

RAINBOW TRUST AFRICA

England & Wales · Charity number 1057862

Details

Other names	RAINBOW AFRICA
Status	Registered
Legal form	Trust
Registered	1996-09-02
Register	View on the Charity Commission register

Contact

Address De Montfort Business Services
The Manse
22 De Montfort Street
Leicester
LE1 7GB

Phone 01162551811

Email admin@rainbowafrica.org

Website www.rainbowafrica.org

Activities

Objects: THE FURTHERANCE AND THE PREACHING AND TEACHING OF THE CHRISTIAN FAITH. THE RELIEF OF PERSONS WHO ARE IN CONDITIONS OF NEED, HARDSHIP AND DISTRESS OR WHO ARE AGED OR SICK.

Activities: Based in Livingstone, Zambia, R.T.A. provides high quality education for over 500 children, 33% of whom are sponsored, at King's Pre-School & Primary School; medical services from Mwenda Medical Centre to 5 remote locations on a twice weekly basis; assistance for destitute grannies & their orphaned grandchildren; food aid as required; and the establishment & support of village church communities.

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services
- **What:** Education/training, The Advancement Of Health Or Saving Of Lives, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Religious Activities, Economic/community Development/employment
- **Who:** Children/young People, Elderly/old People

Geography

- **Area of benefit:** AFRICA AND ELSEWHERE
- South Africa
- Zambia
- Zimbabwe

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£173,581	£195,736	-	-
2023-12-31	£188,648	£237,584	-	-
2022-12-31	£191,298	£289,344	-	-
2021-12-31	£163,613	£179,237	-	-
2020-12-31	£407,514	£216,366	-	-

Trustees

Name	Role	Appointed
MR ANDREW EAGLE	Chair	
DENNIS RAYMOND BURTON		
Jonathan Watts		2013-06-09
TIMOTHY JOHN EAGLE		2013-09-18

RAINBOW TRUST AFRICA

England & Wales - Charity number 1057862

Accounts

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024
FOR
RAINBOW TRUST AFRICA**

Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

RAINBOW TRUST AFRICA

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RAINBOW TRUST AFRICA

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2024

The trustees present their report with the financial statements of the charity for the year ended 31 December 2024. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the charity, as stated in its declaration of trust, are:

- To promote and enhance the welfare of needy communities in Africa
- The relief of persons who are in conditions of need, hardship or distress, or who are aged and sick
- The advancement of education on the basis of Christian principles
- To increase opportunities in gaining employment
- To assist with improving standards of health care

The policies adopted to further the objects of the charity are:

- Running the Rainbow Africa Centre in Livingstone, Zambia
- Running a Pre-school and Primary School at the Centre
- Providing skills training

Public benefit

The trustees have had regard to the Charity Commission guidance on public benefit.

Volunteers

The charity is grateful for the commitment of its volunteers who are involved in all aspects of the charity's operations.

RAINBOW TRUST AFRICA

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2024

ACHIEVEMENTS AND PERFORMANCE

Charitable activities

How the charity delivers public benefit.

Developments in 2024

Kings School continues to move forward with exceptional results from students albeit from a slightly reduced number of pupils. The collection of school fees continues to be a challenge. As inflation hits and daily life gets tougher, school fees come second to food and family!

All church properties are in reasonable order and the work in the 5 villages continues and expands.

On the Muzoka site the Grannies accommodation continues to house Monica Muchinou and Inonge Mubiana who live happily in their new home. Potentially, other units are planned. The land is now used for agricultural purposes for local communities. We are looking to develop the area in Muzoka, but efforts to attract fuel station owners are proving to be almost impossible. Solar provision is next on our list, should finance be available.

Support for needy Grannies continued through the provision of food and house repairs and we now support 14 Ladies and Gentlemen plus the Old Peoples Home in Livingstone.

The project to refurbish the existing accommodation on site continues. Further phases await funding. The funding for this project has been raised by specific gifts for the purpose. Further maintenance programs for all areas are on-going.

Food provision to six villages continues with Mealie Meal being supplied. Our significant US sponsor continued to support our efforts and donated significant funds to the project. The sponsor also supports our monthly provision of food supplies to the staff and children at the school.

The Breakfast Club now supports 30 pupils who, if not for the project, would come to school hungry. This project is funded by specific donations from a church in Leicestershire.

At The Kings School the new Science block was completed and is now being used by senior school students.

The Sponsored Child programme has again started to increase, we will look to expand this provision further in 2025 and onwards. There are still around 100 children benefitting from this programme.

On site in Livingstone, it is the trusts intention to pursue the installation of Solar products to make the property more sustainable. This is subject to quality solar installations and funds being available.

Fundraising activities

The charity relies on voluntary donations from churches and individuals for its income. The charity does not employ professional fundraising bodies.

FINANCIAL REVIEW

Income generation

In total the charity's gross income decreased from £188,648 to £173,581. The charity's main source of income are in the form of donations received and Git Aid reclaimed together with the income generated in Zambia. In 2024, the Trust continued to receive specific, restricted gifts from a US sponsor to provide food to villages and other food related provisions.

RAINBOW TRUST AFRICA

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2024

FINANCIAL REVIEW

Resources expended and services

The charity's expenditure for the year was £195,736 (2023: £237,584) of which £181,385 was expended at the Livingstone Centre in Zambia (2023: £248,113). £98,971 of this was spent on salaries employing the staff who further the work of the charity in Zambia (2023:£137,064).

Tangible fixed assets and depreciation

Additions to fixed assets in the year totalled £Nil (2023: £3,648) belonging to the school fund.

Investment policy and objectives

The charity has adopted a policy of periodically investing in an interest bearing account with Indo Zambia Bank (IZB) in Zambia.

Reserves policy

The trustees are responsible for setting a reserves policy, taking into account the administrative overheads of the charity.

Donations made to the charity for a specific purpose have to be recorded as restricted funds because the usage is specified by the donors. All other funds may be referred to as unrestricted funds. At 31 December 2024 the level of reserves held in restricted funds amounted to £58,756 (2023:£64,013).

The level of reserves held in unrestricted funds at 31 December 2024 amounted to £310,945 (2023: £327,844) which is considered sufficient to ensure that future calls upon the charity can be met.

Restricted funds

Restricted funds were held during the year for the following purposes:

Child Sponsorship/School Fund - set up to provide for the education, clothing and subsistence of a number of children attending the Rainbow Pre-school, The King's School and Muzoka pre-school and basic school. 3/8ths of the non-attributable centre costs are allocated to this project.

Village Outreach - set up with the dual purpose of taking evangelism and medical care into the villages surrounding Livingstone, Zambia.

Granny Fund - set up to support elderly grannies and granddads who are sometimes looking after children.

Church Development - Finance is raised to support the re-building and repairs to the various church buildings supported.

New Guest House (Burton House) - This is a restricted fund for the purpose of building an additional accommodation building on the site in Livingstone which is for the use of the trustees who carry out work at the base. The project is now complete.

RAINBOW TRUST AFRICA

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2024

FUTURE PLANS

The Trustees anticipate further involvement of short term teams visiting to assist and support our work. The need for assistance includes general maintenance on the Livingstone and Muzoka sites and the growth and nurturing of village churches as well as support for the needy Grannies and medical outreach to remote villages.

New projects will include the further development of additional purpose built duplex homes for several of the Grannies on the secure Muzoka site. This initiative has been driven by the increase in unwelcome interference, theft and vandalism of a number of such homes in Livingstone.

A major single project in the coming years will be the expansion of school property, as funds allow.

The project to refurbish the existing accommodation on site continues throughout the year. The funding for this project has been raised by specific gifts for the purpose. There is now in place an on-going maintenance programme for all buildings on our complexes at Livingstone and Muzoka, this will continue. Bookings for our accommodation in 2024 grew again.

A significant programme for the Livingstone centre is the installation of Solar Power on site (see above). We envisage that this will continue in the form of further site lighting and office provision, if finance can be generated.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust dated 20 November 1995, and constitutes an unincorporated charity.

Recruitment and appointment of new trustees

Trustees are selected by the other members of the trustee board. Trustees serve a term of four years after which they may submit themselves for re-election.

In selecting the new trustees, they seek to identify people who regularly attend events and functions organised by the charity and are willing to volunteer to help to raise funds on behalf of the charity. Potential trustees are invited to attend trustees' meeting as observers and are given more details of the charity's aims and activities, and if all agree, they are then proposed as new trustees at a subsequent trustees' meeting. This process allows due consideration of the persons eligibility, personal competence, specialist knowledge and skills.

Organisational structure

The charity trustees are responsible for the general control and management of the charity. All of the Trustees give their time freely and receive no remuneration or other benefits but are reimbursed for their expenses. Notwithstanding his resignation in 2020, Mr. Ewart Crowther remains active with the work oversight to the churches. The amounts paid in respect of ministry fees and expenses are in accordance with the trust deed.

Governance and internal control

The systems of internal control are designed to provide reasonable, but not absolute, assurance against material misstatement or loss. They include:

- A strategic plan and an annual budget approved by the trustees;
- Regular consideration by the trustees of financial results and variances from budget;
- Delegation of authority and segregation of duties;
- Identification and management of risk.

The trustees have reviewed the adequacy of the charity's internal controls and are pleased to report that the charity's financial controls, in particular, conform with guidelines issued by the Charity Commission.

RAINBOW TRUST AFRICA

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2024

STRUCTURE, GOVERNANCE AND MANAGEMENT

Induction and training of new trustees

The new trustees are introduced to their new roles and given copies of the trust deed and guide to the policies and procedures adopted by the charity. Publications from the Charity Commission are also provided including the guidance on charities and public benefit, thus ensuring that the new trustees are aware of the scope of their responsibilities under the Charities Act. The process adopted by the charity is that the new trustees work with the existing trustees assisting on particular activities and projects run by the charity. Once the new trustees has gained enough experience then they are given task of leading particular activity and project and accordingly reporting progress at the trustees' meeting.

Risk management

The trustees have assessed the risks the charity faces and have drawn up a risk plan which identifies the major risks by area of activity, the nature of those risks, the likelihood of those risks happening and the measures taken to manage them. The trustees review the risk plan regularly at their meetings. The trustees are satisfied that systems are in place, or arrangements are in hand, to manage the risks that have been identified. Systems are also in place to review the charity's finances and these are supported by the review of the charity's policies on a regular basis.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1057862

Principal address

c/o The Manse
22 De Montfort Street
Leicester
LE1 7GB

Trustees

Mr A Eagle (Chair)
Mr T J Eagle
Mr J Watts
Mr D R Burton

Independent Examiner

Mr A Turner FCA
Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

Approved by order of the board of trustees on and signed on its behalf by:

.....
Mr A Eagle - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF RAINBOW TRUST AFRICA

Independent examiner's report to the trustees of Rainbow Trust Africa

I report to the charity trustees on my examination of the accounts of Rainbow Trust Africa (the Trust) for the year ended 31 December 2024.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by Section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Mr A Turner FCA

Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
Leicestershire
LE1 7RU

Date:

RAINBOW TRUST AFRICA

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	Unrestricted fund £	Restricted funds £	2024 Total funds £	2023 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		66,988	25,296	92,284	110,876
Other trading activities	2	-	81,297	81,297	77,772
Total		66,988	106,593	173,581	188,648
EXPENDITURE ON					
Charitable activities					
Livingstone Centre		9,160	172,225	181,385	248,113
Other Charitable Expenditure		3,086	2,267	5,353	11,227
Other		8,998	-	8,998	(21,756)
Total		21,244	174,492	195,736	237,584
NET INCOME/(EXPENDITURE)					
Transfers between funds	10	45,744 (62,641)	(67,899) 62,641	(22,155) -	(48,936) -
Net movement in funds		(16,897)	(5,258)	(22,155)	(48,936)
RECONCILIATION OF FUNDS					
Total funds brought forward		327,844	64,013	391,857	440,793
TOTAL FUNDS CARRIED FORWARD		310,947	58,755	369,702	391,857

The notes form part of these financial statements

RAINBOW TRUST AFRICA

BALANCE SHEET 31 DECEMBER 2024

	Notes	Unrestricted fund £	Restricted funds £	2024 Total funds £	2023 Total funds £
FIXED ASSETS					
Tangible assets	6	107,740	243,493	351,233	362,317
CURRENT ASSETS					
Debtors	7	10,037	12,340	22,377	25,596
Cash at bank		202,709	39,747	242,456	252,953
		<u>212,746</u>	<u>52,087</u>	<u>264,833</u>	<u>278,549</u>
CREDITORS					
Amounts falling due within one year	8	(9,540)	(236,824)	(246,364)	(249,009)
		<u>203,206</u>	<u>(184,737)</u>	<u>18,469</u>	<u>29,540</u>
NET CURRENT ASSETS					
		<u>310,946</u>	<u>58,756</u>	<u>369,702</u>	<u>391,857</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>310,946</u>	<u>58,756</u>	<u>369,702</u>	<u>391,857</u>
NET ASSETS					
		<u>310,946</u>	<u>58,756</u>	<u>369,702</u>	<u>391,857</u>
FUNDS					
	10			310,946	327,844
Unrestricted funds				58,756	64,013
Restricted funds					
TOTAL FUNDS					
				<u>369,702</u>	<u>391,857</u>

The financial statements were approved by the Board of Trustees and authorised for issue on
and were signed on its behalf by:

.....
Mr A Eagle - Trustee

The notes form part of these financial statements

RAINBOW TRUST AFRICA

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Fixtures and fittings	- 25% on cost
Motor vehicles	- 25% on cost

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Debtors

Short term debtors are measured at transaction price, less any impairment.

Creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

RAINBOW TRUST AFRICA

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2024

2. OTHER TRADING ACTIVITIES

	2024	2023
	£	£
School Fees	77,985	76,177
Accommodation income	3,312	1,595
	<u>81,297</u>	<u>77,772</u>

3. TRUSTEES' REMUNERATION AND BENEFITS

The amount paid in respect of ministry fees and expenses, in accordance with the trust deed, was £Nil (2023: £16,630).

No amount was paid to any trustee for the services of being a trustee.

Trustees' expenses

One trustee (2023: one) was reimbursed for flights and travel expenses totalling £3,086 (2023: £4,002).

During the year the trust paid £3,086 reimbursement of travel expenses to L Burton (2023: £4,002) who is the wife of D Burton who is the trustee of the trust.

