

ENGINEERS AGAINST POVERTY

England & Wales · Charity number 1071974

Details

Other names	THE TELFORD CHALLENGE
Status	Registered
Legal form	Charitable company
Company number	03613056
Registered	1998-10-15
Register	View on the Charity Commission register

Contact

Address	167-169 Great Portland Street London W1W 5PF
Phone	02080573052
Email	info@engineersagainstopoverty.org
Website	www.engineersagainstopoverty.org

Activities

Objects: FOR THE RELIEF OF POVERTY IN PARTICULAR BY ASSISTING IN THE PROVISION OF ENGINEERING SUPPORT FOR PROJECTS AND PROGRAMMES FOR THE RELIEF OF POVERTY ANYWHERE IN THE WORLD

Activities: *Extractive Industry*Procurement*Health and Safety*Engineering education

Classification

- **How:** Provides Advocacy/advice/information, Sponsors Or Undertakes Research, Acts As An Umbrella Or Resource Body
- **What:** Education/training, The Prevention Or Relief Of Poverty, Economic/community Development/employment
- **Who:** Other Defined Groups

Geography

- **Area of benefit:** WORLDWIDE
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£1,272,825	£1,088,631	£519,280	6
2023-12-31	£583,108	£623,026	£335,086	6
2022-12-31	£392,695	£491,495	-	-
2021-12-31	£457,920	£551,818	-	-
2020-12-31	£479,152	£662,110	-	-

Trustees

Name	Role	Appointed
Richard Ralph Threlfall	Chair	2025-07-17
Catherine Louise Jaafar		2025-07-17
GEORGE OFORI		2017-05-10
JOANNE DOWNHAM ACMA ACIS		2011-08-03
Mark Harvey		2023-03-16
PROFESSOR PAUL JOWITT		
RONALD BASIL WATERMEYER		
SARAH LETITIA CAROLINE COOPER		2025-07-17
Tina Elisabeth Lilly Gunnarsson		2025-07-17
Vinay Sharma		2025-07-17

ENGINEERS AGAINST POVERTY

England & Wales - Charity number 1071974

Accounts

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024
FOR
ENGINEERS AGAINST POVERTY**

Magma Audit LLP
16 Davy Court
Castle Mound Way
Rugby, CV23 0UZ
Magma Audit LLP is part
Of the Dains Group

ENGINEERS AGAINST POVERTY

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for the year ended 31 December 2024**

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ENGINEERS AGAINST POVERTY (REGISTERED NUMBER: 03613056)

**REPORT OF THE TRUSTEES
for the year ended 31 December 2024**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, 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).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03613056 (England and Wales)

Registered Charity number

1071974

Registered office

167-169 Great Portland Street
5th Floor
London
W1W 5PF

Trustees

Professor P Jowitt
J Downham
R Watermeyer
Professor G Ofori
R Sydenham
M Harvey

Chair
Treasurer

Auditors

Magma Audit LLP
16 Davy Court
Castle Mound Way
Rugby, CV23 0UZ
Magma Audit LLP is part
Of the Dains Group

Bankers

National Westminster Bank Plc
PO Box 113, Cavell House
2a Charing Cross Road
London
WC2H 0NN

ENGINEERS AGAINST POVERTY (REGISTERED NUMBER: 03613056)**REPORT OF THE TRUSTEES
for the year ended 31 December 2024****REFERENCE AND ADMINISTRATIVE DETAILS**

The following people were employed by EAP during 2024 and up to the date of the report:

Petter Matthews - Executive Director	
John Hawkins - Head of Programmes	
Sean Henderson - Senior Finance & Administration Officer	Resigned 17 July 2025
Evelyn Hernandez - Head of Members & Affiliates	
Chaman Rasuli - Finance, Grants and Contracts Officer	Appointed 1 October 2024-Resigned 20 December 2024
Maria Prado - Senior Policy & Advocacy Adviser	
Lauren Nelson-Pemberton - Communication Manager	
Melina San Martin - Programme Manager	Appointed 8 February 2024
Therese Bateson - Senior Finance Manager	Appointed 31 March 2025

FINANCIAL INSTRUMENTS

The principal financial instruments of the charity comprise bank balances, other receivables and other payables. The main purpose of these instruments is to raise funds for the charity's operations and to finance its continuing operations. Liquidity risk is managed by the use of a bank balance along with efficient monitoring of cash flows to ensure there are sufficient funds to meet liabilities.

MANAGEMENT OF MAJOR RISKS

The trustees retain responsibility for a system of internal control that is designed to manage major risks. These systems provide reasonable but not absolute assurance against inappropriate or ineffective use of resources and against the risk of errors or fraud. The trustees delegate authority to the Executive Director to conduct regular reviews of the major strategic and operational risks that Engineers Against Poverty (EAP) faces and the ways in which they are being monitored, managed and mitigated. The outcomes of this review are reported to the trustees by the Executive Director and changes in policy are made where necessary. The trustees are satisfied with the systems in place to monitor, manage and mitigate EAP's exposure to major risks.

OBJECTIVES AND ACTIVITIES**Objects**

The objects of the Charity are for the relief of poverty in particular by assisting in the provision of engineering support for projects and programmes for the relief of poverty anywhere in the world.

Our approach

Our goal is to scale-up our influence on global infrastructure policy and practice to promote sustainable social, climate and economic impacts that contribute towards the elimination of poverty.

Our goal is centred around three areas of work, to:

- Improve infrastructure governance and public investment management through increased transparency, participation and accountability
- Foster social equity and inclusive growth through fair opportunities for local enterprises as well as decent jobs and working conditions
- Mitigate the impact of climate change on the poor and vulnerable through sustainable and resilient infrastructure

How we achieve our goal

We achieve our goal by producing innovative knowledge products. For the most part these are concise policy and practice briefings which draw on our existing and new research and provide evidence, analysis and policy and/or practice recommendations.

