.

Social volunteering in Norway

Schools groups are one of the biggest and most important markets for **Stayokay** in the Netherlands. Every year, 100,000 pupils stay in hostels of the Stayokay network. Unfortunately, in a third of schools, not all children are able to go on school trips because the parents cannot afford it. Stayokay's answer is their **Stay4all** program which helps these parents to send their children away by providing the funding. The Stay4all programme is funded by business meeting packages: for every meeting package booked through Stayokay one euro goes to Stay4all. In 2014 the programme helped 194 pupils go on a school trip.



HI Norway run social volunteer activities which provide opportunities for increased interaction of travellers within the hostels, using common space to facilitate activities open to all guests. The activities are designed with the explicit focus of promoting intercultural understanding and include excursions, games, barbecue, cultural kitchen, talks, hikes, fishing, sightseeing, coffee and cookies, waffle baking and music. All in the name of cultural exchange and bringing people together.

In South Africa, the Fair Trade Travel

Pass gives you the freedom of choice to visit the most beautiful and culturally diverse parts of the country, knowing that the local community will directly benefit from the money you spend. The tour was designed by a collaboration of seven hostels which have all been Fair Trade accredited and the tour funds are used to the benefit of our local communities of South Africa through the development projects of our hostels.

Every year **REAJ**, our member in Spain, and five autonomous communities in Spain co-organise and co-fund five programmes to take place in REAJ hostels across the country targetting the young Spanish people. All regions of Spain are invited to submit their projects, then a REAJ committee and a public online vote decide on the five projects to be implemented. All types of activity are welcome such as: creative, literary and theatre camps, entrepreneurial meetings, cooking workshops, environmental and peace projects. Every year different hostels and participants are selected to take part in the creative mobility project (MOVIC) to ensure diversity and accessibility. 180 young Spaniards benefitted from this programme in 2014.



Over 1 million guests and local communities benefit from our sustainability initiatives





Environmental sustainability

Our commitment: Minimising our impact on climate change by reducing the carbon footprint of all aspects of our operations.

The environmental performance for the HI network has seen a steady increase over the past years and two of our key measures are the certifications achieved by our members and the praise our customers give to our hostels with the 'Green Rating' introduced in 2012.

This rating is an indicator from our customers on their perception of our hostels' environmental achievements and all the initiatives implemented to minimise our impact on climate change. In 2014 we reached a proud 82.6% overall 'Green rating'.

Sustainability certifications in the network

In 2014 we continued to increase the number of environmentally or sustainably certified hostels in the network, reaching a proud 356 certified hostels, 87% of which are located in Western Europe. Across our network over 20 different labels are represented; the most popular being: European Eco-Label, The Green Key, Green Tourism and Ibex Label. Each Member Association has implemented a certain label for different reasons with the best customer recognition in the country or supported by their government.



Hostelling International Sustainability Fund (HISF)

The HISF, a customer-based fund, reflects our true passion for pioneering projects and commitment to sustainable travel by supporting actions by hostels in the HI network to reduce their impact, and the impact of travellers, on the environment.

In 2014 the fund spent £45,157 for innovative projects working towards achieving carbon neutrality by reducing energy consumption and CO2 emissions in Youth Hostels. More than 12,000 people across the globe voted for 12 worldwide projects, all of which aim to minimise the impact on climate change.

The winner was selected by the public through votes, while the runners up were selected by an International Jury of sustainability experts.

1st place: "A Sustainable Future for YHA Boggle Hole," YHA England & Wales wins £25,000 for its photovoltaic project in the iconic YHA Boggle Hole that will save 4.1 tonnes of CO2 each year. The energy-saving panels will reduce carbon emissions by 56% and is just one of the many initiatives the hostel has in place to reduce its carbon footprint and educate guests about sustainability.





2nd place: "Micro-hydro installation in a natural park", HI Canada wins £6,026 for the Whiskey Jack hostel in Yoho National Park.