4. STAFF COSTS

	2024	2023
	£	£
Wages and salaries	98,971	153,694
	<u>98,971</u>	<u>153,694</u>

The total remuneration paid to the staff employed at the Livingstone Centre amounted to £98,971 (2023: £137,064).

The average monthly number of employees during the year was as follows:

	2024	2023
Livingstone Centre Staff	<u>74</u>	<u>74</u>

No employees received emoluments in excess of £60,000.

RAINBOW TRUST AFRICA

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2024

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	84,356	26,520	110,876
Other trading activities	-	77,772	77,772
Total	<u>84,356</u>	<u>104,292</u>	<u>188,648</u>
EXPENDITURE ON			
Charitable activities			
Livingstone Centre	4,200	243,913	248,113
Other Charitable Expenditure	8,046	3,181	11,227
Other	(21,756)	-	(21,756)
Total	<u>(9,510)</u>	<u>247,094</u>	<u>237,584</u>
NET INCOME/(EXPENDITURE)	93,866	(142,802)	(48,936)
Transfers between funds	(136,589)	136,589	-
Net movement in funds	(42,723)	(6,213)	(48,936)
RECONCILIATION OF FUNDS			
Total funds brought forward	370,567	70,226	440,793
TOTAL FUNDS CARRIED FORWARD	<u><u>327,844</u></u>	<u><u>64,013</u></u>	<u><u>391,857</u></u>

RAINBOW TRUST AFRICA

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2024

6. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 January 2024 and 31 December 2024	<u>531,492</u>	<u>37,991</u>	<u>33,296</u>	<u>602,779</u>
DEPRECIATION				
At 1 January 2024	170,250	36,916	33,296	240,462
Charge for year	<u>10,549</u>	<u>535</u>	<u>-</u>	<u>11,084</u>
At 31 December 2024	<u>180,799</u>	<u>37,451</u>	<u>33,296</u>	<u>251,546</u>
NET BOOK VALUE				
At 31 December 2024	<u>350,693</u>	<u>540</u>	<u>-</u>	<u>351,233</u>
At 31 December 2023	<u>361,242</u>	<u>1,075</u>	<u>-</u>	<u>362,317</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Trade debtors	12,340	8,798
Other debtors	<u>10,037</u>	<u>16,798</u>
	<u>22,377</u>	<u>25,596</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Bank loans and overdrafts (see note 9)	218,508	221,229
Other creditors	<u>27,856</u>	<u>27,780</u>
	<u>246,364</u>	<u>249,009</u>

RAINBOW TRUST AFRICA

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2024

9. LOANS

An analysis of the maturity of loans is given below:

	2024 £	2023 £
Amounts falling due within one year on demand:		
Bank overdrafts	<u>218,508</u>	<u>221,229</u>

10. MOVEMENT IN FUNDS

	At 1.1.24 £	Net movement in funds £	Transfers between funds £	At 31.12.24 £
Unrestricted funds				
General fund	327,844	45,743	(62,641)	310,946
Restricted funds				
Child Sponsorship/Library fund	-	(41,581)	41,581	-
Health Centre Fund	-	(8,162)	8,162	-
Grannies Fund	18,777	(4,683)	-	14,094
Accomodation Fund	-	(12,697)	12,697	-
New Guest House (Burton House) Fund	42,778	(482)	-	42,296
Church Roof / Meeting Place	92	(293)	201	-
Accomodation Upgrades Fund				
	<u>2,366</u>	-	-	<u>2,366</u>
	<u>64,013</u>	<u>(67,898)</u>	<u>62,641</u>	<u>58,756</u>
TOTAL FUNDS	<u>391,857</u>	<u>(22,155)</u>	<u>-</u>	<u>369,702</u>

RAINBOW TRUST AFRICA

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2024

10. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	66,988	(21,245)	45,743
Restricted funds			
Child Sponsorship/Library fund	103,281	(144,862)	(41,581)
Health Centre Fund	-	(8,162)	(8,162)
Grannies Fund	-	(4,683)	(4,683)
Accomodation Fund	3,312	(16,009)	(12,697)
New Guest House (Burton House) Fund	-	(482)	(482)
Church Roof / Meeting Place	-	(293)	(293)
	<u>106,593</u>	<u>(174,491)</u>	<u>(67,898)</u>
TOTAL FUNDS	<u>173,581</u>	<u>(195,736)</u>	<u>(22,155)</u>

Comparatives for movement in funds

	At 1.1.23 £	Net movement in funds £	Transfers between funds £	At 31.12.23 £
Unrestricted funds				
General fund	370,567	93,866	(136,589)	327,844
Restricted funds				
Child Sponsorship/Library fund	2,577	(106,598)	104,021	-
Health Centre Fund	-	(8,912)	8,912	-
Grannies Fund	21,550	(2,773)	-	18,777
Accomodation Fund	88	(23,744)	23,656	-
New Guest House (Burton House) Fund	43,260	(482)	-	42,778
Church Roof / Meeting Place	385	(293)	-	92
Accomodation Upgrades Fund				
	<u>2,366</u>	<u>-</u>	<u>-</u>	<u>2,366</u>
	<u>70,226</u>	<u>(142,802)</u>	<u>136,589</u>	<u>64,013</u>
TOTAL FUNDS	<u>440,793</u>	<u>(48,936)</u>	<u>-</u>	<u>391,857</u>

RAINBOW TRUST AFRICA

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2024

10. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	84,356	9,510	93,866
Restricted funds			
Child Sponsorship/Library fund	96,154	(202,752)	(106,598)
Health Centre Fund	6,543	(15,455)	(8,912)
Grannies Fund	-	(2,773)	(2,773)
Accomodation Fund	1,595	(25,339)	(23,744)
New Guest House (Burton House) Fund	-	(482)	(482)
Church Roof / Meeting Place	-	(293)	(293)
	<u>104,292</u>	<u>(247,094)</u>	<u>(142,802)</u>
TOTAL FUNDS	<u>188,648</u>	<u>(237,584)</u>	<u>(48,936)</u>

11. EMPLOYEE BENEFIT OBLIGATIONS

The charity makes contributions to a defined contribution pension scheme for the benefit of its employees. A provision of £16,000 for pension contributions is included in accruals (2023: £16,000).

The original contracts of employment were replaced with short term contracts with specific pension terms. The cost of the contributions are written off against profits in the year they are payable.

12. RELATED PARTY DISCLOSURES

During the year £7,400 (2023: £6,150) of donations were received without conditions from trustees.

RAINBOW TRUST AFRICA

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2024

	2024 £	2023 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	82,247	94,047
Gift aid	10,037	16,829
	<hr/>	<hr/>
	92,284	110,876
Other trading activities		
School Fees	77,985	76,177
Accommodation income	3,312	1,595
	<hr/>	<hr/>
	81,297	77,772
Total incoming resources	<hr/>	<hr/>
	173,581	188,648
EXPENDITURE		
Charitable activities		
Wages	98,971	137,064
Repairs	2,854	8,071
Insurance	4,793	4,486
Light and heat	15,825	15,174
Telephone	741	1,371
Postage and stationery	682	8,072
Vehicle costs	10,019	18,667
Sundries	8,316	11,179
School expenses	5,243	3,296
Subsistence	22,857	29,571
Travel costs	3,086	8,046
Child sponsorship expenses	2,267	3,181
	<hr/>	<hr/>
	175,654	248,178
Support costs		
Finance		
Bank charges	590	811
Freehold property	10,549	10,630
Fixtures and fittings	535	532
	<hr/>	<hr/>
	11,674	11,973

This page does not form part of the statutory financial statements

RAINBOW TRUST AFRICA

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2024

	2024	2023
	£	£
Finance		
Other		
Ministry fees	-	16,630
Marketing	168	216
Foreign exchange (gain)/loss	2,122	(46,497)
	<u>2,290</u>	<u>(29,651)</u>
Governance costs		
Independent Exam Fees	4,440	5,256
Accountancy fees	1,678	1,828
	<u>6,118</u>	<u>7,084</u>
Total resources expended	<u>195,736</u>	<u>237,584</u>
Net expenditure	<u>(22,155)</u>	<u>(48,936)</u>

This page does not form part of the statutory financial statements

RAINBOW TRUST AFRICA

England & Wales - Charity number 1057862

Accounts

**Unaudited Financial Statements
for the Year Ended
31 December 2023**

for

Rainbow Trust Africa

The Rowleys Partnership Ltd
Chartered Accountants
Charnwood House
Harcourt Way
Meridian Business Park
Leicester
Leicestershire
LE19 1WP

Contents of the Financial Statements
for the Year Ended 31 December 2023

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Reference and Administrative Details
for the Year Ended 31 December 2023

TRUSTEES	A Eagle (Chairman) D Burton T Eagle (Treasurer) J Watts
PRINCIPAL ADDRESS	De Montfort Business Services The Manse 22 De Montfort Street Leicester LE1 7GB
REGISTERED CHARITY NUMBER	1057862
INDEPENDENT EXAMINER	The Rowleys Partnership Ltd Chartered Accountants Charnwood House Harcourt Way Meridian Business Park Leicester Leicestershire LE19 1WP

**Report of the Trustees
for the Year Ended 31 December 2023**

The trustees present their report with the financial statements of the charity for the year ended 31 December 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) published in October 2019.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the charity, as stated in its declaration of trust, are:

- To promote and enhance the welfare of needy communities in Africa
- The relief of persons who are in conditions of need, hardship or distress, or who are aged and sick
- The advancement of education on the basis of Christian principles
- To increase opportunities in gaining employment
- To assist with improving standards of health care

The policies adopted to further the objects of the charity are:

- Running the Rainbow Africa Centre in Livingstone, Zambia
- Running a Pre-school and Primary School at the Centre
- Providing skills training

Public benefit

The trustees have had regard to the Charity Commission guidance on public benefit.

Volunteers

The charity is grateful for the commitment of its volunteers who are involved in all aspects of the charity's operations.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

How the charity delivers public benefit.

Developments in 2023

Kings School continues to move forward with exceptional results from students. The collection of school fees continues to be an issue. As inflation hits and daily life gets tougher, school fees come second to food and family!

All church properties are in reasonable order and the work in the 5 villages continues and expands.

On the Muzoka site the Grannies accommodation continues to house Monica Muchinou and Inonge Mubiana who live happily in their new homes. Potentially, other units are planned. The land is now used for agricultural purposes for local communities. We are looking to develop the area in Muzoka, but efforts to attract fuel station owners are proving to be difficult. Solar provision is next on our list.

Support for needy Grannies continued through the provision of food and house repairs and we now support 16 ladies and gentlemen plus the Old Peoples Home in Livingstone.

The project to refurbish the existing accommodation on site continues. Further phases await funding. The funding for this project has been raised by specific gifts for the purpose. Further maintenance programs for all areas are on-going.

Food provision to six villages continues with Mealie Meal being supplied. Our significant US sponsor continued to support our efforts and donated significant funds to the project. The sponsor also supports our monthly provision of food supplies to the staff and children at the school. Actually, getting the Mealie Meal is proving difficult now.

The Breakfast Club now supports 30 pupils who, if not for the project, would come to school hungry. This project is funded by specific donations from a church in Leicestershire.

At The Kings School the new Science block was completed and is now being used by senior school students.

The Sponsored Child programme has again started to increase, we will look to expand this provision further in 2024 and onwards. There are still around 100 children benefitting from this programme.

On site in Livingstone: It is the Trust's intention to pursue the installation of solar products to make the property more sustainable. This is subject to quality solar installations and funds being available.

Fundraising activities

The charity relies on voluntary donations from churches and individuals for its income. The charity does not employ professional fundraising bodies.

FINANCIAL REVIEW

Income generation

In total, the charity's gross income decreased from £191,298 to £188,648. The charity's main sources of income are in the form of donations received and gift aid reclaimed together with the income generated in Zambia. In 2023, the Trust continued to receive specific, restricted gifts from a US sponsor to provide food to villages and other food related provisions.

Resources expended and services

The charity's expenditure for the year was £237,584 (2022: £289,344), of which £248,113 was expended at the Livingstone Centre in Zambia (2022: £272,515). £137,064 of this was spent on salaries employing the staff who further the work of the charity in Zambia (2022: £156,890).

Tangible fixed assets and depreciation

There were additions to fixed assets amounting £3,648 in the year belonging to the School Fund.

Investment policy and objectives

The charity has adopted a policy of periodically investing in an interest bearing account with Indo Zambia Bank (IZB) in Zambia.

Reserves policy

The trustees are responsible for setting a reserves policy taking into account the administrative overheads of the charity.

Donations made to the charity for a specific purpose have to be recorded as restricted funds because the usage is specified by the donors. All other funds may be referred to as unrestricted funds. At 31 December 2023 the level of reserves held in restricted funds amounted to £64,013 (2022:£70,226).

The level of reserves held in unrestricted funds at 31 December 2023 amounted to £327,844 (2022: £370,567) which is considered sufficient to ensure that future calls upon the charity can be met.

Restricted funds

Restricted funds were held during the year for the following purposes:

Child Sponsorship/School Fund - set up to provide for the education, clothing and subsistence of a number of children attending the Rainbow Pre-School, The King's School and Muzoka pre-school and basic school. 3/8ths of the non-attributable centre costs are allocated to this project.

Village Outreach - set up with the dual purpose of taking evangelism and medical care into the villages surrounding Livingstone, Zambia.

Granny Fund - set up to support grannies who are looking after children whose parents are vulnerable.

Church Development - Finance is raised to support the re-building and repairs to the various church buildings supported.

New Guest House (Burton House) - This is a restricted fund for the purpose of building an additional accommodation building on the site in Livingstone which is for the use of the trustees who carry out work at the base. This project is now complete.

FUTURE PLANS

The trustees anticipate further involvement of short term teams visiting to assist and support our work. The need for assistance includes general maintenance on the Livingstone and Muzoka sites and the growth and nurturing of village churches as well as support for the needy Grannies and medical outreach to remote villages.

New projects will include the further development of additional purpose built duplex homes for several of the Grannies on the secure Muzoka site. This initiative has been driven by the increase in unwelcome interference, theft and vandalism of a number of such homes in Livingstone.

A major single project in the coming years will be the expansion of school property, as funds allow.

The project to refurbish the existing accommodation on site continues throughout the year. The funding for this project has been raised by specific gifts for the purpose. There is now in place an on-going maintenance programme for all buildings on our complexes at Livingstone and Muzoka, this will continue. Bookings for our accommodation in 2023 grew again.