Our knowledge products are core to our advocacy strategy which sees that we act as a trusted adviser to governments, international institutions, the private sector and civil society and that we facilitate multi-stakeholder partnerships to build capacity in the sector.

Policies

The trustees are responsible for establishing the policies that guide the work of the Charity. These policies are designed to make the most effective and efficient use of the resources at its disposal. They are also designed to ensure that EAP meets its obligations to its project partners, corporate and individual supporters and staff. Responsibility for implementing these policies on a day-to-day basis is delegated to the Executive Director who reports to the trustees on a regular basis.

ENGINEERS AGAINST POVERTY (REGISTERED NUMBER: 03613056)

**REPORT OF THE TRUSTEES
for the year ended 31 December 2024**

Restrictions

There are no restrictions in the governing documents as to how Engineers Against Poverty may operate.

Investment Powers

There are no powers to make investments other than in bank accounts and there is no intention to build up an investment fund.

Charitable Contributions

All programme expenditure is for charitable purposes, but no direct contributions for charitable purposes have been made.

PUBLIC BENEFIT

The trustees have noted the duty in section 4 of the Charities Act 2006 and the guidance of the Charity Commission with regard to public benefit. All our activities are for the public benefit, but we highlight in particular:

Our promotion of transparency and accountability in infrastructure investment benefits a broad section of the public. The benefits are realised through obtaining better value from public investment and delivering better quality infrastructure and services. All those who pay taxes and use public services are likely to benefit.

Our policy work directly influences high-level decision makers in governments and international agencies. Because of our advice public policy is more closely aligned with the needs of poor and marginalised people.

Our capacity building support strengthens institutions and empowers individuals. Institutions become more effective and individuals are better able to secure their rights and realise their potential.

Our outreach work informs and empowers people. It provides practical solutions to the problems of poverty aimed at policy makers and practitioners. It also provides data that is useful to researchers and can contribute to better public policy.

ACHIEVEMENTS AND PERFORMANCES

EAP's achievements in 2024 demonstrated our continuing commitment to influencing infrastructure policy and practice in ways that benefit poor and marginalised people. Here are some examples of how our work made a difference.

The Green Cities, Infrastructure and Energy (GCIEP) Programme

EAP is part of a consortium that delivers the GCIEP programme on behalf of the UK Government. GCIEP provides technical assistance to low- and middle-income countries seeking to accelerate the development of sustainable cities and resilient infrastructure. In the last period the programme successfully delivered 71 projects across 25 countries and 44 cities.

Strengthening Institutions

EAP is helping to strengthen Institution of Engineers Rwanda (IER), as a learned society that promotes best practice in the country, the region and beyond. Our support included training 129 graduates and young engineers with the skills, knowledge and attitude needed for career progression.

**REPORT OF THE TRUSTEES
for the year ended 31 December 2024**

CoST - the Infrastructure Transparency Initiative

EAP hosts the International Secretariat of CoST, which currently works in 21 countries to promote transparency and accountability in infrastructure investment. Examples of impact in the recent period include:

- Saving public money: The Thai Ministry of Finance used CoST data standards to publish data on 2,591 investments, generating \$US 73m of cost savings. This contributed to better value for money and better-quality infrastructure and services.
- Strengthening institutions: The President of Guatemala endorsed the establishment of a National Infrastructure Commission, following a recommendation from the newly formed National Anti-Corruption Commission. The recommendation was based on evidence presented in nine CoST Guatemala Assurance reports that highlighted delays, cost increases and irregularities in procurement and contracting.
- Mobilising the private sector to tackle corruption: With support from the US State Department, we convened 43 private sector representatives from 14 countries at regional workshops in Africa and Latin America to identify solutions that will reduce the risk of corruption in infrastructure investments. These solutions will be developed and implemented in the next period..
- Influencing Multilateral Development Banks: CoST authored a World Bank study on 'The Drivers of Delays in the Procurement of Infrastructure Projects.' It analysed data from 480 investments, identified the main causes of delays and made a series of recommendations aimed at addressing them. The report was published by the IMF and is available to policymakers and practitioners.
- Building the membership: Zambia and Cali City (Colombia) joined as the 20th and 21st members of CoST. Demand from governments and others for support remains high and we are introducing alternative mechanisms through which that support can be provided.

After 27 years, our energy and ambition is undimmed. We continue to believe in the transformative potential of infrastructure to strengthen economies and improve lives. We dedicate ourselves in the next period increasing our impact even further.

Support of organisations

The work of EAP would not have been possible without the tremendous support of a range of organisations including:

CoST - the Infrastructure Transparency Initiative
FIDIC International Federation of Consulting Engineers
Foreign Commonwealth and Development Office
Hogan Lovells
Institution of Chemical Engineers
Institution of Engineers Rwanda
London Southbank University
Royal Academy of Engineering

Support of individuals

The trustees express their sincere gratitude to all the individuals who have supported the Charity's work in 2024 but are too numerous to mention here.

FINANCIAL REVIEW**Accounts**

The accounts for the year ended 31 December 2024 are shown in this annual report. The trustees consider that the reserves are sufficient to meet its needs and obligations. All funds are held on short term deposit.

Unrestricted Fund

The balance of unrestricted funds at 31 December 2024 was £519,280 (2023: £335,086) and restricted funds was £nil (2023: £nil).

Reserves

The trustees have established a Reserves Policy that considers the level of reserves sufficient to protect the organisation and its charitable programme by providing time to adjust to changing financial circumstances. This limits the risk of disruption to the programme in the event of a shortfall in any of EAP's various sources of income, or an unexpected need for additional expenditure. On 9 June 2022 we reviewed our reserves policy to reflect our reduced operating costs and the scaling down of some of our programmes. The new reserves figure will cover six months operating costs, our office lease and other commitments. The trustees consider this level of reserves to be acceptable. At the year-end there were unrestricted funds of £519,280. Of this £215,458 is considered by the trustees to be held as reserves. £303,822 of the unrestricted funds is considered to be free reserves which EAP will use to carry out its charitable objectives.