3rd place: "Air conditioning system combined with water heating system", Eilat hostel, Israel YHA

myclimate

HI continued the partnership with myclimate in 2014 by passing through the relevant part of customer donations received through bookings on www.hihostels.com. Since inception, we have collected over £80,000 in customer donations, and these funds helped offset 4,281 tonnes of CO2, save 4,186 tonnes of wood and protect 22 hectares of forest. These funds make a sustainable contribution to voluntary climate protection projects with not just a clear reduction in CO2 emissions but a beneficial impact in social sustainability, improving lives and giving back to the communities. We continued support for the three projects: Stove Efficient Qori Q'oncha Peru; Stove Efficient Impact Carbon China; and Stove Efficient Hestian Malawi.





Launch of a new hihostels.com

April 2014 saw the launch of the new website and booking platform (i.e. hihostels.com) that supports both our operations and our mission. This milestone represented the completion of the development phase of the most ambitious project ever undertaken by HI. The feasibility study was approved by the Board in April 2012 and the design and implementation work has continued since then. The launch took place within three months of the original planned launch date and the total project cost came in under the £2.6m budget. HI is now in a position of greater control over future digital developments, having previously relied entirely on a single technology supplier.

The website is built on the Salesforce CRM platform, benefiting from the expertise of a world class technology company. Front end changes include more contemporary

presentation of the hostels, with better photography, along with Google maps integration. But the most fundamental development is that of the Tripbook concept. Tripbooks - which are destination guides – are a new way for HI and Member Associations to present a wider range of content to promote a destination such as hostels of course but also attractions, activities, events and environmental-friendly initiatives. Travellers can create their own Tripbooks as well whereby they can link in other articles, blogs and images that will help them plan their journey, and make the most of it while they are abroad.

As is often the case with a new website launch we have experienced a drop in visitors. This drop was greater than projected in the project plan. Additionally, the need for subsequent features and enhancements to achieve the desired level of usability for travellers and Member Associations was greater than envisioned in the original plan. These additional features and enhancements are a top priority for HI and will increase the site's visibility and improve the quality of the user experience. Once implemented, the improved visibility and user experience should enable HI to achieve at least the volume of bookings realised under the previous booking engine, and ultimately a further growth in volume of bookings. Importantly, hihostels.com not only enables travellers to book overnights at hostels within the network, it also supports the delivery of HI's mission by giving hostellers a means to share their travel experience and identify opportunities to learn

more about the countries and locations that

they visit.

HI made important progress during 2014 in increasing the features and functionality of hihostels.com based on three guiding principles: to improve the customer booking experience/increase bookings, enhance services to our stakeholders and improve platform stability.

This development cycle will continue in 2015; the principal focus being on improving the quality of translations and offering more languages, Search Engine Optimisation (SEO) and making the back office more user friendly thus increasing the inventory made available via the website.

> Youth hostelling was founded in Germany by Richard Schirrmann in 1909

Cape Agulhas, South Africa

hihostels.com in numbers

Top 10 destinations by overnights booked 2014

booked 2014		booked 2014
1 USA	-	1 Germany
2 France	-	2 USA
3 lceland	-	3 France
4 UK	-	4 Japan
5 Norway	-	5 Canada
6 Canada	A	6 Spain
7 Italy	\mathbf{V}	7 UK
8 Germany		8 Brazil
9 Spain	\mathbf{V}	9 Australia
10 Belgium		10 China

Top 10 hostels by bookings (on hihostels.com) 2014

1	USA	HI - New York City
2	France	Paris - Yves Robert
3	USA	HI - San Francisco - Downtown
4	France	Paris - Le d'Artagnan
5	USA	HI – Boston
6	Italy	Roma - Downtown Hostel
7	USA	HI - Los Angeles - Santa Monica
8	USA	HI – Chicago
9	USA	HI - Washington DC
10	France	Paris - Jules Ferry



Top 10 source markets by overnights

HI Seoul YH, South Korea

Top 10 rated hostels - 2014			No. of
	Hostel	Rating	Reviews
1 Iceland	Reykjavik - Loft Hostel	95.20%	221
2 Iceland	Reykjavik Downtown	94.80%	178
3 USA	HI - Martha's Vineyard	94.50%	66
4 Korea	Seoul - HI Seoul Youth Hostel	93.90%	62
5 Taiwan (Chinese Taipei)	C U Hostel Taipei International YH	93.80%	74
6 USA	HI - Hyannis	93.70%	69
7 Norway	Oslo Central	92.80%	242
8 USA	HI - Boston	92.60%	535
9 Norway	Flåm	92.60%	127
10 Hong Kong	YHA Mei Ho House	92.30%	61



Best hostel awards

These awards highlight the hostels and staff in our network that go that extra mile and make our customers' experiences especially memorable. HI would like to thank all who ensure that our customers have "the real hostel experience".