A significant programme for the Livingstone centre is the installation of solar power on site (see above). We envisage that this will continue in the form of further site lighting and office provision.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust dated 20 November 1995, and constitutes an unincorporated charity.

Recruitment and appointment of new trustees

Trustees are selected by the other members of the trustee board. Trustees serve a term of four years after which they may submit themselves for re-election.

In selecting the new trustees, they seek to identify people who regularly attend events and functions organised by the charity and are willing to volunteer to help to raise funds on behalf of the charity. Potential trustees are invited to attend trustees' meeting as observers and are given more details of the charity's aims and activities and if all agree, they are then proposed as new trustees at a subsequent trustees' meeting. This process allows due consideration of the persons eligibility, personal competence, specialist knowledge and skills.

Organisational structure

The charity trustees are responsible for the general control and management of the charity. All of the Trustees give their time freely and receive no remuneration or other benefits but are reimbursed for their expenses. Notwithstanding his resignation in 2020, Mr. Ewart Crowther remains active with the charity's work in Zambia and was still remunerated for this until September 2023. The amounts paid in respect of ministry fees and expenses are in accordance with the trust deed.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governance and internal control

The systems of internal control are designed to provide reasonable but not absolute assurance against material misstatement or loss. They include:

- A strategic plan and an annual budget approved by the trustees;
- Regular consideration by the trustees of financial results and variances from budget;
- Delegation of authority and segregation of duties;
- Identification and management of risk.

The trustees have reviewed the adequacy of the charity's internal controls and are pleased to report that the charity's financial controls, in particular, conform with guidelines issued by the Charity Commission.

Induction and training of new trustees

The new trustees are introduced to their new roles and given copies of the trust deed and guide to the policies and procedures adopted by the charity. Publications from the Charity Commission are also provided including the guidance on charities and public benefit, thus ensuring that the new trustees are aware of the scope of their responsibilities under the Charities Act. The process adopted by the charity is that the new trustees work with the existing trustees assisting on particular activities and projects run by the charity. Once the new trustees has gained enough experience then they are given task of leading particular activity and project and accordingly reporting progress at the trustees' meeting.

Risk management

The trustees have assessed the risks the charity faces and have drawn up a risk plan which identifies the major risks by area of activity, the nature of those risks, the likelihood of those risks happening, and the measures taken to manage them. The trustees review the risk plan regularly at their meetings. The trustees are satisfied that systems are in place or arrangements are in hand to manage the risks that have been identified. Systems are also in place to review the charity's finances, and these are supported by the review of the charity's policies on a regular basis.

Approved by order of the board of trustees on^{29/10/2024} and signed on its behalf by:

Andrew Eagle

signed on 29/10/2024: 20:35:55 GMT
A Eagle (Chairman) - Trustee

**Independent Examiner's Report to the Trustees of
Rainbow Trust Africa**

Independent examiner's report to the trustees of Rainbow Trust Africa

I report to the charity trustees on my examination of the accounts of Rainbow Trust Africa (the Trust) for the year ended 31 December 2023.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by Section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Paula Swann-Jones

signed on 30/10/2024, 09:35:51 GMT

Mrs P Swann-Jones FCA

The Rowleys Partnership Ltd
Chartered Accountants
Charnwood House
Harcourt Way
Meridian Business Park
Leicester
Leicestershire
LE19 1WP

30/10/2024

Date:

Statement of Financial Activities
for the Year Ended 31 December 2023

	Notes	Unrestricted fund £	Restricted funds £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	84,356	26,520	110,876	76,830
Other trading activities	3	-	77,772	77,772	114,468
Total		<u>84,356</u>	<u>104,292</u>	<u>188,648</u>	<u>191,298</u>
EXPENDITURE ON					
Charitable activities	4				
Livingstone Centre		4,200	243,913	248,113	272,515
Other Charitable Expenditure		8,046	3,181	11,227	11,299
Other	6	(21,756)	-	(21,756)	5,530
Total		<u>(9,510)</u>	<u>247,094</u>	<u>237,584</u>	<u>289,344</u>
NET INCOME/(EXPENDITURE)					
Transfers between funds	14	93,866 (136,589)	(142,802) 136,589	(48,936) -	(98,046) -
Net movement in funds		(42,723)	(6,213)	(48,936)	(98,046)
RECONCILIATION OF FUNDS					
Total funds brought forward		370,567	70,226	440,793	538,839
TOTAL FUNDS CARRIED FORWARD		<u>327,844</u>	<u>64,013</u>	<u>391,857</u>	<u>440,793</u>

The notes form part of these financial statements

Rainbow Trust Africa

Balance Sheet
31 December 2023

	Notes	2023 £	2022 £
FIXED ASSETS			
Tangible assets	10	362,317	369,831
CURRENT ASSETS			
Debtors	11	25,596	52,342
Cash at bank		<u>31,724</u>	<u>46,654</u>
		57,320	98,996
CREDITORS			
Amounts falling due within one year	12	(27,780)	(28,034)
NET CURRENT ASSETS		<u>29,540</u>	<u>70,962</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>391,857</u>	<u>440,793</u>
NET ASSETS		<u>391,857</u>	<u>440,793</u>
FUNDS	14		
Unrestricted funds		327,844	370,567
Restricted funds		<u>64,013</u>	<u>70,226</u>
TOTAL FUNDS		<u>391,857</u>	<u>440,793</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 29/10/2024 and were signed on its behalf by:

Andrew Eagle

signed on 29/10/2024, 20:35:55 GMT
A Eagle (Chairman) - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Rainbow Trust Africa is an unincorporated charity registered in England and Wales. The address of the charity is given in the charity information on page 1 of these financial statements.

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

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received, and the amount can be measured reliably.

No amounts are included in the financial statements for services donated by volunteers.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

Income from trading activities includes income earned from school and accommodation fees and is recognised when it has been received.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Fixtures and fittings	- 25% on cost
Motor vehicles	- 25% on cost

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Assets are capitalised where they can be used for more than one year and cost over £250.

Taxation

The charity is exempt from tax on its charitable activities. Expenses are inclusive of VAT where applicable.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and cash on deposit.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2023

2. DONATIONS AND LEGACIES

	Unrestricted funds	Restricted funds	2023 Total funds	Unrestricted funds	Restricted funds	2022 Total funds
	£	£	£	£	£	£
Donations	67,527	26,520	94,047	39,670	26,829	66,499
Gift aid	<u>16,829</u>	-	<u>16,829</u>	<u>10,331</u>	-	<u>10,331</u>
	<u>84,356</u>	<u>26,520</u>	<u>110,876</u>	<u>50,001</u>	<u>26,829</u>	<u>76,830</u>

3. OTHER TRADING ACTIVITIES

	Restricted funds	2023 Total funds	Restricted funds	2022 Total funds
	£	£	£	£
School fees	76,177	76,177	112,313	112,313
Accommodation fees	<u>1,595</u>	<u>1,595</u>	<u>2,155</u>	<u>2,155</u>
	<u>77,772</u>	<u>77,772</u>	<u>114,468</u>	<u>114,468</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 5)
	£
Livingstone Centre	248,113
Other Charitable Expenditure	<u>11,227</u>
	<u>259,340</u>

5. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2023			2022		
	Unrestricted funds £	Restricted funds £	Total funds £	Unrestricted funds £	Restricted funds £	Total funds £
Staff costs	-	137,064	137,064	-	156,890	156,890
Repairs	-	8,071	8,071	-	17,116	17,116
Insurance	-	4,486	4,486	-	5,370	5,370
Heat, light and rates	-	15,174	15,174	-	18,103	18,103
Telephone	-	1,371	1,371	-	1,088	1,088
Postage and stationery	-	8,072	8,072	-	5,146	5,146
Vehicle costs	-	18,667	18,667	-	12,076	12,076
Sundries	51	11,128	11,179	-	12,422	12,422
School expenses	-	3,181	3,181	-	3,771	3,771
Subsistence	-	29,571	29,571	-	32,187	32,187
Travel costs	8,046	-	8,046	2,732	-	2,732
Child sponsorship expenses	-	3,296	3,296	-	3,197	3,197
Depreciation	4,149	7,013	11,162	4,360	6,942	11,302
Grants to individuals	-	-	-	-	2,414	2,414
	<u>12,246</u>	<u>247,094</u>	<u>259,340</u>	<u>7,092</u>	<u>276,722</u>	<u>83,814</u>

6. OTHER

	2023		2022	
	Unrestricted funds £	Total funds £	Unrestricted funds £	Total funds £
Bank charges	811	811	834	834
Ministry fees	16,630	16,630	19,956	19,956
Marketing	216	216	475	475
Foreign exchange (gain)/loss	(46,497)	(46,497)	(22,218)	(22,218)
Independent examiner's fees	5,256	5,256	4,284	4,284
Accountancy fees (Zambia)	1,828	1,828	2,199	2,199
	<u>(21,756)</u>	<u>(21,756)</u>	<u>5,530</u>	<u>5,530</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

During the year, no trustee (2022: None) was engaged in remunerated ministry. The trustee who had resigned in 2020, has continued to do ministry work in Zambia until September 2023.

The amount paid in respect of ministry fees and expenses, in accordance with the trust deed, was £16,630 (2022: £19,956).

No amount was paid to any trustee for the services of being a trustee.

Trustees' expenses

One trustee (2022: one) was reimbursed for flights and travel expenses totalling £4,002 (2022: £1,366).

During the year the trust paid £4,002 reimbursement of travel expenses to L Burton (2022: £1,366) who is the wife of D Burton who is the trustee of the trust.

8. STAFF COSTS

The total remuneration paid to the staff employed at the Livingstone Centre amounted to £137,064 (2022: £156,890).

The average monthly number of employees during the year was as follows:

Livingstone Centre staff	2023 <u>74</u>	2022 <u>74</u>
--------------------------	-------------------	-------------------

No employees received emoluments in excess of £60,000.

9. AMOUNTS PAYABLE TO INDEPENDENT EXAMINER

The amount paid to the independent examiner for the independent examination was £2,500 (2022: £1,714) and £2,756 (2022: £2,570) for other accountancy services.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2023

10. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 January 2023	527,844	37,991	33,296	599,131
Additions	<u>3,648</u>	<u>-</u>	<u>-</u>	<u>3,648</u>
At 31 December 2023	<u>531,492</u>	<u>37,991</u>	<u>33,296</u>	<u>602,779</u>
DEPRECIATION				
At 1 January 2023	159,620	36,384	33,296	229,300
Charge for year	<u>10,630</u>	<u>532</u>	<u>-</u>	<u>11,162</u>
At 31 December 2023	<u>170,250</u>	<u>36,916</u>	<u>33,296</u>	<u>240,462</u>
NET BOOK VALUE				
At 31 December 2023	<u>361,242</u>	<u>1,075</u>	<u>-</u>	<u>362,317</u>
At 31 December 2022	<u>368,224</u>	<u>1,607</u>	<u>-</u>	<u>369,831</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade debtors	8,798	12,011
Tax	<u>16,798</u>	<u>40,331</u>
	<u>25,596</u>	<u>52,342</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Other creditors	<u>27,780</u>	<u>28,034</u>
	<u>27,780</u>	<u>28,034</u>

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	2023 Total funds £	2022 Total funds £
Fixed assets	111,892	250,425	362,317	369,831
Current assets	225,492	(168,172)	57,320	98,996
Current liabilities	<u>(9,540)</u>	<u>(18,240)</u>	<u>(27,780)</u>	<u>(28,034)</u>
	<u>327,844</u>	<u>64,013</u>	<u>391,857</u>	<u>440,793</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2023

14. MOVEMENT IN FUNDS

	At 1.1.23 £	Net movement in funds £	Transfers between funds £	At 31.12.23 £
Unrestricted funds				
General fund	370,567	93,866	(136,589)	327,844
Restricted funds				
Child Sponsorship/Library	2,577	(106,598)	104,021	-
Health Centre Fund	-	(8,912)	8,912	-
Grannies Fund	21,550	(2,773)	-	18,777
Accommodation Fund	88	(23,744)	23,656	-
New Guest House (Burton House)	43,260	(482)	-	42,778
Accommodation Upgrades	2,366	-	-	2,366
Church Roof/Meeting Place	385	(293)	-	92
	<u>70,226</u>	<u>(142,802)</u>	<u>136,589</u>	<u>64,013</u>
TOTAL FUNDS	<u>440,793</u>	<u>(48,936)</u>	<u>-</u>	<u>391,857</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	84,356	9,510	93,866
Restricted funds			
Child Sponsorship/Library	96,154	(202,752)	(106,598)
Health Centre Fund	6,543	(15,455)	(8,912)
Grannies Fund	-	(2,773)	(2,773)
Accommodation Fund	1,595	(25,339)	(23,744)
New Guest House (Burton House)	-	(482)	(482)
Church Roof/Meeting Place	-	(293)	(293)
	<u>104,292</u>	<u>(247,094)</u>	<u>(142,802)</u>
TOTAL FUNDS	<u>188,648</u>	<u>(237,584)</u>	<u>(48,936)</u>

14. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.22 £	Net movement in funds £	Transfers between funds £	At 31.12.22 £
Unrestricted funds				
General fund	424,221	37,379	(91,033)	370,567
Restricted funds				
Child Sponsorship/Library	43,511	(94,888)	53,954	2,577
Health Centre Fund	-	(13,882)	13,882	-
Grannies Fund	24,321	(2,771)	-	21,550
Accommodation Fund	-	(23,109)	23,197	88
New Guest House (Burton House)	43,742	(482)	-	43,260
Accommodation Upgrades	2,366	-	-	2,366
Church Roof/Meeting Place	678	(293)	-	385
	<u>114,618</u>	<u>(135,425)</u>	<u>91,033</u>	<u>70,226</u>
TOTAL FUNDS	<u>538,839</u>	<u>(98,046)</u>	<u>-</u>	<u>440,793</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	50,001	(12,622)	37,379
Restricted funds			
Child Sponsorship/Library	134,726	(229,614)	(94,888)
Health Centre Fund	4,416	(18,298)	(13,882)
Grannies Fund	-	(2,771)	(2,771)
Accommodation Fund	2,155	(25,264)	(23,109)
New Guest House (Burton House)	-	(482)	(482)
Church Roof/Meeting Place	-	(293)	(293)
	<u>141,297</u>	<u>(276,722)</u>	<u>(135,425)</u>
TOTAL FUNDS	<u>191,298</u>	<u>(289,344)</u>	<u>(98,046)</u>

Transfers amounting to £136,589 were made from unrestricted funds to restricted funds to cover the overspend in these funds.