ENGINEERS AGAINST POVERTY (REGISTERED NUMBER: 03613056)

**REPORT OF THE TRUSTEES
for the year ended 31 December 2024**

Going concern

The trustees have assessed the financial position of the charitable company, which has increased by £184,194, with a large proportion due to accrued income from CoST and GCIEP at year end. Continuing agreements with CoST and, through PwC, with GCIEP, will allow EAP to have sufficient resources, without cutting costs, to meet its liabilities as they fall due for at least twelve months and to secure its financial position in the longer term.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Engineers Against Poverty for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.


In so far as the trustees are aware:

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

AUDITORS

The auditors, Magma Audit LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 30-Sep-25 | 4:35 PM BST and signed on its behalf by:

Signed by:

 FA7D774E4BB14C7.....

J Downham - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ENGINEERS AGAINST POVERTY****Opinion**

We have audited the financial statements of Engineers Against Poverty (the 'charitable company') for the year ended 31 December 2024 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ENGINEERS AGAINST POVERTY**

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charity and the industry, we have identified that the principal risks of non-compliance with laws and regulations and we have considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as Companies Act 2006 and The Charities Statement of Recommended Practice (SORP). We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to posting inappropriate journal entries, and management bias in accounting estimates. Audit procedures performed included:

- Enquiries with management for consideration of known or suspected instances of non-compliance with laws and regulations and fraud;
- Challenging assumptions made by management in their accounting estimates, such as those used to assess recoverability of accrued income and the ability to continue as a going concern;
- Identifying and testing journal entries, in particular any journal entries posted with unusual account combinations, journal entries crediting revenue, journal entries crediting cash and journal entries with specific defined descriptions.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting in error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentation, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:
Victoria Craig

Victoria Craig (Senior Statutory Auditor)
for and on behalf of Magma Audit LLP
16 Davy Court
Castle Mound Way
Rugby, CV23 0UZ
Magma Audit LLP is part
Of the Dains Group

30-Sep-25 | 5:21 PM BST

Date:

ENGINEERS AGAINST POVERTY

STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2024

	Notes	Unrestricted fund £	Restricted fund £	2024 Total funds £	2023 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	310	-	310	1,760
Charitable activities					
Grant from other institutions	4	-	-	-	1,500
Consultancy fees		481,968	27,200	509,168	123,689
CoST Charity		681,022	79,238	760,260	453,432
Investment income	3	3,087	-	3,087	2,727
Total		1,166,387	106,438	1,272,825	583,108
EXPENDITURE ON					
Raising funds	5	70,317	-	70,317	59,390
Charitable activities					
Resources expended	6	884,251	91,588	975,839	533,896
Governance costs		-	-	-	-
Corporation tax charge		7,259	-	7,259	-
Other		35,216	-	35,216	29,740
Total		997,043	91,588	1,088,631	623,026
NET INCOME/(EXPENDITURE)					
Transfers between funds	14	14,850	(14,850)	-	-
Net movement in funds		184,194	-	184,194	(39,918)
RECONCILIATION OF FUNDS					
Total funds brought forward		335,086	-	335,086	375,004
TOTAL FUNDS CARRIED FORWARD		519,280	-	519,280	335,086

The notes form part of these financial statements

ENGINEERS AGAINST POVERTY (REGISTERED NUMBER: 03613056)

**STATEMENT OF FINANCIAL POSITION
31 December 2024**

	Notes	Unrestricted fund £	Restricted fund £	2024 Total funds £	2023 Total funds £
FIXED ASSETS					
Tangible assets	11	8,523	-	8,523	-
CURRENT ASSETS					
Debtors	12	303,954	-	303,954	189,957
Cash in hand		312,970	-	312,970	269,502
		<u>616,924</u>	-	<u>616,924</u>	<u>459,459</u>
CREDITORS					
Amounts falling due within one year	13	(106,167)	-	(106,167)	(124,373)
NET CURRENT ASSETS		<u>510,757</u>	-	<u>510,757</u>	<u>335,086</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>519,280</u>	-	<u>519,280</u>	<u>335,086</u>
NET ASSETS		<u>519,280</u>	-	<u>519,280</u>	<u>335,086</u>
FUNDS	14				
Unrestricted funds				<u>519,280</u>	<u>335,086</u>
TOTAL FUNDS				<u>519,280</u>	<u>335,086</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 30-Sep-25 4:10 PM BST and were signed on its behalf by:

Signed by:

P Jowitt

0006EC6D42254A4.....

P Jowitt - Trustee

Signed by:

J Downham

FA7D774E4BB14C7...

J Downham - Trustee

ENGINEERS AGAINST POVERTY**STATEMENT OF CASH FLOWS
for the year ended 31 December 2024**

	Notes	2024 £	2023 £
Cash flows from operating activities			
Cash generated from operations	1	<u>48,904</u>	<u>107,910</u>
Net cash provided by operating activities		<u>48,904</u>	<u>107,910</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(8,523)</u>	-
Interest received		<u>3,087</u>	<u>2,727</u>
Net cash (used in)/provided by investing activities		<u>(5,436)</u>	<u>2,727</u>
Change in cash and cash equivalents in the reporting period			
Cash and cash equivalents at the beginning of the reporting period		<u>269,502</u>	<u>158,865</u>
Cash and cash equivalents at the end of the reporting period		<u><u>312,970</u></u>	<u><u>269,502</u></u>

The notes form part of these financial statements

ENGINEERS AGAINST POVERTY

NOTES TO THE STATEMENT OF CASH FLOWS
for the year ended 31 December 2024

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024	2023
	£	£
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	184,194	(39,918)
Adjustments for:		
Interest received	(3,087)	(2,727)
(Increase)/decrease in debtors	(113,997)	75,392
(Decrease)/increase in creditors	(18,206)	75,163
Net cash provided by operations	48,904	107,910

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/1/24	Cash flow	At 31/12/24
	£	£	£
Net cash			
Cash at bank and in hand	269,502	43,468	312,970
	269,502	43,468	312,970
Total	269,502	43,468	312,970

The notes form part of these financial statements

ENGINEERS AGAINST POVERTY**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2024****1. ACCOUNTING POLICIES****Company status**

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

Summary of significant accounting policies

The principal 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.