The winners of the prestigious HI-5ives awards in 2014 were the following:

- Best Hostel Overall Reykjavik – Loft Hostel, Iceland (95.2 %)
 Friendliest Hostel –
- HI Martha's Vineyard, USA (99%)
 Most Comfortable –
- HI Seoul YH, South Korea (96%)
 Green Hostel YHA Jockey Club Mt. Davis, Hong Kong (96.2 %)
- Best National Association Hong Kong (90.6 %)

Overall customer satisfaction for hostels booked on hihostels.com has increased from 85% in 2013 to 86.2% in 2014.



🔝 Reykjavik Loft hostel, Iceland



HI-Martha's Vineyard, USA



YHA Jockey Club Mt. Davis, Hong Kong



Governance & Board of Trustees

The directors of the charitable company are its trustees for the purpose of charity law and throughout this report are collectively referred to as the trustees.

Small Company Exemptions

The Report of the Board of Trustees has been prepared in accordance with the provisions applicable to small companies entitled to the small companies exemption.

Board of Trustees

The following served as trustees (and therefore also directors) of the International Youth Hostel Federation (operating as Hostelling International) until 6 August 2014:

President:	Edith Arnoult-Brill (France)		
1st Vice President: Ken Kilkenny (Republic			
	of Ireland)		
2nd Vice President: Igor Jurišic (Slovenia)			
Treasurer:	Clive Croy (New Zealand)		
Members:	Angela Braasch-Eggert		
	(Germany)		
	Fernando Cruz-Tagle		
	(Chile)		
	Brent Czarnecki (Canada)		
	Dr Mamdouh Mandour		
	(Egypt)		

The following trustees were elected at the 50th International Conference and served from 7 August 2014:

President:	Angela Braasch-Eggert (Germany)
Vice Presidents:	Brent Czarnecki (Canada) Alex Zilkens (Australia)
Treasurer:	Eric Oetjen (USA)
Members:	Abdulla Salem AD Al-Bikri (Qatar) Sander Allegro (The Netherlands) Fernando Cruz-Tagle (Chile) Benoit Graisset-Recco (France)

Board members are elected by Member Association delegates at the International Conference which is held every two years. This year the 50th International Conference was held in Bangkok from 3 to 6 August. Following a change to the Memorandum and Articles of Association, trustees are now elected for staggered, four year terms, whilst the President continues to stand for election every two years. To achieve staggered terms of service (only half of the Board stands for election every two years), three trustees will be required to stand for election at the 2016 International Conference.

Newly elected Board Members are provided with a comprehensive induction pack covering all aspects of Hostelling International's operations. Additionally, the first Board Meeting following Conference is traditionally held at the International Office to enable Board Members to meet staff face-to-face and learn first-hand about the day-to-day running of the office.

The International Office is managed by the Chief Executive, who is accountable to the Board. The office is located in Welwyn Garden City, Hertfordshire, UK. The Chief Executive, Mikael Hansson, left Hostelling International at the end of August 2014. The interim is ensured by Company Secretary, Jon Rabbett until the CEO position is filled permanently.

HI Board Governance Policy

The role of the Board is governance rather than management, which is the responsibility of the Senior Management Team at the International Office. Governance focuses on the wider issues of the organisation and the establishment and monitoring of the strategic direction.

The Board work closely in partnership with the Chief Executive and Senior Management Team to ensure that their goals are achieved by means of resourcing and supporting the team to carry out their duties.

It is the responsibility of the Chief Executive at the direction of the Board or otherwise to propose new strategies or revise existing strategies for the Board's consideration. Upon approval from the Board, the Chief Executive shall develop implementation plans and take necessary steps to action them. Progress reports are brought to the Board's attention on a regular basis.



The Board give direction for the overall operations of HI, but are not directly responsible for the day-to-day operations of the organisation, which is the task of the Chief Executive. The Board, however, have the ultimate responsibility for the sound management and financial security of HI. The Board approve the annual budget prior to the beginning of every financial year of HI.