Details of the restricted funds are included in the Trustees Report.

15. EMPLOYEE BENEFIT OBLIGATIONS

The charity makes contributions to a defined contribution pension scheme for the benefit of its employees. A provision of £16,000 for pension contributions is included in accruals (2022: £16,000).

The original contracts of employment were replaced with short term contracts with specific pension terms. The cost of the contributions are written off against profits in the year they are payable.

16. RELATED PARTY DISCLOSURES

During the year £6,150 (2022: £6,283) of donations were received without conditions from trustees.

Rainbow Trust Africa

Detailed Statement of Financial Activities
for the Year Ended 31 December 2023

	2023 £	2022 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	94,047	66,499
Gift aid	<u>16,829</u>	<u>10,331</u>
	110,876	76,830
Other trading activities		
School fees	76,177	112,313
Accommodation income	<u>1,595</u>	<u>2,155</u>
	<u>77,772</u>	<u>114,468</u>
Total incoming resources	188,648	191,298
EXPENDITURE		
Charitable activities		
Wages	137,064	156,890
Repairs	8,071	17,116
Insurance	4,486	5,370
Heat, light and rates	15,174	18,103
Telephone	1,371	1,088
Postage and stationery	8,072	5,146
Vehicle costs	18,667	12,076
Sundries	11,179	12,422
School expenses	3,296	3,771
Subsistence	29,571	32,187
Travel costs	8,046	2,732
Child sponsorship expenses	3,181	3,197
Depreciation	11,162	11,302
Grants to individuals	<u>-</u>	<u>2,414</u>
	259,340	283,814
Support costs		
Finance		
Bank charges	811	834
Other		
Ministry fees	16,630	19,956
Carried forward	16,630	19,956

This page does not form part of the statutory financial statements

Rainbow Trust Africa

Detailed Statement of Financial Activities
for the Year Ended 31 December 2023

	2023	2022
	£	£
Other		
Brought forward	16,630	19,956
Marketing	216	475
Foreign exchange (gain)/loss	<u>(46,497)</u>	<u>(22,218)</u>
	(29,651)	(1,787)
Governance costs		
Independent examiner's fees	5,256	4,284
Accountancy fees (Zambia)	<u>1,828</u>	<u>2,199</u>
	<u>7,084</u>	<u>6,483</u>
Total resources expended	<u>237,584</u>	<u>289,344</u>
Net expenditure	<u>(48,936)</u>	<u>(98,046)</u>

This page does not form part of the statutory financial statements

RAINBOW TRUST AFRICA

England & Wales - Charity number 1057862

Accounts

**Unaudited Financial Statements
for the Year Ended
31 December 2022**

for

Rainbow Trust Africa

The Rowleys Partnership Ltd
Chartered Accountants
Charnwood House
Harcourt Way
Meridian Business Park
Leicester
Leicestershire
LE19 1WP

Contents of the Financial Statements
for the Year Ended 31 December 2022

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Reference and Administrative Details
for the Year Ended 31 December 2022

TRUSTEES	A Eagle (Chairman) D Burton T Eagle (Treasurer) J Watts
PRINCIPAL ADDRESS	De Montfort Business Services The Manse 22 De Montfort Street Leicester LE1 7GB
REGISTERED CHARITY NUMBER	1057862
INDEPENDENT EXAMINER	The Rowleys Partnership Ltd Chartered Accountants Charnwood House Harcourt Way Meridian Business Park Leicester Leicestershire LE19 1WP

**Report of the Trustees
for the Year Ended 31 December 2022**

The trustees present their report with the financial statements of the charity for the year ended 31 December 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) published in October 2019.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the charity, as stated in its declaration of trust, are:

- To promote and enhance the welfare of needy communities in Africa
- The relief of persons who are in conditions of need, hardship or distress, or who are aged and sick
- The advancement of education on the basis of Christian principles
- To increase opportunities in gaining employment
- To assist with improving standards of health care

The policies adopted to further the objects of the charity are:

- Running the Rainbow Africa Centre in Livingstone, Zambia
- Running a Pre-school and Primary School at the Centre
- Providing skills training

Public benefit

The trustees have had regard to the Charity Commission guidance on public benefit.

Volunteers

The charity is grateful for the commitment of its volunteers who are involved in all aspects of the charity's operations.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

How the charity delivers public benefit.

Developments in 2022

The intended school expansion is now complete with our first grade 12 graduation taking place in December. A female student who has been on our sponsored child programme was the highest achieving student in the Southern Province of Zambia.

All church properties are in reasonable order and the work in the 5 villages continues and expands.

On the Muzoka site the Grannies accommodation continues to house Monica Muchinou and Inonge Mubiana who live happily in their new homes. Potentially, other units are planned. The land is now used for agricultural purposes for local communities.

Support for needy Grannies continued through the provision of food and house repairs and we now support 16 Ladies and Gentlemen plus the Old Peoples Home in Livingstone.

The project to refurbish the existing accommodation on site continues. Further phases await funding. The funding for this project has been raised by specific gifts for the purpose. Further maintenance programs for all areas are on-going.

Food provision to six villages continues with Mealie Meal being supplied. Our significant US sponsor continued to support our efforts and donated significant funds to the project. The sponsor also supports our monthly provision of food supplies to the staff and children at the school.

The Breakfast Club now supports 30 pupils who, if not for the project, would come to school hungry. This project is funded by specific donations from a church in Leicestershire.

Under the direction of Head teacher Janet Shamboko, The King's School enjoyed continuing success, and we still enjoy a superb pass rate for all external examinations. This year we were again among the best results by any school in Livingstone. In addition, almost all Grade 9 pupils gained secondary school places.

At The Kings School the new Science block was completed and is now being used by senior school students.

The Sponsored Child programme has again started to increase, we will look to expand this provision further in 2023 and onwards. There are still around 100 children benefitting from this programme.

On site in Livingstone: It is the Trust's intention to pursue the installation of Solar products to make the property more sustainable. This is subject to quality Solar installations and funds being available.

Fundraising activities

The charity relies on voluntary donations from churches and individuals for its income. The charity does not employ professional fundraising bodies.

FINANCIAL REVIEW

Income generation

In total, the charity's gross income increased from £163,613 to £191,298. The charity's main sources of income are in the form of donations received and gift aid reclaimed together with the income generated in Zambia. In 2022, the Trust continued to receive specific, restricted gifts from a US sponsor to provide food to villages and other food related provisions.

Resources expended and services

The charity's expenditure for the year was £289,344 (2021: £179,237), of which £272,515 was expended at the Livingstone Centre in Zambia (2021: £182,768). £156,890 of this was spent on salaries employing the staff who further the work of the charity in Zambia (2021: £103,195).

Tangible fixed assets and depreciation

There were additions to fixed assets amounting £30,019 in the year belonging to the School Fund.

Investment policy and objectives

The charity has adopted a policy of periodically investing in an interest bearing account with Indo Zambia Bank (IZB) in Zambia.

Reserves policy

The trustees are responsible for setting a reserves policy taking into account the administrative overheads of the charity.

Donations made to the charity for a specific purpose have to be recorded as restricted funds because the usage is specified by the donors. All other funds may be referred to as unrestricted funds. At 31 December 2022 the level of reserves held in restricted funds amounted to £70,226.

The level of reserves held in unrestricted funds at 31 December 2022 amounted to £370,567 which is considered sufficient to ensure that future calls upon the charity can be met.

Restricted funds

Restricted funds were held during the year for the following purposes:

Child Sponsorship/School Fund - set up to provide for the education, clothing and subsistence of a number of children attending the Rainbow Pre-School, The King's School and Muzoka pre-school and basic school. 3/8ths of the non-attributable centre costs are allocated to this project.

Village Outreach - set up with the dual purpose of taking evangelism and medical care into the villages surrounding Livingstone, Zambia.

Granny Fund - set up to support grannies who are looking after children whose parents are vulnerable.

Church Development - Finance is raised to support the re-building and repairs to the various church buildings supported.

New Guest House (Burton House) - This is a restricted fund for the purpose of building an additional accommodation building on the site in Livingstone which is for the use of the trustees who carry out work at the base. This project was completed last year.

FUTURE PLANS

The trustees anticipate further involvement of short term teams visiting to assist and support our work. The need for assistance includes general maintenance on the Livingstone and Muzoka sites and the growth and nurturing of village churches as well as support for the needy Grannies and medical outreach to remote villages.

New projects will include the further development of additional purpose built duplex homes for several of the Grannies on the secure Muzoka site. This initiative has been driven by the increase in unwelcome interference, theft and vandalism of a number of such homes in Livingstone.

A major single project in the coming years will be the expansion of school property, as funds allow.

The project to refurbish the existing accommodation on site continues throughout the year. The funding for this project has been raised by specific gifts for the purpose. There is now in place an on-going maintenance programme for all buildings on our complexes at Livingstone and Muzoka, this will continue. Bookings for our accommodation in 2022 grew again, post Covid.

A significant programme for the Livingstone centre is the installation of solar power on site (see above). We envisage that this will continue in the form of further site lighting and office provision.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust dated 20 November 1995, and constitutes an unincorporated charity.

Recruitment and appointment of new trustees

Trustees are selected by the other members of the trustee board. Trustees serve a term of four years after which they may submit themselves for re-election.

In selecting the new trustees, they seek to identify people who regularly attend events and functions organised by the charity and are willing to volunteer to help to raise funds on behalf of the charity. Potential trustees are invited to attend trustees' meeting as observers and are given more details of the charity's aims and activities and if all agree, they are then proposed as new trustees at a subsequent trustees' meeting. This process allows due consideration of the persons eligibility, personal competence, specialist knowledge and skills.

Organisational structure

The charity trustees are responsible for the general control and management of the charity. All of the Trustees give their time freely and receive no remuneration or other benefits but are reimbursed for their expenses. Notwithstanding his resignation in 2020, Mr. Ewart Crowther remains active with the charity's work in Zambia and is still remunerated for this until September 2023. The amounts paid in respect of ministry fees and expenses are in accordance with the trust deed.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governance and internal control

The systems of internal control are designed to provide reasonable but not absolute assurance against material misstatement or loss. They include:

- A strategic plan and an annual budget approved by the trustees;
- Regular consideration by the trustees of financial results and variances from budget;
- Delegation of authority and segregation of duties;
- Identification and management of risk.

The trustees have reviewed the adequacy of the charity's internal controls and are pleased to report that the charity's financial controls, in particular, conform with guidelines issued by the Charity Commission.

Induction and training of new trustees

The new trustees are introduced to their new roles and given copies of the trust deed and guide to the policies and procedures adopted by the charity. Publications from the Charity Commission are also provided including the guidance on charities and public benefit, thus ensuring that the new trustees are aware of the scope of their responsibilities under the Charities Act. The process adopted by the charity is that the new trustees work with the existing trustees assisting on particular activities and projects run by the charity. Once the new trustees has gained enough experience then they are given task of leading particular activity and project and accordingly reporting progress at the trustees' meeting.

Risk management

The trustees have assessed the risks the charity faces and have drawn up a risk plan which identifies the major risks by area of activity, the nature of those risks, the likelihood of those risks happening, and the measures taken to manage them. The trustees review the risk plan regularly at their meetings. The trustees are satisfied that systems are in place or arrangements are in hand to manage the risks that have been identified. Systems are also in place to review the charity's finances, and these are supported by the review of the charity's policies on a regular basis.

31/10/2023

Approved by order of the board of trustees on and signed on its behalf by:

Timothy John Eagle

signed on 31/10/2023, 16:42:28 GMT

.....
T Eagle (Treasurer) - Trustee

**Independent Examiner's Report to the Trustees of
Rainbow Trust Africa**

Independent examiner's report to the trustees of Rainbow Trust Africa

I report to the charity trustees on my examination of the accounts of Rainbow Trust Africa (the Trust) for the year ended 31 December 2022.

Responsibilities and basis of report

As the charity trustees of the Trust, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by Section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Paula Swann-Jones

signed on 31/10/2023, 16:43:23 GMT

Mrs P Swann-Jones FCA

The Rowleys Partnership Ltd
Chartered Accountants
Charnwood House
Harcourt Way
Meridian Business Park
Leicester
Leicestershire
LE19 1WP

31/10/2023

Date:

Rainbow Trust Africa

Statement of Financial Activities
for the Year Ended 31 December 2022

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	50,001	26,829	76,830	83,019
Other trading activities	3	-	114,468	114,468	80,594
Total		<u>50,001</u>	<u>141,297</u>	<u>191,298</u>	<u>163,613</u>
EXPENDITURE ON					
Charitable activities					
Livingstone Centre	4	4,360	268,155	272,515	182,768
Other Charitable Expenditure		2,732	8,567	11,299	9,874
Other	6	5,530	-	5,530	(13,405)
Total		<u>12,622</u>	<u>276,722</u>	<u>289,344</u>	<u>179,237</u>
NET INCOME/(EXPENDITURE)					
Transfers between funds	14	37,379 (91,033)	(135,425) 91,033	(98,046) -	(15,624) -
Net movement in funds		(53,654)	(44,392)	(98,046)	(15,624)
RECONCILIATION OF FUNDS					
Total funds brought forward		424,221	114,618	538,839	554,463
TOTAL FUNDS CARRIED FORWARD		<u>370,567</u>	<u>70,226</u>	<u>440,793</u>	<u>538,839</u>

The notes form part of these financial statements

Rainbow Trust Africa

Balance Sheet
31 December 2022

	Notes	2022 £	2021 £
FIXED ASSETS			
Tangible assets	10	369,831	351,114
CURRENT ASSETS			
Debtors	11	52,342	41,492
Cash at bank		<u>46,654</u>	<u>172,114</u>
		98,996	213,606
CREDITORS			
Amounts falling due within one year	12	(28,034)	(25,881)
NET CURRENT ASSETS		<u>70,962</u>	<u>187,725</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>440,793</u>	<u>538,839</u>
NET ASSETS		<u>440,793</u>	<u>538,839</u>
FUNDS	14		
Unrestricted funds		370,567	424,221
Restricted funds		<u>70,226</u>	<u>114,618</u>
TOTAL FUNDS		<u>440,793</u>	<u>538,839</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 31/10/2023 and were signed on its behalf by:

Timothy John Eagle

signed on 31/10/2023, 16:42:28 GMT

T Eagle (Treasurer) - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Rainbow Trust Africa is an unincorporated charity registered in England and Wales. The address of the charity is given in the charity information on page 1 of these financial statements.