Basis of preparing the financial statements

The financial statements of the charitable company, 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)', the Charities Act 2011 and the Companies Act 2006.

The presentational currency of the financial statements is Sterling (£) and financial statements are rounded to the nearest £1.

Going concern

The trustees have assessed the financial position of the charitable company following the net expenditure for the prior and current year. At 31 December 2024 the charity had net current assets of £510,757 (2023: £335,086) and net assets of £519,280 (2023: £335,086). The trustees have assessed future forecasts and consider the charity to have sufficient resources to meet its liabilities as they fall due for at least twelve months from the signing of financial statements and have therefore prepared the financial statements on a going concern basis.

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.

Donated services or facilities are included in income at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised where there is no financial cost borne by a third party.

Consultancy income and income from The Construction Sector Transparency Initiative is recognised once work is completed, excluding value added tax.

Income tax recoverable in relation to donations received under Gift Aid or deed of covenant is recognised at the time of the donation.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs 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. Support costs are those costs incurred directly in support of expenditure on the objects of the charitable company. Irrecoverable VAT is shown in the category of resources expended for which it was incurred.

Charitable activities include direct expenditure associated with providing the charitable services and support costs relating to those activities.

Other resources expended consist of governance costs which include those incurred in the governance of the charitable company and are primarily associated with constitutional and statutory requirements.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical costs includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their useful lives, using a straight line basis, as indicated below.

ENGINEERS AGAINST POVERTY**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2024****1. ACCOUNTING POLICIES - continued****Tangible fixed assets and depreciation**

Depreciation is provided on the following basis:

Office equipment and website development - Over 3 years

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the statement of financial activities.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The charity's restricted fund relates to an element of income received from The Construction Sector Transparency Initiative (CoST) of which is restricted to support CoST in achieving their objective of 'helping participating countries deliver better value from public infrastructure'.

Foreign currencies

At each year end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at the year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of financial activities.

Pensions

The charity contributes to a defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Financial instruments**(i) Financial assets**

Basic financial assets, including trade and other debtors, cash and bank balances are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Such assets are subsequently carried at amortised cost using the effective interest rate method.

(ii) Financial liabilities

Basic financial liabilities, including trade and other creditors are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2024

2. DONATIONS AND LEGACIES		2024	2023
		£	£
Sponsored fundraising events		-	1,400
Donations		-	135
Appeals		310	225
		<u>310</u>	<u>1,760</u>
3. INVESTMENT INCOME		2024	2023
		£	£
Interest receivable		3,087	2,727
		<u>3,087</u>	<u>2,727</u>
4. INCOME FROM CHARITABLE ACTIVITIES		2024	2023
	Activity	£	£
Institution of Civil Engineers	Grant from other institutions	-	1,500
Consultancy fees	Consultancy fees	509,168	123,689
CoST	CoST Charity	760,260	453,432
		<u>1,269,428</u>	<u>578,621</u>
5. RAISING FUNDS			
Raising donations and legacies		2024	2023
		£	£
Staff costs		69,272	58,954
		<u>69,272</u>	<u>58,954</u>
Other trading activities		2024	2023
		£	£
Bank charges		1,045	436
		<u>1,045</u>	<u>436</u>
Aggregate amounts		<u>70,317</u>	<u>59,390</u>
6. CHARITABLE ACTIVITIES COSTS			
		Total Funds	Total Funds
		2024	2023
		£	£
Provision of charitable services:			
Wages		289,504	245,534
Travel and subsistence		13,322	5,080
Consultancy costs		535,496	171,073
Support costs		137,001	112,209
		<u>975,323</u>	<u>533,896</u>

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2024

Analysis of support services is as follows:-

	Total Funds 2024 £	Total Funds 2023 £
Wages	90,908	68,146
Rent and other services	-	8,242
Insurance	6,760	6,004
Postage and stationery	997	4,334
Sundries	4,899	7,452
Subscriptions	525	534
IT and communications	12,016	13,704
Professional fees	20,897	3,793
	137,001	112,209

7. SUPPORT COSTS

	Governance costs £
Other resources expended	35,216
Corporation tax charge	7,259
	42,475

Support costs, included in the above, are as follows:

	Other resources expended £	Corporation tax charge £	2024 Total activities £	2023 Total activities £
Wages	26,471	-	26,471	21,160
Auditors remuneration	8,745	-	8,745	8,580
Exceptional items	-	7,259	7,259	-
	35,216	7,259	42,475	29,740

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2024 £	2023 £
Auditors remuneration	8,745	8,580
Pension costs	13,160	10,696
Operating lease commitments	-	8,087

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2024**9. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 December 2024 nor for the year ended 31 December 2023.

Trustees' expenses

During the year, trustees received expenses of £1,501 (2023: £1,501) for travel and other expenses.

10. STAFF COSTS

	2024 £	2023 £
Wages and salaries	476,155	393,794
	<u>476,155</u>	<u>393,794</u>

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

	2024	2023
Administration and directorate	4	3
Project Programme Officers	3	3
	<u>7</u>	<u>6</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2024	2023
£70,001 - £80,000	1	1
£80,001 - £90,000	-	1
£90,001 - £100,000	2	1
	<u>3</u>	<u>3</u>

The key management of the charity comprises of the Executive Director, Head of Programmes and Head of Members & Affiliates. Total remuneration of key management personnel during the year was £270,254 (2023: £259,397).