Gratitude

The Board would like to take this opportunity to express their thanks to all the volunteers and professionals involved in the international hostelling movement. Without their support and assistance, the important work to deliver the vital mission of this global organisation could not take place.

Trustees' statement

The financial information set out in the annual report does not constitute statutory accounts as defined in section 435 of the Companies Act 2006.

The summary of financial information on pages 26-29 has been extracted from the full financial statutory accounts, which were approved on 27 March 2015 and have been submitted to the Charity Commission and Register of Companies. The auditor's report on the charitable company's annual accounts, and the auditor's statements with regard to whether the information contained in the trustees' report is consistent with the accounts was unqualified. The auditor's report did not contain statements under s498 (2) or (3) of the Companies Act 2006.

A copy of the full statutory accounts, together with the Trustees' and Auditor's reports thereon, can be obtained from the registered office.

Signed on behalf of the Board by

A. mandagy

Angela Braasch-Eggert President

Eric Oetjen Treasurer

15 July 2015

Independent auditor's statement to the members of the International Youth Hostel Federation

We have examined the summary financial statements contained within the Annual Report for the year ended 31 December 2014 which comprise the Summary Statement of Financial Activities and the Summary Balance Sheet.

This report is made solely to the charitable company's members, as a body, in accordance with the terms of our letter of engagement with the company dated 8 January 2015. Our work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, for our audit report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

The trustees are responsible for preparing the Annual Report (which includes the summary financial statements) in accordance with applicable United Kingdom law.

Our responsibility is to report to you our opinion on the consistency of the summary financial statements contained within the Annual Report with the full annual financial statements.

We also read the other information contained in the Annual Report as described in the contents section, and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the summary financial statements.

We conducted our work in accordance with Bulletin 2008/3 issued by the Auditing Practices Board. Our report on the charitable company's full annual financial statements describes the basis of our opinion on those financial statements and Trustees' report.

Opinion

In our opinion, the summary financial statements contained within the Annual Report are consistent with the full annual financial statements for the year ended 31 December 2014.

We have not considered the effects of any events between the date on which we signed our report on the full annual financial statements, 27 March 2015, and the date of this statement.

Reza Motazedi FCA (Senior Statutory Auditor)

RMAGer.

for and on behalf of Deloitte LLP Chartered Accountants and Statutory Auditor London 15 July 2015

Professional Advisors

Bankers: HSBC Howardsgate Welwyn Garden City, AL8 6BH England

Auditor:

Deloitte LLP Chartered Accountants and Statutory Auditor 2 New Street Square London, EC4A 3BZ England

Investment Bankers: Credit Suisse (until March 2014) Postfach 637 CH-8401, Winterthur Switzerland

Brewin Dolphin (from April 2014) 12 Smithfield Street London, EC1A 9BD England

Solicitors: Russell-Cooke LLP 2 Putney Hill London, SW15 6AB

England



Oslo Central Hostel, Norway



Summary Financial Statement prepared from the audited Financial Statement for the year ended 31 December 2014



Statement of financial activities

Unrestricted	Restricted	Total	Unrestricted
funds 2014 (£)	funds 2014 (£)	funds 2014 (£)	funds 2013 (£)
-	19,447	19,447	48,530
82,917	-	82,917	285,222
26,951	-	26,951	18,721
2,013,432	-	2,013,432	2,538,370
58		58	141
2,123,358	19,447	2,142,805	2,890,984
12,999	-	12,999	7,897
23,801	-	23,801	51,620
-	45,157	45,157	59,800
977,543	-	977,543	889,135
1,797,848	-	1,797,848	1,558,642
-	-	-	(245,276)
267,359		267,359	207,691
3,079,550	45,157	3,124,707	2,529,509
(956,192)	(25,710)	(981,902)	361,475
309 968	_	309 968	166,365
· · ·			120,445
			(19,079)
	-		20,581
	(25 710)		649,787
(955,400)	(23,710)	(979,110)	049,787
4,790,483	32,308	4,822,791	4,173,004
3,837,083	6,598	3,843,681	4,822,791
	funds 2014 (£) - 82,917 26,951 2,013,432 58 2,123,358 12,999 23,801 - 977,543 1,797,848 - 267,359 3,079,550 (956,192) 309,968 (294,550) (12,798) 172 (953,400)	funds 2014 (£) funds 2014 (£) - 19,447 82,917 - 26,951 - 2,013,432 - 58 - 2,123,358 19,447 12,999 - 23,801 - - 45,157 977,543 - 1,797,848 - - - 267,359 - 3,079,550 45,157 975,543 - - - 267,359 - 3,079,550 45,157 975,543 - - - 267,359 - - - 309,968 - (294,550) - (12,798) - 172 - (953,400) (25,710) 4,790,483 32,308	funds 2014 (£) funds 2014 (£) funds 2014 (£) - 19,447 19,447 82,917 - 82,917 26,951 - 26,951 2,013,432 - 2,013,432 58 - 58 2,123,358 19,447 2,142,805 12,999 - 12,999 23,801 - 23,801 - 45,157 45,157 977,543 - 977,543 1,797,848 - - - 267,359 - 267,359 3,079,550 45,157 3,124,707 (956,192) (25,710) (981,902) 309,968 - 309,968 (294,550) - (294,550) (12,798) - 172 172 - 172 (953,400) (25,710) (979,110) - - 172 (953,400) (25,710) (979,110)