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

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received, and the amount can be measured reliably.

No amounts are included in the financial statements for services donated by volunteers.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

Income from trading activities includes income earned from school and accommodation fees and is recognised when it has been received.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year-end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Fixtures and fittings	- 25% on cost
Motor vehicles	- 25% on cost

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Assets are capitalised where they can be used for more than one year and cost over £250.

Taxation

The charity is exempt from tax on its charitable activities. Expenses are inclusive of VAT where applicable.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and cash on deposit.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022**2. DONATIONS AND LEGACIES**

	Unrestricted funds £	Restricted funds £	2022 Total funds £	Unrestricted funds £	Restricted funds £	2021 Total funds £
Donations	39,670	26,829	66,499	40,355	27,664	68,019
Gift aid	<u>10,331</u>	-	<u>10,331</u>	<u>15,000</u>	-	<u>15,000</u>
	<u>50,001</u>	<u>26,829</u>	<u>76,830</u>	<u>55,355</u>	<u>27,664</u>	<u>83,019</u>

3. OTHER TRADING ACTIVITIES

	Restricted funds £	2022 Total funds £	Restricted funds £	2021 Total funds £
School fees	112,313	112,313	80,343	80,343
Accommodation fees	<u>2,155</u>	<u>2,155</u>	<u>251</u>	<u>251</u>
	<u>114,468</u>	<u>114,468</u>	<u>80,594</u>	<u>80,594</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 5) £	Grant funding of activities £	Totals £
Livingstone Centre	270,101	2,414	272,515
Other Charitable Expenditure	<u>11,299</u>	-	<u>11,299</u>
	<u>281,400</u>	<u>2,414</u>	<u>283,814</u>

5. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2022		2021	
	Unrestricted funds	Restricted funds	Unrestricted funds	Restricted funds
	£	£	£	£
Staff costs	-	156,890	-	103,195
Repairs	-	17,116	-	13,371
Insurance	-	5,370	2,945	-
Heat, light and rates	-	18,103	-	8,842
Telephone	-	1,088	-	659
Postage and stationery	-	5,146	-	5,868
Vehicle costs	-	12,076	-	8,786
Sundries	-	12,422	-	7,044
School expenses	-	3,771	-	2,339
Subsistence	-	32,187	-	22,456
Travel costs	2,732	-	4,387	-
Child sponsorship expenses	-	3,197	-	2,542
Depreciation	4,360	6,942	3,826	6,382
Grants to individuals	-	2,414	-	-
	<u>7,092</u>	<u>276,722</u>	<u>11,158</u>	<u>181,484</u>
		<u>283,814</u>		<u>192,462</u>

6. OTHER

	2022		2021	
	Unrestricted funds	Total funds	Unrestricted funds	Total funds
	£	£	£	£
Bank charges	834	834	548	548
Ministry fees	19,956	19,956	19,956	19,956
Marketing	475	475	216	216
Foreign exchange (gain)/loss	(22,218)	(22,218)	(39,721)	(39,721)
Independent examiner's fees	4,284	4,284	4,080	4,080
Accountancy fees (Zambia)	2,199	2,199	1,516	1,516
	<u>5,530</u>	<u>5,530</u>	<u>(13,405)</u>	<u>(13,405)</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

During the year, no trustee (2021: None) was engaged in remunerated ministry. The trustee who had resigned in 2020, has still continued to do ministry work in Zambia.

The amount paid in respect of ministry fees and expenses, in accordance with the trust deed, was £19,956 (2021: £19,956). No amount was paid to any trustee for the services of being a trustee.

Trustees' expenses

One trustee (2021: one) was reimbursed for flights and travel expenses totalling £2,732 (2021: £4,387).

8. STAFF COSTS

The total remuneration paid to the staff employed at the Livingstone Centre amounted to £156,890 (2021: £103,195).

The average monthly number of employees during the year was as follows:

	2022	2021
Livingstone Centre staff	<u>74</u>	<u>75</u>

No employees received emoluments in excess of £60,000.

9. AMOUNTS PAYABLE TO INDEPENDENT EXAMINER

The amount paid to the independent examiner for the independent examination was £1,714 (2021: £1,632) and £2,570 (2021: £2,448) for other accountancy services.

10. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 January 2022	499,966	35,850	33,296	569,112
Additions	<u>27,878</u>	<u>2,141</u>	-	<u>30,019</u>
At 31 December 2022	<u>527,844</u>	<u>37,991</u>	<u>33,296</u>	<u>599,131</u>
DEPRECIATION				
At 1 January 2022	149,063	35,639	33,296	217,998
Charge for year	<u>10,557</u>	<u>745</u>	-	<u>11,302</u>
At 31 December 2022	<u>159,620</u>	<u>36,384</u>	<u>33,296</u>	<u>229,300</u>
NET BOOK VALUE				
At 31 December 2022	<u>368,224</u>	<u>1,607</u>	-	<u>369,831</u>
At 31 December 2021	<u>350,903</u>	<u>211</u>	-	<u>351,114</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade debtors	12,011	11,492
Tax	<u>40,331</u>	<u>30,000</u>
	<u>52,342</u>	<u>41,492</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Other creditors	<u>28,034</u>	<u>25,881</u>
	<u>252,306</u>	<u>186,985</u>

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
Fixed assets	116,041	253,790	369,831	351,114
Current assets	262,890	(163,894)	98,996	213,606
Current liabilities	<u>(8,364)</u>	<u>(19,670)</u>	<u>(28,034)</u>	<u>(25,881)</u>
	<u>370,567</u>	<u>70,226</u>	<u>440,793</u>	<u>538,839</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2022

14. MOVEMENT IN FUNDS

	2021 £	Net movement in funds £	Transfers between funds £	2022 £
Unrestricted funds				
General fund	424,221	37,379	(91,033)	370,567
Restricted funds				
Child Sponsorship/Library	43,511	(94,888)	53,954	2,577
Health Centre Fund	-	(13,882)	13,882	-
Grannies Fund	24,321	(2,771)	-	21,550
Accommodation Fund	-	(23,109)	23,197	88
New Guest House (Burton House)	43,742	(482)	-	43,260
Accommodation Upgrades	2,366	-	-	2,366
Church Roof/Meeting Place	678	(293)	-	385
	<u>114,618</u>	<u>(135,425)</u>	<u>91,033</u>	<u>70,226</u>
TOTAL FUNDS	<u>538,839</u>	<u>(98,046)</u>	<u>-</u>	<u>440,793</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	50,001	(12,622)	37,379
Restricted funds			
Child Sponsorship/Library	134,726	(229,614)	(94,888)
Health Centre Fund	4,416	(18,298)	(13,882)
Grannies Fund	-	(2,771)	(2,771)
Accommodation Fund	2,155	(25,264)	(23,109)
New Guest House (Burton House)	-	(482)	(482)
Church Roof/Meeting Place	-	(293)	(293)
	<u>141,297</u>	<u>(276,722)</u>	<u>(135,425)</u>
TOTAL FUNDS	<u>191,298</u>	<u>(289,344)</u>	<u>(98,046)</u>

14. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	2021 £	Net movement in funds £	Transfers between funds £	2022 £
Unrestricted funds				
General fund	388,783	57,602	(22,164)	424,221
Restricted funds				
Child Sponsorship/Library	91,653	(48,142)	-	43,511
Health Centre Fund	-	(7,260)	7,260	-
Grannies Fund	26,466	(2,145)	-	24,321
Accommodation Fund	-	(14,904)	14,904	-
New Guest House (Burton House)	44,224	(482)	-	43,742
Accommodation Upgrades	2,366	-	-	2,366
Church Roof/Meeting Place	971	(293)	-	678
	<u>165,680</u>	<u>(73,226)</u>	<u>22,164</u>	<u>114,618</u>
TOTAL FUNDS	<u>554,463</u>	<u>(15,624)</u>	<u>-</u>	<u>538,839</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	55,355	2,247	57,602
Restricted funds			
Child Sponsorship/Library	102,943	(151,085)	(48,142)
Health Centre Fund	5,064	(12,324)	(7,260)
Grannies Fund	-	(2,145)	(2,145)
Accommodation Fund	251	(15,155)	(14,904)
New Guest House (Burton House)	-	(482)	(482)
Church Roof/Meeting Place	-	(293)	(293)
	<u>108,258</u>	<u>(181,484)</u>	<u>(73,226)</u>
TOTAL FUNDS	<u>163,613</u>	<u>(179,237)</u>	<u>(15,624)</u>

Transfers amounting to £91,033 were made from unrestricted funds to restricted funds to cover the overspend in these funds.

Details of the restricted funds are included in the Trustees Report.

15. EMPLOYEE BENEFIT OBLIGATIONS

The charity makes contributions to a defined contribution pension scheme for the benefit of its employees. A provision of £16,000 for pension contributions is included in accruals (2021: £16,000).

The original contracts of employment were replaced with short term contracts with specific pension terms. The cost of the contributions are written off against profits in the year they are payable.

16. RELATED PARTY DISCLOSURES

During the year £6,283 (2021: £6,258) of donations were received without conditions from trustees.

Rainbow Trust Africa

Detailed Statement of Financial Activities
for the Year Ended 31 December 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	66,499	68,019
Gift aid	<u>10,331</u>	<u>15,000</u>
	76,830	83,019
Other trading activities		
School fees	112,313	80,343
Accommodation income	<u>2,155</u>	<u>251</u>
	<u>114,468</u>	<u>80,594</u>
Total incoming resources	191,298	163,613
EXPENDITURE		
Charitable activities		
Wages	156,890	103,195
Repairs	17,116	13,370
Insurance	5,370	2,945
Heat, light and rates	18,103	8,451
Telephone	1,088	659
Postage and stationery	5,146	5,868
Vehicle costs	12,076	8,785
Sundries	12,422	7,436
School expenses	3,771	2,339
Subsistence	32,187	22,457
Travel costs	2,732	4,387
Child sponsorship expenses	3,197	2,542
Depreciation	11,302	10,208
Grants to individuals	<u>2,414</u>	<u>-</u>
	283,814	192,642
Support costs		
Finance		
Bank charges	834	548
Other		
Ministry fees	19,956	19,956
Carried forward	19,956	19,956

This page does not form part of the statutory financial statements

Rainbow Trust Africa

Detailed Statement of Financial Activities
for the Year Ended 31 December 2022

	2022	2021
	£	£
Other		
Brought forward	19,956	19,956
Marketing	475	216
Foreign exchange (gain)/loss	<u>(22,218)</u>	<u>(39,721)</u>
	(1,787)	(19,549)
Governance costs		
Independent examiner's fees	4,284	4,080
Accountancy fees (Zambia)	<u>2,199</u>	<u>1,516</u>
	<u>6,483</u>	<u>5,596</u>
Total resources expended	<u>289,344</u>	<u>179,237</u>
Net expenditure	<u>(98,046)</u>	<u>(15,624)</u>

This page does not form part of the statutory financial statements

RAINBOW TRUST AFRICA

England & Wales - Charity number 1057862

Accounts

**Unaudited Financial Statements
for the Year Ended
31 December 2021**

for

Rainbow Trust Africa

The Rowleys Partnership Ltd
Chartered Accountants
Charnwood House
Harcourt Way
Meridian Business Park
Leicester
Leicestershire
LE19 1WP

Contents of the Financial Statements
for the Year Ended 31 December 2021

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Reference and Administrative Details
for the Year Ended 31 December 2021

TRUSTEES	R A Eagle (Chairman) D Burton T Eagle Treasurer J Watts
PRINCIPAL ADDRESS	c/o Mr Andrew Eagle Josiah Hincks Solicitors 22 De Montfort Street Leicester LE1 7GB
REGISTERED CHARITY NUMBER	1057862
INDEPENDENT EXAMINER	The Rowleys Partnership Ltd Chartered Accountants Charnwood House Harcourt Way Meridian Business Park Leicester Leicestershire LE19 1WP

**Report of the Trustees
for the Year Ended 31 December 2021**

The trustees present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) published in October 2019.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the charity, as stated in its declaration of trust, are:

- To promote and enhance the welfare of needy communities in Africa
- The relief of persons who are in conditions of need, hardship or distress, or who are aged and sick
- The advancement of education on the basis of Christian principles
- To increase opportunities in gaining employment
- To assist with improving standards of health care

The policies adopted to further the objects of the charity are:

- Running the Rainbow Africa Centre in Livingstone, Zambia
- Running a Pre-school and Primary School at the Centre
- Providing skills training

Public benefit

The trustees have had regard to the Charity Commission guidance on public benefit.

Volunteers

The charity is grateful for the commitment of its volunteers who are involved in all aspects of the charity's operations.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

How the charity delivers public benefit.

Developments in 2021

The world is gradually easing COVID-19 restrictions and the virus is causing less of a hindrance to progress at Rainbow Trust Africa (RTA) than in the previous two years. However, we still are faced with precautions and costs pertaining to its spread prevention.

The intended school expansion is almost complete and in 2021 we completed our first year of Grade 11 tuition. 2022 will see the start of Grade 12.

All church properties are in reasonable order and the work in the 5 villages continues and expands.

On the Muzoka site the Grannies accommodation continues to house Monica Muchinou and Inonge Mubiana who live happily in their new homes. Potentially, other units are planned.

Support for needy Grannies continued through the provision of food and house repairs and we now support 16 ladies and gentlemen plus the Old Peoples Home in Livingstone.

The project to refurbish the existing accommodation on site continues. Further phases await funding. The funding for this project has been raised by specific gifts for the purpose. Further maintenance programs for all areas are on-going.

Food provision to six villages continues with Mealie Meal being supplied. Our significant US sponsor continued to support our efforts and donated significant funds to the project. The sponsor also supports our monthly provision of food supplies to the staff and children at the school.

The Breakfast Club now supports 30 pupils who, if not for the project, would come to school hungry. This project is funded by specific donations from a church in Leicestershire.