11. TANGIBLE FIXED ASSETS

	Website £	Office equipment £	Totals £
COST			
At 1 January 2024	2,393	11,511	13,904
Additions	-	8,523	8,523
Disposals	-	(8,890)	(8,890)
	<u>2,393</u>	<u>11,144</u>	<u>13,537</u>
At 31 December 2024	2,393	11,144	13,537
DEPRECIATION			
At 1 January 2024	2,393	11,511	13,904
Eliminated on disposal	-	(8,890)	(8,890)
	<u>2,393</u>	<u>2,621</u>	<u>5,014</u>
At 31 December 2024	2,393	2,621	5,014
NET BOOK VALUE			
At 31 December 2024	<u>-</u>	<u>8,523</u>	<u>8,523</u>
At 31 December 2023	<u>-</u>	<u>-</u>	<u>-</u>

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2024**12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2024	2023
	£	£
Trade debtors	-	18
Accrued income	294,576	179,805
Other debtors	7,071	7,191
VAT	-	826
Prepayments	2,307	2,117
	<u>303,954</u>	<u>189,957</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Trade creditors	52,428	59,403
Social security and other taxes	7,259	-
VAT	12,474	-
Other creditors	15,455	10,312
Accruals and deferred income	18,551	54,658
	<u>106,167</u>	<u>124,373</u>

14. MOVEMENT IN FUNDS

	At 1/1/24	Net movement	Transfers	At
	£	in funds	between	31/12/24
		£	funds	£
			£	
Unrestricted funds				
General fund	335,086	169,344	14,850	519,280
Restricted funds				
Restricted	-	14,850	(14,850)	-
TOTAL FUNDS	<u>335,086</u>	<u>184,194</u>	<u>-</u>	<u>519,280</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	1,166,387	(997,043)	169,344
Restricted funds			
Restricted	106,438	(91,588)	14,850
TOTAL FUNDS	<u>1,272,825</u>	<u>(1,088,631)</u>	<u>184,194</u>

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2024

14. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/1/23 £	Net movement in funds £	Transfers between funds £	At 31/12/23 £
Unrestricted funds				
General fund	373,263	(39,918)	1,741	335,086
Restricted funds				
Restricted	1,741	-	(1,741)	-
TOTAL FUNDS	<u>375,004</u>	<u>(39,918)</u>	<u>-</u>	<u>335,086</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	554,720	(594,638)	(39,918)
Restricted funds			
Restricted	28,388	(28,388)	-
TOTAL FUNDS	<u>583,108</u>	<u>(623,026)</u>	<u>(39,918)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/1/23 £	Net movement in funds £	Transfers between funds £	At 31/12/24 £
Unrestricted funds				
General fund	373,263	129,426	16,591	519,280
Restricted funds				
Restricted	1,741	14,850	(16,591)	-
TOTAL FUNDS	<u>375,004</u>	<u>144,276</u>	<u>-</u>	<u>519,280</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,721,107	(1,591,681)	129,426
Restricted funds			
Restricted	134,826	(119,976)	14,850
TOTAL FUNDS	<u>1,855,933</u>	<u>(1,711,657)</u>	<u>144,276</u>

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2024**

15. RELATED PARTY DISCLOSURES

Engineers Against Poverty undertakes the day to day management and finance function of a connected charity. Petter Matthews, the Executive Director of Engineers Against Poverty, is also a Trustee of the connected charity. During the year, the Engineers Against Poverty recharged £760,260 (2023: £453,432) relating to workshop costs and staff time incurred on behalf of the connected charity. At the year end included in debtors there was accrued income of £221,744 (2023: £53,206). There is a creditor balance at year end of £11,312 (2023: £nil) . The recharge includes an element of Petter Matthew's time.

ENGINEERS AGAINST POVERTY

England & Wales - Charity number 1071974

Accounts

REGISTERED COMPANY NUMBER: 03613056 (England and Wales)
REGISTERED CHARITY NUMBER: 1071974

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023
FOR
ENGINEERS AGAINST POVERTY**

Magma Audit LLP
Chartered Accountants
Statutory Auditor
Magma House, 16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

ENGINEERS AGAINST POVERTY
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for the year ended 31 December 2023

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ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the year ended 31 December 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, 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).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03613056 (England and Wales)

Registered Charity number

1071974

Registered office

167-169 Great Portland Street
5th Floor
London
W1W 5PF

Trustees

Professor P Jowitt
J Downham
J Hodges
R Watermeyer
Professor G Ofori
Dr P Parikh
Rupert Sydenham
Mark Harvey

Chair
Treasurer
(resigned 16 March 2023)

(appointed 16 March 2023)

Company Secretary

S Henderson

Auditors

Magma Audit LLP
Chartered Accountants
Statutory Auditor
Magma House, 16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

Bankers

National Westminster Bank Plc
PO Box 113, Cavell House
2a Charing Cross Road
London
WC2H 0NN

ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the year ended 31 December 2023

REFERENCE AND ADMINISTRATIVE DETAILS

The following people were employed by EAP during 2023 and up to the date of the report:

Petter Matthews - Executive Director
John Hawkins - Head of Programmes
Sean Henderson- Senior Finance & Administration Officer
Evelyn Hernandez- Head of Members & Affiliates
Maria Prado - Senior Policy & Advocacy Adviser
Lauren Nelson-Pemberton - Communications Manager
Melina San Martin - Programme Manager (appointed 8 February 2024)

FINANCIAL INSTRUMENTS

The principal financial instruments of the charity comprise bank balances, other receivables and other payables. The main purpose of these instruments is to raise funds for the charity's operations and to finance its continuing operations. Liquidity risk is managed by the use of a bank balance along with efficient monitoring of cash flows to ensure there are sufficient funds to meet liabilities.

MANAGEMENT OF MAJOR RISKS

The trustees retain responsibility for a system of internal control that is designed to manage major risks. These systems provide reasonable but not absolute assurance against inappropriate or ineffective use of resources and against the risk of errors or fraud. The trustees delegate authority to the Executive Director to conduct regular reviews of the major strategic and operational risks that Engineers Against Poverty (EAP) faces and the ways in which they are being monitored, managed and mitigated. The outcomes of this review are reported to the trustees by the Executive Director and changes in policy are made where necessary. The trustees are satisfied with the systems in place to monitor, manage and mitigate EAP's exposure to major risks.