11-Boston, USA

Incoming Resources 2014



Total £2,142,805

• Activities for generating funds 1%

Voluntary income donations 1%



Incoming resources from charitable activities 94%

Resources Expended 2014



Net Movement in Funds

+ £649,787 - £979,110



Total

Balance sheet as at 31 December 2014

Fixed Assets	2014 (£)	2013 (£)
Tangible fixed assets	1,916,077	1,981,195
Investments	2,334,702	2,998,395
Programme related investments	105,728	126,308
Total Fixed Assets	4,356,507	5,105,898
Current Assets		
Stock	12,003	13,292
Debtors	126,483	184,762
Cash at bank and in hand	133,337	307,273
Total Current Assets	271,823	505,327
Liabilities		

Creditors: Amounts falling due within one year	784,649	788,434
Net Current (Liabilities)	(512,826)	(283,107)
Total assets less liabilities	3,843,681	4,822,791

The Funds of the Charity

Unrestricted funds		
General fund	3,775,384	4,712,808
Designated funds	61,699	77,675
Restricted funds	6,598	32,308
	3,843,681	4,822,791
	3,843,681	4,822,791







Note to the Summarised Financial Statements

The foregoing financial statements are a summary of the information contained in the unqualified accounts of Hostelling International for the year ended 31 December 2014. These summarised accounts may not contain sufficient information to allow for a full understanding of the financial affairs of the organisation. For further information, the full report of the Board of Trustees, including notes to the Financial Statements, should be consulted. This can be obtained from Hostelling International by sending an email at info@hihostels.com.

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HI Member Associations (69)

ALGERIA Fédération Algérienne des Auberges de Jeunesse

ARGENTINA Hostelling International Argentina www.hostelsofargentina.com

AUSTRALIA YHA Australia www.yha.com.au

AUSTRIA Österreichischer Jugendherbergsverband Hauptverband (ÖJHV) www.oejhv.at

Österreichisches Jugendherbergswerk (ÖJHW) www.oejhw.at

BAHRAIN Bahrain Youth Hostels Society www.byhs.org.bh

BELGIUM Les Auberges de Jeunesse (LAJ) www.laj.be

Vlaamse JeugdHerbergcentrale (VJH) www.hihostels.be

BOLIVIA Hostelling International Bolivia www.hostellingbolivia.org

BOSNIA AND HERZEGOVINA Youth Hostel Association of Bosnia and Herzegovina www.ferijalni.org

BRAZIL Federaçao Brasileira dos Albergues da Juventude www.hostel.org.br

CANADA Hostelling International - Canada www.hihostels.ca

CHILE Asociación Chilena de Albergues Turisticos Juveniles www.hostelling.cl

CHINA YHA China www.yhachina.com

CHINESE TAIPEI Chinese Taipei Youth Hostel Association www.yh.org.tw

CROATIA Hrvatski Ferijalni i Hostelski Savez (Croatian YHA) www.hfhs.hr

CZECH REPUBLIC Czech Youth Hostel Association (CZYHA) www.czechhostels.com

DANHOSTEL www.danhostel.dk

EGYPT Egyptian Youth Hostels Association

ENGLAND & WALES YHA England & Wales www.yha.org.uk ESTONIA Estonian Youth Hostels Association www.hostels.ee