Under the direction of Head teacher Janet Shamboko, The King's School enjoyed continuing success, and despite the continued issue of the COVID pandemic, we still enjoy a superb pass rate for the Grade 7 external examination. This was again the best result by any school in Livingstone. In addition almost all Grade 9 pupils gained secondary school places.

2021 will see the school moving to full secondary provision. We do not foresee any delay to the planned expansion, despite the pandemic. The new Science block was started and completed mid 2022.

The Sponsored Child programme has remained reasonably static since 2020, again we will look to expand this provision once we are able to run our full programme again. There are still 100 benefitting from this programme.

On site in Livingstone: It is the Trust's intention to pursue the installation of Solar products to make the property more sustainable. This is subject to quality Solar installations and funds being available.

Fundraising activities

The charity relies on voluntary donations from churches and individuals for its income. The charity does not employ professional fundraising bodies.

FINANCIAL REVIEW

Income generation

In total, the charity's gross income reduced from £407,514 to £163,613. The charity's main sources of income are in the form of donations received and gift aid reclaimed together with the income generated in Zambia. In 2021, the charity also received specific, restricted gifts from a US sponsor to provide food to villages and other food related provisions.

Resources expended and services

The charity's expenditure for the year was £179,237 (2020: £216,366), of which £182,768 was expended at the Livingstone Centre in Zambia (2020: £192,087). £103,195 of this was spent on salaries employing the staff who further the work of the charity in Zambia (2020: £116,492).

Tangible fixed assets and depreciation

There were additions to fixed assets amounting £8,659 in the year belonging to the School Fund.

Investment policy and objectives

The charity has adopted a policy of periodically investing in an interest bearing account with Indo Zambia Bank (IZB) in Zambia.

Reserves policy

The trustees are responsible for setting a reserves policy taking into account the administrative overheads of the charity.

Donations made to the charity for a specific purpose have to be recorded as restricted funds because the usage is specified by the donors. All other funds may be referred to as unrestricted funds. At 31 December 2021 the level of reserves held in restricted funds amounted to £114,618.

The level of reserves held in unrestricted funds at 31 December 2021 amounted to £424,221 which is considered sufficient to ensure that future calls upon the charity can be met.

Restricted funds

Restricted funds were held during the year for the following purposes:

Child Sponsorship/School Fund - set up to provide for the education, clothing and subsistence of a number of children attending the Rainbow Pre-School and King's School. 3/8ths of the non-attributable centre costs are allocated to this project.

Village Outreach - set up with the dual purpose of taking evangelism and medical care into the villages surrounding Livingstone, Zambia.

Granny Fund - set up to support grannies who are looking after children whose parents have died from Aids/HIV.

Church Development - Roof/Meeting Place - monies raised to support the re-building and repairs to the various church buildings supported.

New Guest House (Burton House) - This is a restricted fund for the purpose of building an additional accommodation building on the site in Livingstone which is for the use of the trustees who carry out work at the base. This project is now complete.

FUTURE PLANS

The trustees anticipate further involvement of short term teams visiting to assist and support our work. The need for assistance includes general maintenance on the Livingstone and Muzoka sites and the growth and nurturing of village churches as well as support for the needy Grannies and medical outreach to remote villages.

New projects will include the further development of additional purpose built duplex homes for several of the Grannies on the secure Muzoka site. This initiative has been driven by the increase in unwelcome interference, theft and vandalism of a number of such homes in Livingstone.

The major single project in the next two years will be the school expansion as described above.

The project to refurbish the existing accommodation on site continues throughout the year. The funding for this project has been raised by specific gifts for the purpose. There is now in place an on-going maintenance programme for all buildings on our complexes at Livingstone and Muzoka, this will continue. Bookings for our accommodation in 2020 ceased due to COVID-19.

A significant programme for the Livingstone centre is the installation of solar power on site (see above). We envisage that this will continue in the form of further site lighting and office provision.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust dated 20 November 1995, and constitutes an unincorporated charity.

Recruitment and appointment of new trustees

Trustees are selected by the other members of the trustee board. Trustees serve a term of four years after which they may submit themselves for re-election.

In selecting the new trustees, they seek to identify people who regularly attend events and functions organised by the charity and are willing to volunteer to help to raise funds on behalf of the charity. Potential trustees are invited to attend trustees' meeting as observers and are given more details of the charity's aims and activities and if all agree, they are then proposed as new trustees at a subsequent trustees' meeting. This process allows due consideration of the persons eligibility, personal competence, specialist knowledge and skills.

Organisational structure

The charity trustees are responsible for the general control and management of the charity. All the trustees give their time freely and receive no remuneration or other benefit but are reimbursed for their expenses. Notwithstanding his resignation in 2020, Mr. Ewart Crowther remains active with the charity's work in Zambia and is still remunerated for this. The amounts paid in respect of ministry fees and expenses are in accordance with the trust deed.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governance and internal control

The systems of internal control are designed to provide reasonable but not absolute assurance against material misstatement or loss. They include:

- A strategic plan and an annual budget approved by the trustees;
- Regular consideration by the trustees of financial results and variances from budget;
- Delegation of authority and segregation of duties;
- Identification and management of risk.

The trustees have reviewed the adequacy of the charity's internal controls and are pleased to report that the charity's financial controls, in particular, conform with guidelines issued by the Charity Commission.

Induction and training of new trustees

The new trustees are introduced to their new roles and given copies of the trust deed and guide to the policies and procedures adopted by the charity. Publications from the Charity Commission are also provided including the guidance on charities and public benefit, thus ensuring that the new trustees are aware of the scope of their responsibilities under the Charities Act. The process adopted by the charity is that the new trustees work with the existing trustees assisting on particular activities and projects run by the charity. Once the new trustees has gained enough experience then they are given task of leading particular activity and project and accordingly reporting progress at the trustees' meeting.

Risk management

The trustees have assessed the risks the charity faces and have drawn up a risk plan which identifies the major risks by area of activity, the nature of those risks, the likelihood of those risks happening and the measures taken to manage them. The trustees review the risk plan regularly at their meetings. The trustees are satisfied that systems are in place or arrangements are in hand to manage the risks that have been identified. Systems are also in place to review the charity's finances and these are supported by the review of the charity's policies on a regular basis.

Approved by order of the board of trustees on 26 October 2022 and signed on its behalf by:

Andrew Eagle

.....signed on 26/10/2022:20:15:04 BST.....
R A Eagle (Chairman) - Trustee

Independent examiner's report to the trustees of Rainbow Trust Africa

I report to the charity trustees on my examination of the accounts of Rainbow Trust Africa (the Trust) for the year ended 31 December 2021.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Paula Swann-Jones

signed on 27/10/2022, 08:49:41 BST

Mrs P Swann-Jones FCA
ICAEW
The Rowleys Partnership Ltd
Chartered Accountants
Charnwood House
Harcourt Way
Meridian Business Park
Leicester
Leicestershire
LE19 1WP

Date: 26 October 2022

Statement of Financial Activities
for the Year Ended 31 December 2021

	Notes	Unrestricted fund £	Restricted funds £	31.12.21 Total funds £	31.12.20 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	55,355	27,664	83,019	340,717
Other trading activities	3	-	80,594	80,594	66,797
Total		<u>55,355</u>	<u>108,258</u>	<u>163,613</u>	<u>407,514</u>
EXPENDITURE ON					
Charitable activities	4				
Livingstone Centre		3,826	178,942	182,768	192,087
Other Charitable Expenditure		7,332	2,542	9,874	10,698
Other	6	(13,405)	-	(13,405)	13,581
Total		<u>(2,247)</u>	<u>181,484</u>	<u>179,237</u>	<u>216,366</u>
NET INCOME/(EXPENDITURE)		57,602	(73,226)	(15,624)	191,148
Transfers between funds	15	(22,164)	22,164	-	-
Net movement in funds		35,438	(51,062)	(15,624)	191,148
RECONCILIATION OF FUNDS					
Total funds brought forward		388,783	165,680	554,463	363,315
TOTAL FUNDS CARRIED FORWARD		<u>424,221</u>	<u>114,618</u>	<u>538,839</u>	<u>554,463</u>

The notes form part of these financial statements

Rainbow Trust Africa

Balance Sheet
31 December 2021

	Notes	31.12.21 £	31.12.20 £
FIXED ASSETS			
Tangible assets	10	351,114	352,663
CURRENT ASSETS			
Stocks	11	-	24
Debtors	12	41,492	24,645
Cash at bank		<u>172,114</u>	<u>203,038</u>
		213,606	227,707
CREDITORS			
Amounts falling due within one year	13	(25,881)	(25,907)
NET CURRENT ASSETS		<u>187,725</u>	<u>201,800</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		538,839	554,463
NET ASSETS		<u>538,839</u>	<u>554,463</u>
FUNDS	15		
Unrestricted funds		424,221	388,783
Restricted funds		<u>114,618</u>	<u>165,680</u>
TOTAL FUNDS		<u>538,839</u>	<u>554,463</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 26 October 2022 and were signed on its behalf by:

Andrew Eagle

.....
~~signed on 26/10/2022, 20:15:04 BST~~
 R A Eagle (Chairman) - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Rainbow Trust Africa is an unincorporated charity registered in England and Wales. The address of the charity is given in the charity information on page 1 of these financial statements.

The accounts have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

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

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

No amounts are included in the financial statements for services donated by volunteers.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

Income from trading activities includes income earned from school and accommodation fees and is recognised when it has been received.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Freehold property	- 2% on cost
Fixtures and fittings	- 25% on cost
Motor vehicles	- 25% on cost

Tangible fixed assets are stated at cost less depreciation. Assets are capitalised where they can be used for more than one year and cost over £250.

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell.

Taxation

The charity is exempt from tax on its charitable activities. Expenses are inclusive of VAT where applicable.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and cash on deposit.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

2. DONATIONS AND LEGACIES

	31.12.21			31.12.20		
	Unrestricted funds	Restricted funds	Total funds	Unrestricted funds	Restricted funds	Total funds
	£	£	£	£	£	£
Donations	40,355	27,664	68,019	68,921	29,796	98,717
Gift aid	15,000	-	15,000	15,000	-	15,000
Legacies	-	-	-	227,000	-	227,000
	<u>55,355</u>	<u>27,664</u>	<u>83,019</u>	<u>310,921</u>	<u>29,796</u>	<u>340,717</u>

3. OTHER TRADING ACTIVITIES

	31.12.21		31.12.20	
	Restricted funds	Total funds	Restricted funds	Total funds
	£	£	£	£
School fees	80,343	80,343	66,675	66,675
Accommodation fees	251	251	122	122
	<u>80,594</u>	<u>80,594</u>	<u>66,797</u>	<u>66,797</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 5)
	£
Livingstone Centre	182,768
Other Charitable Expenditure	<u>9,874</u>
	<u>192,642</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

5. DIRECT COSTS OF CHARITABLE ACTIVITIES

	31.12.21			31.12.20		
	Unrestricted funds	Restricted funds	Total funds	Unrestricted funds	Restricted funds	Total funds
	£	£	£	£	£	£
Staff costs	-	103,195	103,195	-	116,492	116,492
Repairs	-	13,371	13,371	-	1,619	1,619
Insurance	2,945	-	2,945	1,503	-	1,503
Heat, light and rates	-	8,842	8,842	-	6,583	6,583
Telephone	-	659	659	-	714	714
Postage and stationery	-	5,868	5,868	-	635	635
Vehicle costs	-	8,786	8,786	690	9,805	10,495
Sundries	-	7,044	7,044	-	5,640	5,640
School expenses	-	2,339	2,339	-	1,196	1,196
Subsistence	-	22,456	22,456	-	38,596	38,596
Travel costs	4,387	-	4,387	6,191	-	6,191
Child sponsorship expenses	-	2,542	2,542	-	3,004	3,004
Depreciation	3,826	6,382	10,208	3,908	6,209	10,117
	<u>11,158</u>	<u>181,484</u>	<u>192,642</u>	<u>12,292</u>	<u>190,493</u>	<u>202,785</u>

6. OTHER

	31.12.21		31.12.20	
	Unrestricted funds	Total funds	Unrestricted funds	Total funds
	£	£	£	£
Bank charges	548	548	462	462
Ministry fees	19,956	19,956	19,956	19,956
Marketing	216	216	216	216
Foreign exchange (gain)/loss	(39,721)	(39,721)	(12,857)	(12,857)
Independent examiner's fees	4,080	4,080	3,954	3,954
Accountancy fees (Zambia)	1,516	1,516	1,850	1,850
	<u>(13,405)</u>	<u>(13,405)</u>	<u>13,581</u>	<u>13,581</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

During the year, no trustee (2020: one) was engaged in remunerated ministry. The trustee who had resigned in 2020, has still continued to do ministry work in Zambia.

The amount paid in respect of ministry fees and expenses, in accordance with the trust deed, was £19,956 (2020: £19,956). No amount was paid to any trustee for the services of being a trustee.

Trustees' expenses

One trustee (2020: one) was reimbursed for flights and travel expenses totalling £4,387 (2020: £6,191).

8. STAFF COSTS

The total remuneration paid to the staff employed at the Livingstone Centre amounted to £103,195 (2020: £116,492).

The average monthly number of employees during the year was as follows:

	31.12.21	31.12.20
Livingstone Centre staff	<u>75</u>	<u>76</u>

No employees received emoluments in excess of £60,000.