OBJECTIVES AND ACTIVITIES

Objects

The objects of the Charity are for the relief of poverty in particular by assisting in the provision of engineering support for projects and programmes for the relief of poverty anywhere in the world.

Our Approach

Our goal is to scale-up our influence on global infrastructure policy and practice to promote sustainable social, climate and economic impacts that contribute towards the elimination of poverty.

Our goal is centered around three areas of work, to:

- Improve infrastructure, governance and public investment management through increased transparency, participation and accountability;
- Foster social equity and inclusive growth through fair opportunities for local enterprises as well as decent jobs and working conditions; and
- Mitigate the impact of climate change on the poor and vulnerable through sustainable and resilient infrastructure

How We Achieve Our Goal

We achieve our goal by producing innovative knowledge products. For the most part these are concise policy and practice briefings which draw on our existing and new research and provide evidence, analysis and policy and/or practice recommendations.

Our knowledge products are core to our advocacy strategy which sees that we act as a trusted adviser to governments, international institutions, the private sector and civil society and that we facilitate multi-stakeholder partnerships to build capacity in the sector.

Policies

The trustees are responsible for establishing the policies that guide the work of the Charity. These policies are designed to make the most effective and efficient use of the resources at its disposal. They are also designed to ensure that EAP meets its obligations to its project partners, corporate and individual supporters and staff. Responsibility for implementing these policies on a day-to-day basis is delegated to the Executive Director who reports to the trustees on a regular basis.

Restrictions

There are no restrictions in the governing documents as to how Engineers Against Poverty may operate.

ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the year ended 31 December 2023

Investment Powers

There are no powers to make investments other than in bank accounts and there is no intention to build up an investment fund.

Charitable Contributions

All programme expenditure is for charitable purposes, but no direct contributions for charitable purposes have been made.

PUBLIC BENEFIT

The trustees have noted the duty in section 4 of the Charities Act 2006 and the guidance of the Charity Commission with regard to public benefit. All our activities are for the public benefit, but we highlight in particular:

Our promotion of transparency and accountability in infrastructure investment benefits a broad section of the public. The benefits are realised through obtaining better value from public investment and delivering better quality infrastructure and services. All those who pay taxes and use public services are likely to benefit.

Our policy work directly influences high-level decision makers in governments and international agencies. Because of our advice public policy is more closely aligned with the needs of poor and marginalised people.

Our capacity building support strengthens institutions and empowers individuals. Institutions become more effective and individuals are better able to secure their rights and realise their potential.

Our outreach work informs and empowers people. It provides practical solutions to the problems of poverty aimed at policy makers and practitioners. It also provides data that is useful to researchers and can contribute to better public policy.

ACHIEVEMENTS AND PERFORMANCES

EAP Anniversary

We celebrated our 25th anniversary and our achievements during this period through a hybrid event in London. We also used this opportunity to launch a new report entitled, Building Resilience Through Participation. Many of the partners that we have worked with previously joined and contributed to the event. They included: FCDO; Imperial College; The Royal Academy of Engineering; FIDIC; Oxford University; University College London; Makerere University Business School; thinkIT and Mott MacDonald.

Building Resilience Through Participation

Our report, Building resilience through participation: Mapping interdependencies and climate-related risks of infrastructure systems in Uganda, examines the impact of community-led solutions in tackling climate change.

Engineers Against Poverty, Makerere University Business School and digital company thinkIT developed the report together, with funding provided by the Institution of Civil Engineers. Importantly, the report provides an innovative new framework aimed at helping communities to manage climate and infrastructure risks.

As the frequency and severity of climate events increase, the report will provide a valuable resource to help affected communities participate in and influence the critical decisions that affect their lives.

Thought Leadership

In 2023, EAP published innovative ideas and challenged established conventions on a range of issues including gender equality; the disproportionate impact of Grenfell on poor and marginalised people and the link between corruption, poverty and natural disasters.

We wrote an article on the Grenfell Tower Inquiry, the fire's victims and the institutional failure of UK housing and infrastructure. In the wake of the Turkey-Syria earthquake, we commissioned Hogan Lovells to consider how corruption and poverty increased the death toll resulting from struck regions of South-East Türkiye in February. The report was presented to the UN Special Rapporteur on this subject.

CoST - The Infrastructure Transparency Initiative

EAP continued to host the International Secretariat of CoST - the Infrastructure Transparency Initiative (CoST). CoST works with countries and cities across four continents and is one of the leading global organisations working to improve transparency, accountability and participation in infrastructure investments. Some examples of its successes are listed below:

ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the year ended 31 December 2023

CoST Member Achievements

- CoST Guatemala secured commitments on infrastructure transparency in health and education in the OGP action plan.
- CoST Jalisco supported the municipality of Guadalajara with the creation and launch of two new open data platforms focused on Open Contracting and Public Projects.
- CoST Uganda won the Basel Institute on Governance's Southern Africa Anti-Corruption Collective Action Award.
- Over 7,000 projects were disclosed using the CoST IDS and almost 11,000 projects disclosed in total from members in 2023.
- There were over 200 awareness raising events; thousands of government, civil society, media and private sector representatives trained and almost 60 media appearances and mentions.
- CoST welcomed new members, Kaduna in Nigeria and Nusa Tenggara Barat Province in Indonesia. We ran training for CoST Kaduna MSG members in December.