FINLAND Suomen Retkeilymajajärjestö-SRM www.hostellit.fi

FRANCE Fédération Unie des Auberges de Jeunesse (FUAJ) www.fuaj.org

GERMANY DJH Hauptverband www.jugendherberge.de

HONG KONG Hong Kong Youth Hostels Association www.yha.org.hk

HUNGARY Magyarországi Ifjúsági Szállások Szövetsége (Hungarian YHA) www.hihostels.hu

ICELAND HI Iceland www.hostel.is

> INDIA Youth Hostels Association of India www.yhaindia.org

IRELAND (Northern) Hostelling International-Northern Ireland www.hini.org.uk

IRELAND (Republic of) An Óige (Irish Youth Hostel Association) www.anoige.ie

ISRAEL Israel Youth Hostels Association www.iyha.org.il

ITALY Associazione Italiana Alberghi per la Gioventù (AIG) www.aighostels.com

JAPAN Japan Youth Hostels Inc www.jyh.or.jp

JORDAN Jordan Youth Hostels Commission

KOREA (South) Hostelling International Korea www.kyha.or.kr

KUWAIT Kuwait Youth Hostel Committee

LEBANON Lebanese Youth Hostels Federation www.lyhf.org

LIBYA Libyan Youth Hostel Association

LITHUANIA Lithuanian Youth Hostels Association www.lha.lt

LUXEMBOURG Centrale des Auberges de Jeunesse Luxembourgeoises www.youthhostels.lu MACEDONIA Macedonian Youth Hostel Association

MALAYSIA HI- Malaysia www.hi-malaysia.org.my

MALTA NSTS Hostelling International

MEXICO Hostelling International Mexico www.hostellingmexico.com

MOROCCO Fédération Royale Marocaine des Auberges de Jeunes

NETHERLANDS Stayokay www.stayokay.com

NEW ZEALAND YHA New Zealand www.yha.co.nz

NORWAY Norske Vandrerhjem – HI Norway www.hihostels.no

PAKISTAN Pakistan Youth Hostels Association www.pakistanyouthhostels.net

PERU Administradora Peruana de Albergues www.hostellingperu.com.pe

PHILIPPINES Youth and Student Hostel Foundation of the Philippines http://yshfp.wordpress.com

POLAND Polskie Towarzystwo Schronisk Mlodziezowych (Polish Youth Hostel Association) www.ptsm.org.pl

PORTUGAL MOVIJOVEM www.pousadasjuventude.pt

QATAR Oatar Youth Hostels Association

RUSSIA Youth Hostels Association of Russia www.russia-hostelling.ru

SAUDI ARABIA Saudi Arabian Youth Hostels Association www.sayha.org.sa

SCOTLAND Scottish Youth Hostels Association www.syha.org.uk

SERBIA Ferijalni i Hostelski savez Srbije (Youth Hostels Association of Serbia) www.serbia-hostels.org

SINGAPORE Hostelling International Singapore

SLOVENIA PZS – Hostelling International Slovenia www.youth-hostel.si

SPAIN Red Española de Albergues Juveniles (REAJ) www.reaj.com

www.hisingapore.org

SUDAN Sudanese Youth Hostels Association www.sudaneseyha.net

SWEDEN Svenska Turistföreningen www.svenskaturistforeningen.se

SWITZERLAND Schweizer Jugendherbergen www.youthhostel.ch

THAILAND Thai Youth Hostels Association www.tyha.org

TUNISIA Association Tunisienne des Auberges de Tourisme de Jeune

UNITED ARAB EMIRATES United Arab Emirates Youth Hostel Association www.uaeyha.com

URUGUAY Asociación de Alberguistas del Uruguay www.hosteluruguay.org

USA Hostelling International USA www.hiusa.org

HI Associate Organisations (3)

BULGARIA Bulgarian Youth Hostel Association

NEPAL Nepal Youth Hostel Council www.youthhostel-nep.org

SYRIA The Youth Tourism Organization (Syrian Youth Hostels Association)

Member Associations and Associates accurate as of December 2014

HI offsets 4,281 tonnes CO2 through sustainable projects with myclimate