9. AMOUNTS PAYABLE TO INDEPENDENT EXAMINER

The amount paid to the independent examiner for the independent examination was £1,632 (2020: £1,545) and £2,448 (2020: £2,409) for other accountancy services.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021**10. TANGIBLE FIXED ASSETS**

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 January 2021	491,307	35,850	33,296	560,453
Additions	<u>8,659</u>	<u>-</u>	<u>-</u>	<u>8,659</u>
At 31 December 2021	<u>499,966</u>	<u>35,850</u>	<u>33,296</u>	<u>569,112</u>
DEPRECIATION				
At 1 January 2021	139,064	35,430	33,296	207,790
Charge for year	<u>9,999</u>	<u>209</u>	<u>-</u>	<u>10,208</u>
At 31 December 2021	<u>149,063</u>	<u>35,639</u>	<u>33,296</u>	<u>217,998</u>
NET BOOK VALUE				
At 31 December 2021	<u>350,903</u>	<u>211</u>	<u>-</u>	<u>351,114</u>
At 31 December 2020	<u>352,243</u>	<u>420</u>	<u>-</u>	<u>352,663</u>

11. STOCKS

	31.12.21 £	31.12.20 £
Stocks	<u>-</u>	<u>24</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.21 £	31.12.20 £
Trade debtors	11,492	9,645
Tax	<u>30,000</u>	<u>15,000</u>
	<u>41,492</u>	<u>24,645</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.21 £	31.12.20 £
Other creditors	<u>25,881</u>	<u>25,907</u>
	<u>25,881</u>	<u>25,907</u>

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	31.12.21 Total funds £	31.12.20 Total funds £
Fixed assets	118,256	232,858	351,114	352,663
Current assets	313,999	(100,393)	213,606	227,707
Current liabilities	<u>(8,034)</u>	<u>(17,847)</u>	<u>(25,881)</u>	<u>(25,907)</u>
	<u>424,221</u>	<u>114,618</u>	<u>538,839</u>	<u>554,463</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

15. MOVEMENT IN FUNDS

	At 1.1.21 £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
Unrestricted funds				
General fund	388,783	57,602	(22,164)	424,221
Restricted funds				
Child Sponsorship/Library	91,653	(48,142)	-	43,511
Health Centre Fund	-	(7,260)	7,260	-
Grannies Fund	26,466	(2,145)	-	24,321
Accommodation Fund	-	(14,904)	14,904	-
New Guest House (Burton House)	44,224	(482)	-	43,742
Accommodation Upgrades	2,366	-	-	2,366
Church Roof/Meeting Place	971	(293)	-	678
	<u>165,680</u>	<u>(73,226)</u>	<u>22,164</u>	<u>114,618</u>
TOTAL FUNDS	<u>554,463</u>	<u>(15,624)</u>	<u>-</u>	<u>538,839</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	55,355	2,247	57,602
Restricted funds			
Child Sponsorship/Library	102,943	(151,085)	(48,142)
Health Centre Fund	5,064	(12,324)	(7,260)
Grannies Fund	-	(2,145)	(2,145)
Accommodation Fund	251	(15,155)	(14,904)
New Guest House (Burton House)	-	(482)	(482)
Church Roof/Meeting Place	-	(293)	(293)
	<u>108,258</u>	<u>(181,484)</u>	<u>(73,226)</u>
TOTAL FUNDS	<u>163,613</u>	<u>(179,237)</u>	<u>(15,624)</u>

15. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.20 £	Net movement in funds £	Transfers between funds £	At 31.12.20 £
Unrestricted funds				
General fund	142,601	285,048	(38,866)	388,783
Restricted funds				
Child Sponsorship/Library	142,801	(51,148)	-	91,653
Health Centre Fund	1,280	(24,519)	23,239	-
Grannies Fund	28,297	(1,831)	-	26,466
Accommodation Fund	-	(15,627)	15,627	-
New Guest House (Burton House)	44,706	(482)	-	44,224
Accommodation Upgrades	2,366	-	-	2,366
Church Roof/Meeting Place	1,264	(293)	-	971
	<u>220,714</u>	<u>(93,900)</u>	<u>38,866</u>	<u>165,680</u>
TOTAL FUNDS	<u>363,315</u>	<u>191,148</u>	<u>-</u>	<u>554,463</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	310,921	(25,873)	285,048
Restricted funds			
Child Sponsorship/Library	91,001	(142,149)	(51,148)
Health Centre Fund	5,470	(29,989)	(24,519)
Grannies Fund	-	(1,831)	(1,831)
Accommodation Fund	122	(15,749)	(15,627)
New Guest House (Burton House)	-	(482)	(482)
Church Roof/Meeting Place	-	(293)	(293)
	<u>96,593</u>	<u>(190,493)</u>	<u>(93,900)</u>
TOTAL FUNDS	<u>407,514</u>	<u>(216,366)</u>	<u>191,148</u>

Transfers amounting to £22,164 were made from unrestricted funds to restricted funds to cover the overspend in these funds.

Details of the restricted funds are included in the Trustees Report.

16. EMPLOYEE BENEFIT OBLIGATIONS

The charity makes contributions to a defined contribution pension scheme for the benefit of its employees. A provision of £16,000 for pension contributions is included in accruals (2020: £16,000).

The original contracts of employment were replaced with short term contracts with specific pension terms. The cost of the contributions are written off against profits in the year they are payable.

17. RELATED PARTY DISCLOSURES

During the year £6,258 (2020: £11,710) of donations were received without conditions from trustees.

RAINBOW TRUST AFRICA

England & Wales - Charity number 1057862

Accounts

**Unaudited Financial Statements
for the Year Ended
31 December 2020**

for

Rainbow Trust Africa

The Rowleys Partnership Ltd
Chartered Accountants
Charnwood House
Harcourt Way
Meridian Business Park
Leicester
Leicestershire
LE19 1WP

Contents of the Financial Statements
for the Year Ended 31 December 2020

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Reference and Administrative Details
for the Year Ended 31 December 2020

TRUSTEES	R A Eagle (Chairman) J E Crowther (resigned 1.9.20) D Burton T Eagle Treasurer J Watts
PRINCIPAL ADDRESS	c/o Mr Andrew Eagle Josiah Hincks Solicitors 22 De Montfort Street Leicester LE1 7GB
REGISTERED CHARITY NUMBER	1057862
INDEPENDENT EXAMINER	The Rowleys Partnership Ltd Chartered Accountants Charnwood House Harcourt Way Meridian Business Park Leicester Leicestershire LE19 1WP

**Report of the Trustees
for the Year Ended 31 December 2020**

The trustees present their report with the financial statements of the charity for the year ended 31 December 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) published in October 2019.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the charity, as stated in its declaration of trust, are:

- To promote and enhance the welfare of needy communities in Africa
- The relief of persons who are in conditions of need, hardship or distress, or who are aged and sick
- The advancement of education on the basis of Christian principles
- To increase opportunities in gaining employment
- To assist with improving standards of health care

The policies adopted to further the objects of the charity are:

- Running the Rainbow Africa Centre in Livingstone, Zambia
- Running a Pre-school and Primary School at the Centre
- Providing skills training

Public benefit

The trustees have had regard to the Charity Commission guidance on public benefit.

Volunteers

The charity is grateful for the commitment of its volunteers who are involved in all aspects of the charity's operations.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

How the charity delivers public benefit.

Developments in 2020

Due to COVID-19 the year of 2020 has, along with many worldwide institutions, been extremely difficult. COVID-19 has seriously interrupted the academic programme in all schools, and The Kings School and Rainbow Pre-school is no exception.

The intended school expansion has been affected and in the year 2020, all development of school and site facilities has essentially stopped.

In 2021 this will recommence and preparations for Grade 12 in 2022 will be brought back on track.

All church properties are in reasonable order and the work in the five villages, whilst seriously affected by COVID-19, continues as far as the authorities will allow.

On the Muzoka site the Grannies accommodation continues to house Monica Muchinou and Inonge Mubiana who live happily in their new homes. Potentially, other units are planned.

Support for needy Grannies continued through the provision of food and house repairs and we now support 16 ladies and gentlemen plus the old peoples home in Livingstone. Sadly, one Granny became sick due to COVID-19 and passed away.

The project to refurbish the existing accommodation on site continues and phase 1 is complete. Phase 2 awaits funding. The funding for this project has been raised by specific gifts for the purpose. Further maintenance programs for all areas are on-going.

Food provision to six villages continues with Mealie Meal being supplied. Our significant new US sponsor continued to support our efforts and donated significant funds to the project. The sponsor also supports our monthly provision of food supplies to the staff and children at the school.

The Breakfast Club now supports thirty pupils who, if not for the project, would come to school hungry. This project is funded by specific donations from a church in Leicestershire.

Under the direction of Head teacher Janet Shamboko, The King's School enjoyed continuing success, and despite the massive interruptions of the COVID pandemic, we still enjoyed a superb pass rate for the Grade 7 external examination. This was again the best result by any school in Livingstone. In addition almost all Grade 9 pupils gained secondary school places.

2021 will see the school moving to full secondary provision. We do not foresee any delay to the planned expansion, despite the pandemic. The project will require many additions to equipment, some staffing increases and as stated above, additional buildings over the remaining 2 years of the programme.

The Sponsored Child programme has remained reasonably static in 2020, again we will look to expand this provision once we are able to run our full programme again. There are 100 (103 last year) children benefitting from this programme.

On Call Africa have terminated their use of our facilities.

On site in Livingstone: It is the charity's intention to pursue the installation of solar products to make the property more sustainable. This is subject to quality solar installations and funds being available.

Fundraising activities

The charity relies on voluntary donations from churches and individuals for its income. The charity does not employ professional fundraising bodies.

FINANCIAL REVIEW

Income generation

In total, the charity's gross income increased from £286,739 to £407,514. The charity's main sources of income are in the form of donations received and gift aid reclaimed together with the income generated in Zambia. In 2020, the charity also received specific, restricted gifts from a US sponsor to provide food to villages and other food related provisions.

Resources expended and services

The charity's expenditure for the year was £216,366 (2019: £295,133), of which £192,087 was expended at the Livingstone Centre in Zambia (2019: £234,139). £116,492 of this was spent on salaries employing the staff who further the work of the charity in Zambia (2019: £144,940).

Tangible fixed assets and depreciation

There were no additions to fixed assets in the year.

Reserves policy

The trustees are responsible for setting a reserves policy taking into account the administrative overheads of the charity.

Donations made to the charity for a specific purpose have to be recorded as restricted funds because the usage is specified by the donors. All other funds may be referred to as unrestricted funds. At 31 December 2020 the level of reserves held in restricted funds amounted to £165,680.

The level of reserves held in unrestricted funds at 31 December 2020 amounted to £388,783 which is considered sufficient to ensure that future calls upon the charity can be met.

FINANCIAL REVIEW

Restricted funds

Restricted funds were held during the year for the following purposes:

Child Sponsorship/School Fund - set up to provide for the education, clothing and subsistence of a number of children attending the Rainbow Pre-School and King's School. 3/8ths of the non-attributable centre costs are allocated to this project.

Village Outreach - set up with the dual purpose of taking evangelism and medical care into the villages surrounding Livingstone, Zambia.

Granny Fund - set up to support grannies who are looking after children whose parents have died from Aids/HIV.

Church Development - Roof/Meeting Place - monies raised to support the re-building and repairs to the various church buildings supported.

New Guest House (Burton House) - This is a restricted fund for the purpose of building an additional accommodation building on the site in Livingstone which is for the use of the trustees who carry out work at the base. This project is now complete.

FUTURE PLANS

The trustees anticipate further involvement of short term teams visiting to assist and support our work. The need for assistance includes general maintenance on the Livingstone and Muzoka sites and the growth and nurturing of village churches as well as support for the needy Grannies and medical outreach to remote villages.

New projects will include the further development of additional purpose built duplex homes for several of the Grannies on the secure Muzoka site. This initiative has been driven by the increase in unwelcome interference, theft and vandalism of a number of such homes in Livingstone.

The major single project in the next two years will be the school expansion as described above.

The project to refurbish the existing accommodation on site continues throughout the year. The funding for this project has been raised by specific gifts for the purpose. There is now in place an on-going maintenance programme for all buildings on our complexes at Livingstone and Muzoka, this will continue. Bookings for our accommodation in 2020 ceased due to COVID-19.

A significant programme for the Livingstone centre is the installation of solar power on site (see above). We envisage that this will continue in the form of further site lighting and office provision.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust dated 20 November 1995, and constitutes an unincorporated charity.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

Trustees are selected by the other members of the trustee board. Trustees serve a term of four years after which they may submit themselves for re-election.

Mr Ewart Crowther resigned as a Trustee on 1st September 2020.

In selecting the new trustees, they seek to identify people who regularly attend events and functions organised by the charity and are willing to volunteer to help to raise funds on behalf of the charity. Potential trustees are invited to attend trustees' meeting as observers and are given more details of the charity's aims and activities and if all agree, they are then proposed as new trustees at a subsequent trustees' meeting. This process allows due consideration of the persons eligibility, personal competence, specialist knowledge and skills.

Organisational structure

The charity trustees are responsible for the general control and management of the charity. All the trustees give their time freely and receive no remuneration or other benefit but are reimbursed for their expenses. Notwithstanding his resignation in 2020, Mr. Ewart Crowther remains active with the charity's work in Zambia and is still remunerated for this. The amounts paid in respect of ministry fees and expenses are in accordance with the trust deed.

Governance and internal control

The systems of internal control are designed to provide reasonable but not absolute assurance against material misstatement or loss. They include:

- A strategic plan and an annual budget approved by the trustees;
- Regular consideration by the trustees of financial results and variances from budget;
- Delegation of authority and segregation of duties;
- Identification and management of risk.

The trustees have reviewed the adequacy of the charity's internal controls and are pleased to report that the charity's financial controls, in particular, conform with guidelines issued by the Charity Commission.

Induction and training of new trustees

The new trustees are introduced to their new roles and given copies of the trust deed and guide to the policies and procedures adopted by the charity. Publications from the Charity Commission are also provided including the guidance on charities and public benefit, thus ensuring that the new trustees are aware of the scope of their responsibilities under the Charities Act. The process adopted by the charity is that the new trustees work with the existing trustees assisting on particular activities and projects run by the charity. Once the new trustees has gained enough experience then they are given task of leading particular activity and project and accordingly reporting progress at the trustees' meeting.

Risk management

The trustees have assessed the risks the charity faces and have drawn up a risk plan which identifies the major risks by area of activity, the nature of those risks, the likelihood of those risks happening and the measures taken to manage them. The trustees review the risk plan regularly at their meetings. The trustees are satisfied that systems are in place or arrangements are in hand to manage the risks that have been identified. Systems are also in place to review the charity's finances and these are supported by the review of the charity's policies on a regular basis.

Rainbow Trust Africa

**Report of the Trustees
for the Year Ended 31 December 2020**

Approved by order of the board of trustees on 29 October 2021 and signed on its behalf by:

R A Eagle (Chairman) - Trustee

Independent examiner's report to the trustees of Rainbow Trust Africa

I report to the charity trustees on my examination of the accounts of Rainbow Trust Africa (the Trust) for the year ended 31 December 2020.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of ICAEW which is one of the listed bodies.