CoST International Secretariat Achievements

- CoST worked with the Open Contracting Partnership (OCP) to review and strengthen the Open Contracting for Infrastructure Data Standard (OC4IDS)'s and the Infrastructure Data Standard. These standards are now widely considered to be examples of international best practice.
- CoST worked with the Water Integrity Network to produce a report on lessons learned from piloting a new tool to identify risks in water infrastructure. Their data points highlight the importance of ensuring water and climate infrastructure supports those who need it the most.
- Working with the World Bank, CoST trained hundreds of senior decision-makers around the world on improving transparency, participation and accountability in public procurement through a series of webinars.
- CoST launched the Infrastructure Transparency Index (ITI) website. The ITI measures levels of transparency and quality of disclosure processes related to public infrastructure. Collaboratively designed and based on international good practice and lessons learnt, its objective is to improve accountability and transparency performance at procuring entity level.
- CoST team members were invited to contribute to a range of international events and engage thousands of people worldwide. This included an Open Government Partnership (OGP) Partner session on open government reforms; a discussion at the World Bank Anti Corruption Global Forum on restoring trust; a Knowledge Partner OECD session on Incentivizing integrity in infrastructure and a panel on transparency initiatives at the Southern Africa Anti-Corruption Collective Action Forum.

Support of Organisations

The work of EAP would not have been possible without the tremendous support of a range of organisations including:

Adam Smith International
Confederation of International Contractors' Associations
CoST - the Infrastructure Transparency Initiative
International Federation of Consulting Engineers
Foreign Commonwealth and Development Office Hogan Lovells
Institution of Chemical Engineers Institution of Engineers Rwanda London Southbank University
PwC
Royal Academy of Engineering

Support of Individuals

The trustees express their sincere gratitude to all the individuals who have supported the Charity's work in 2023 but are too numerous to mention here.

FINANCIAL REVIEW

Accounts

The accounts for the year ended 31 December 2023 are shown in this annual report. The trustees consider that the reserves are sufficient to meet its needs and obligations. All funds are held on short term deposit.

ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the year ended 31 December 2023

Unrestricted Fund

The balance of unrestricted funds at 31 December 2023 was £335,086 (2022: £373,263) and restricted funds was £nil (2022: £1,741).

Reserves

The trustees have established a Reserves Policy that considers the level of reserves sufficient to protect the organisation and its charitable programme by providing time to adjust to changing financial circumstances. This limits the risk of disruption to the programme in the event of a shortfall in any of EAP's various sources of income, or an unexpected need for additional expenditure. On 9 June 2022 we reviewed our reserves policy to reflect our reduced operating costs and the scaling down of some of our programmes. The new reserves figure will cover six months operating costs, our office lease and other commitments. The trustees consider this level of reserves to be acceptable. At the year-end there were unrestricted funds of £335,086. Of this £215,458 is considered by the trustees to be held as reserves. £119,628 of the unrestricted funds is considered to be free reserves which EAP will use to carry out its charitable objectives.

Going Concern

In recent years the pandemic, cutbacks in Official Development Assistance and shifting priorities amongst our traditional supporters combined to reduce our income. The trustees believe that we have come through that difficult period and that our financial position is strengthening. We are projecting a surplus in 2024 supported by CoST's new funding agreement with FCDO for 2023/2024 of £1Million, our involvement in the Green Cities and Infrastructure Programme (GCIP), the Expert Advisory Call Down Services and the Royal Academy of Engineering's Africa Catalyst Programme. Whilst we will continue to face challenges, the Trustees have determined that they do not create a material uncertainty that casts significant doubt upon the charity's ability to continue as a going concern.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Engineers Against Poverty for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

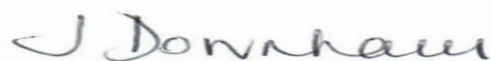
In so far as the trustees are aware:

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

AUDITORS

The auditors, Magma Audit LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on ...24 September 2024..... and signed on its behalf by:



.....
J Downham - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ENGINEERS AGAINST POVERTY

Opinion

We have audited the financial statements of Engineers Against Poverty (the 'charitable company') for the year ended 31 December 2023 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ENGINEERS AGAINST POVERTY

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charity and the industry, we have identified that the principal risks of non-compliance with laws and regulations and we have considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as Companies Act 2006 and The Charities Statement of Recommended Practice (SORP). We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to posting inappropriate journal entries, and management bias in accounting estimates. Audit procedures performed included:

- Enquiries with management for consideration of known or suspected instances of non-compliance with laws and regulations and fraud;
- Challenging assumptions made by management in their accounting estimates, such as those used to assess recoverability of accrued income and the ability to continue as a going concern;
- Identifying and testing journal entries, in particular any journal entries posted with unusual account combinations, journal entries crediting revenue, journal entries crediting cash and journal entries with specific defined descriptions.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting in error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentation, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Victoria Craig (Senior Statutory Auditor)
for and on behalf of Magma Audit LLP
Chartered Accountants
Statutory Auditor
Magma House, 16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

Date: 24 September 2024

ENGINEERS AGAINST POVERTY

**STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2023**

	Notes	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	1,760	-	1,760	441
Charitable activities					
Grant from other institutions	4	1,500	-	1,500	34,274
Consultancy fees		123,689	-	123,689	-
CoST Charity		425,044	28,388	453,432	357,459
Investment income	3	2,727	-	2,727	521
Total		554,720	28,388	583,108	392,695
EXPENDITURE ON					
Raising funds	5	59,390	-	59,390	54,478
Charitable activities					
Resources expended	6	505,508	28,388	533,896	409,190
Other		29,740	-	29,740	27,747
Total		594,638	28,388	623,026	491,415
NET INCOME/(EXPENDITURE)					
Transfers between funds	15	(39,918)	-	(39,918)	(98,720)
		1,741	(1,741)	-	-
Net movement in funds		(38,177)	(1,741)	(39,918)	(98,720)
RECONCILIATION OF FUNDS					
Total funds brought forward		373,263	1,741	375,004	473,724
TOTAL FUNDS CARRIED FORWARD		335,086	-	335,086	375,004