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

P Swann-Jones FCA
ICAEW
The Rowleys Partnership Ltd
Chartered Accountants
Charnwood House
Harcourt Way
Meridian Business Park
Leicester
Leicestershire
LE19 1WP

Date: 29 October 2021

Rainbow Trust Africa

Statement of Financial Activities
for the Year Ended 31 December 2020

	Notes	Unrestricted fund £	Restricted funds £	31.12.20 Total funds £	31.12.19 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	310,921	29,796	340,717	169,332
Other trading activities	3	-	66,797	66,797	117,402
Investment income	4	-	-	-	5
Total		310,921	96,593	407,514	286,739
EXPENDITURE ON					
Charitable activities					
Livingstone Centre	5	4,598	187,489	192,087	234,139
Other Charitable Expenditure		7,694	3,004	10,698	30,959
Other	7	13,581	-	13,581	30,035
Total		25,873	190,493	216,366	295,133
NET INCOME/(EXPENDITURE)		285,048	(93,900)	191,148	(8,394)
Transfers between funds	17	(38,866)	38,866	-	-
Net movement in funds		246,182	(55,034)	191,148	(8,394)
RECONCILIATION OF FUNDS					
Total funds brought forward		142,601	220,714	363,315	371,709
TOTAL FUNDS CARRIED FORWARD		<u>388,783</u>	<u>165,680</u>	<u>554,463</u>	<u>363,315</u>

The notes form part of these financial statements

Rainbow Trust Africa

Balance Sheet
31 December 2020

	Notes	31.12.20 £	31.12.19 £
FIXED ASSETS			
Tangible assets	11	352,663	362,780
CURRENT ASSETS			
Stocks	12	24	97
Debtors	13	24,645	15,040
Cash at bank		<u>203,038</u>	<u>11,960</u>
		227,707	27,097
CREDITORS			
Amounts falling due within one year	14	(25,907)	(26,562)
NET CURRENT ASSETS		<u>201,800</u>	<u>535</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>554,463</u>	<u>363,315</u>
NET ASSETS		<u>554,463</u>	<u>363,315</u>
FUNDS	17		
Unrestricted funds		388,783	142,601
Restricted funds		<u>165,680</u>	<u>220,714</u>
TOTAL FUNDS		<u>554,463</u>	<u>363,315</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 29 October 2021 and were signed on its behalf by:

R A Eagle (Chairman) - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Rainbow Trust Africa is an unincorporated charity registered in England and Wales. The address of the charity is given in the charity information on page 1 of these financial statements.

The accounts have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

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

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

No amounts are included in the financial statements for services donated by volunteers.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

Income from trading activities includes income earned from school and accommodation fees and is recognised when it has been received.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Freehold property	- 2% on cost
Fixtures and fittings	- 25% on cost
Motor vehicles	- 25% on cost

Tangible fixed assets are stated at cost less depreciation. Assets are capitalised where they can be used for more than one year and cost over £250.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from tax on its charitable activities. Expenses are inclusive of VAT where applicable.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and cash on deposit.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Debtors and creditors receivable/payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020**2. DONATIONS AND LEGACIES**

	Unrestricted funds	Restricted funds	31.12.20 Total funds	Unrestricted funds	Restricted funds	31.12.19 Total funds
	£	£	£	£	£	£
Donations	68,921	29,796	98,717	113,402	31,440	144,842
Gift aid	15,000	-	15,000	24,490	-	24,490
Legacies	<u>227,000</u>	<u>-</u>	<u>227,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>310,921</u>	<u>29,796</u>	<u>340,717</u>	<u>137,892</u>	<u>31,440</u>	<u>169,332</u>

3. OTHER TRADING ACTIVITIES

	Restricted funds	31.12.20 Total funds	Restricted funds	31.12.19 Total funds
	£	£	£	£
School fees	66,675	66,675	116,066	116,066
Accommodation fees	<u>122</u>	<u>122</u>	<u>1,336</u>	<u>1,336</u>
	<u>66,797</u>	<u>66,797</u>	<u>117,402</u>	<u>117,402</u>

4. INVESTMENT INCOME

	Unrestricted funds	31.12.20 Total funds	Unrestricted funds	31.12.19 Total funds
	£	£	£	£
Deposit account interest	<u>-</u>	<u>-</u>	<u>5</u>	<u>5</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 6) £
Livingstone Centre	192,087
Other Charitable Expenditure	<u>10,698</u>
	<u>202,785</u>

6. DIRECT COSTS OF CHARITABLE ACTIVITIES

	Unrestricted funds £	Restricted funds £	31.12.20 Total funds £	Unrestricted funds £	Restricted funds £	31.12.19 Total funds £
Staff costs	-	116,492	116,492	-	144,940	144,940
Repairs	-	1,619	1,619	-	13,527	13,527
Insurance	1,503	-	1,503	3,192	-	3,192
Heat, light and rates	-	6,583	6,583	-	8,649	8,649
Telephone	-	714	714	-	1,138	1,138
Postage and stationery	-	635	635	-	541	541
Vehicle costs	690	9,805	10,495	6,866	7,231	14,097
Sundries	-	5,640	5,640	451	15,793	16,244
School expenses	-	1,196	1,196	-	-	-
Subsistence	-	38,596	38,596	-	14,893	14,893
Travel costs	6,191	-	6,191	3,824	-	3,824
Child sponsorship expenses	-	3,004	3,004	-	4,889	4,889
Container fees	-	-	-	9,448	-	9,448
Youth trip expenses	-	-	-	19,054	-	19,054
Depreciation	<u>3,908</u>	<u>6,209</u>	<u>10,117</u>	<u>4,453</u>	<u>6,209</u>	<u>10,662</u>
	<u>12,292</u>	<u>190,493</u>	<u>202,785</u>	<u>47,288</u>	<u>217,810</u>	<u>265,098</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020**7. OTHER**

	Unrestricted funds £	31.12.20 Total funds £	Unrestricted funds £	31.12.19 Total funds £
Bank charges	462	462	811	811
Ministry fees	19,956	19,956	19,956	19,956
Marketing	216	216	216	216
Foreign exchange (gain)/loss	(12,857)	(12,857)	3,082	3,082
Independent examiner's fees	3,954	3,954	3,840	3,840
Accountancy fees (Zambia)	1,850	1,850	2,130	2,130
	<u>13,581</u>	<u>13,581</u>	<u>30,035</u>	<u>30,035</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

During the year one trustee (2019: one), Ewart Crowther, was engaged in remunerated ministry. The amount paid in respect of ministry fees and expenses, in accordance with the trust deed, was £19,956 (2019: £19,956). No amount was paid to any trustee for the services of being a trustee.

Trustees' expenses

One trustee (2019: two) was reimbursed flights and travel expenses totalling £6,191 (2019: £3,824).

9. STAFF COSTS

The total remuneration paid to the staff employed at the Livingstone Centre amounted to £116,492 (2019: £144,940).

The average monthly number of employees during the year was as follows:

	31.12.20	31.12.19
Livingstone Centre staff	<u>76</u>	<u>78</u>

No employees received emoluments in excess of £60,000.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020**10. AMOUNTS PAYABLE TO INDEPENDENT EXAMINER**

The amount paid to the independent examiner for the independent examination was £1,545 (2019: £1,500) and £2,409 (2019: £2,340) for other accountancy services.

11. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Motor vehicles £	Totals £
COST				
At 1 January 2020 and 31 December 2020	<u>491,307</u>	<u>35,850</u>	<u>33,296</u>	<u>560,453</u>
DEPRECIATION				
At 1 January 2020	129,238	35,139	33,296	197,673
Charge for year	<u>9,826</u>	<u>291</u>	<u>-</u>	<u>10,117</u>
At 31 December 2020	<u>139,064</u>	<u>35,430</u>	<u>33,296</u>	<u>207,790</u>
NET BOOK VALUE				
At 31 December 2020	<u>352,243</u>	<u>420</u>	<u>-</u>	<u>352,663</u>
At 31 December 2019	<u>362,069</u>	<u>711</u>	<u>-</u>	<u>362,780</u>

12. STOCKS

	31.12.20 £	31.12.19 £
Stocks	<u>24</u>	<u>97</u>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20 £	31.12.19 £
Trade debtors	9,645	6,287
Tax	<u>15,000</u>	<u>8,753</u>
	<u>24,645</u>	<u>15,040</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR			31.12.20	31.12.19
			£	£
Other creditors			<u>25,907</u>	<u>26,562</u>
			<u>25,907</u>	<u>26,562</u>
16. ANALYSIS OF NET ASSETS BETWEEN FUNDS			31.12.20	31.12.19
	Unrestricted	Restricted	Total	Total
	fund	funds	funds	funds
	£	£	£	£
Fixed assets	122,082	230,581	352,663	362,780
Current assets	274,495	61,204	335,699	85,984
Current liabilities	<u>(7,794)</u>	<u>(126,105)</u>	<u>(133,899)</u>	<u>(85,449)</u>
	<u>388,783</u>	<u>165,680</u>	<u>554,463</u>	<u>363,315</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

17. MOVEMENT IN FUNDS

	At 1.1.20 £	Net movement in funds £	Transfers between funds £	At 31.12.20 £
Unrestricted funds				
General fund	142,601	285,048	(38,866)	388,783
Restricted funds				
Child Sponsorship/Library	142,801	(51,148)	-	91,653
Health Centre Fund	1,280	(24,519)	23,239	-
Grannies Fund	28,297	(1,831)	-	26,466
Accommodation Fund	-	(15,627)	15,627	-
New Guest House (Burton House)	44,706	(482)	-	44,224
Accommodation Upgrades	2,366	-	-	2,366
Church Roof/Meeting Place	1,264	(293)	-	971
	<u>220,714</u>	<u>(93,900)</u>	<u>38,866</u>	<u>165,680</u>
TOTAL FUNDS	<u>363,315</u>	<u>191,148</u>	<u>-</u>	<u>554,463</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	310,921	(25,873)	285,048
Restricted funds			
Child Sponsorship/Library	91,001	(142,149)	(51,148)
Health Centre Fund	5,470	(29,989)	(24,519)
Grannies Fund	-	(1,831)	(1,831)
Accommodation Fund	122	(15,749)	(15,627)
New Guest House (Burton House)	-	(482)	(482)
Church Roof/Meeting Place	-	(293)	(293)
	<u>96,593</u>	<u>(190,493)</u>	<u>(93,900)</u>
TOTAL FUNDS	<u>407,514</u>	<u>(216,366)</u>	<u>191,148</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

17. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.19 £	Net movement in funds £	Transfers between funds £	At 31.12.19 £
Unrestricted funds				
General fund	100,927	60,574	(18,900)	142,601
Restricted funds				
Child Sponsorship/Library	190,731	(47,930)	-	142,801
Health Centre Fund	-	1,280	-	1,280
Grannies Fund	30,940	(2,643)	-	28,297
Accommodation Fund	-	(18,900)	18,900	-
New Guest House (Burton House)	45,188	(482)	-	44,706
Accommodation Upgrades	2,366	-	-	2,366
Church Roof/Meeting Place	1,557	(293)	-	1,264
	<u>270,782</u>	<u>(68,968)</u>	<u>18,900</u>	<u>220,714</u>
TOTAL FUNDS	<u>371,709</u>	<u>(8,394)</u>	<u>-</u>	<u>363,315</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	137,897	(77,323)	60,574
Restricted funds			
Child Sponsorship/Library	141,762	(189,692)	(47,930)
Health Centre Fund	5,744	(4,464)	1,280
Grannies Fund	-	(2,643)	(2,643)
Accommodation Fund	1,336	(20,236)	(18,900)
New Guest House (Burton House)	-	(482)	(482)
Church Roof/Meeting Place	-	(293)	(293)
	<u>148,842</u>	<u>(217,810)</u>	<u>(68,968)</u>
TOTAL FUNDS	<u>286,739</u>	<u>(295,133)</u>	<u>(8,394)</u>

Transfers amounting to £38,866 were made from unrestricted funds to restricted funds to cover the overspend in these funds.

Details of the restricted funds are included in the Trustees Report.

18. EMPLOYEE BENEFIT OBLIGATIONS

The charity makes contributions to a defined contribution pension scheme for the benefit of its employees. A provision of £16,000 for pension contributions is included in accruals (2019: £16,000).

The original contracts of employment were replaced with short term contracts with specific pension terms. The cost of the contributions are written off against profits in the year they are payable.

19. RELATED PARTY DISCLOSURES

During the year £11,710 (2019: £13,077) of donations were received without conditions from trustees.

Rainbow Trust Africa

Detailed Statement of Financial Activities
for the Year Ended 31 December 2020

	31.12.20 £	31.12.19 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	98,717	144,842
Gift aid	15,000	24,490
Legacies	<u>227,000</u>	<u>-</u>
	340,717	169,332
Other trading activities		
School fees	66,675	116,066
Accommodation income	<u>122</u>	<u>1,336</u>
	66,797	117,402
Investment income		
Deposit account interest	<u>-</u>	<u>5</u>
Total incoming resources	407,514	286,739
EXPENDITURE		
Charitable activities		
Wages	116,492	144,940
Repairs	1,619	13,527
Insurance	1,503	3,192
Heat, light and rates	6,583	8,649
Telephone	714	1,138
Postage and stationery	635	541
Vehicle costs	10,498	14,097
Sundries	5,637	16,244
School expenses	1,196	-
Subsistence	38,596	14,893
Travel costs	6,191	3,824
Child sponsorship expenses	3,004	4,889
Container fees	-	9,448
Youth trip expenses	-	19,054
Depreciation	<u>10,117</u>	<u>10,662</u>
	202,785	265,098
Support costs		

This page does not form part of the statutory financial statements

Rainbow Trust Africa

Detailed Statement of Financial Activities
for the Year Ended 31 December 2020

	31.12.20 £	31.12.19 £
Support costs		
Finance		
Bank charges	462	811
Other		
Ministry fees	19,956	19,956
Marketing	216	216
Foreign exchange (gain)/loss	<u>(12,857)</u>	<u>3,082</u>
	7,315	23,254
Governance costs		
Independent examiner's fees	3,954	3,840
Accountancy fees (Zambia)	<u>1,850</u>	<u>2,130</u>
	<u>5,804</u>	<u>5,970</u>
Total resources expended	<u>216,366</u>	<u>295,133</u>
Net income/(expenditure)	<u>191,148</u>	<u>(8,394)</u>

This page does not form part of the statutory financial statements