The notes form part of these financial statements

ENGINEERS AGAINST POVERTY
STATEMENT OF FINANCIAL POSITION
31 December 2023

	Notes	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
CURRENT ASSETS					
Debtors	12	189,957	-	189,957	265,349
Cash in hand		269,502	-	269,502	158,865
		459,459	-	459,459	424,214
CREDITORS					
Amounts falling due within one year	13	(124,373)	-	(124,373)	(49,210)
NET CURRENT ASSETS		335,086	-	335,086	375,004
TOTAL ASSETS LESS CURRENT LIABILITIES		335,086	-	335,086	375,004
NET ASSETS		335,086	-	335,086	375,004
FUNDS					
	15				
Unrestricted funds				335,086	373,263
Restricted funds				-	1,741
TOTAL FUNDS				335,086	375,004

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on .24.September.2024..... and were signed on its behalf by:



.....
P Jowitt - Trustee



.....
J Downham - Trustee

ENGINEERS AGAINST POVERTY

**NOTES TO THE STATEMENT OF CASH FLOWS
for the year ended 31 December 2023**

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2023	2022
	£	£
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(39,918)	(98,720)
Adjustments for:		
Depreciation charges	-	510
Interest received	(2,727)	(521)
Decrease/(increase) in debtors	75,392	(184,935)
Increase/(decrease) in creditors	75,163	(30,627)
	<hr/>	<hr/>
Net cash provided by/(used in) operations	107,910	(314,293)
	<hr/> <hr/>	<hr/> <hr/>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/1/23	Cash flow	At 31/12/23
	£	£	£
Net cash			
Cash at bank and in hand	158,865	110,637	269,502
	<hr/>	<hr/>	<hr/>
	158,865	110,637	269,502
	<hr/>	<hr/>	<hr/>
Total	158,865	110,637	269,502
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

ENGINEERS AGAINST POVERTY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2023

1. ACCOUNTING POLICIES

Company status

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

Summary of significant accounting policies

The principal 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.

Basis of preparing the financial statements

The financial statements of the charitable company, 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)', the Charities Act 2011 and the Companies Act 2006.

The presentational currency of the financial statements is Sterling (£).

Going concern

The trustees have assessed the financial position of the charitable company following the net expenditure for the prior and current year. At 31 December 2023 the charity had net current assets of £335,086 (2022: £375,004) and net assets of £335,086 (2022: £375,004). The trustees have assessed future forecasts and consider the charity to have sufficient resources to meet its liabilities as they fall due for at least twelve months from the signing of financial statements and have therefore prepared the financial statements on a going concern basis.

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.

Donated services or facilities are included in income at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised where there is no financial cost borne by a third party.

Consultancy income and income from The Construction Sector Transparency Initiative is recognised once work is completed, excluding value added tax.

Income tax recoverable in relation to donations received under Gift Aid or deed of covenant is recognised at the time of the donation.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs 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. Support costs are those costs incurred directly in support of expenditure on the objects of the charitable company. Irrecoverable VAT is shown in the category of resources expended for which it was incurred.

Charitable activities include direct expenditure associated with providing the charitable services and support costs relating to those activities.

Other resources expended consist of governance costs which include those incurred in the governance of the charitable company and are primarily associated with constitutional and statutory requirements.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical costs includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their useful lives, using a straight line basis, as indicated below.

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 December 2023

1. ACCOUNTING POLICIES - continued

Tangible fixed assets and depreciation

Depreciation is provided on the following basis:

Office equipment and website development - Over 3 years

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the statement of financial activities.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The charity's restricted fund relates to an element of income received from The Construction Sector Transparency Initiative (CoST) of which is restricted to support CoST in achieving their objective of 'helping participating countries deliver better value from public infrastructure'.

Foreign currencies

At each year end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at the year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of financial activities.

Pensions

The charity contributes to a defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Financial instruments

(i) Financial assets

Basic financial assets, including trade and other debtors, cash and bank balances are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Such assets are subsequently carried at amortised cost using the effective interest rate method.

(ii) Financial liabilities

Basic financial liabilities, including trade and other creditors are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2023**

2. DONATIONS AND LEGACIES

	2023	2022
	£	£
Sponsored fundraising events	1,400	-
Donations	135	4
Appeals	225	437
	<u>1,760</u>	<u>441</u>

3. INVESTMENT INCOME

	2023	2022
	£	£
Interest receivable	2,727	521
	<u>2,727</u>	<u>521</u>

4. INCOME FROM CHARITABLE ACTIVITIES

		2023	2022
	Activity	£	£
Institution of Civil Engineers	Grant from other institutions	1,500	28,500
LSBU	Grant from other institutions	-	5,774
Consultancy fees	Consultancy fees	123,689	-
CoST	CoST Charity	453,432	357,459
		<u>578,621</u>	<u>391,733</u>

5. RAISING FUNDS

Raising donations and legacies

	2023	2022
	£	£
Staff costs	58,954	53,651
	<u>58,954</u>	<u>53,651</u>

Other trading activities

	2023	2022
	£	£
Bank charges	436	317
Depreciation	-	510
	<u>436</u>	<u>827</u>

Aggregate amounts	<u>59,390</u>	<u>54,478</u>
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ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2023**

6. CHARITABLE ACTIVITIES COSTS

	Total Funds 2023 £	Total Funds 2022 £
Provision of charitable services:		
Wages	245,534	215,464
Travel and subsistence	5,080	6,135
Consultancy costs	171,073	47,159
Support costs	112,209	140,432
	<hr/> 533,896 <hr/>	<hr/> 409,190 <hr/>

Analysis of support services is as follows:-

	Total Funds 2023 £	Total Funds 2022 £
Wages	68,146	61,468
Rent and other services	8,242	23,635
Insurance	6,004	6,223
Postage and stationery	4,334	3,089
Sundries	7,452	19,514
Subscriptions	534	1,494
IT and communications	13,704	18,009
Repairs and renewals	-	1,770
Professional fees	3,793	5,230
	<hr/> 112,209 <hr/>	<hr/> 140,432 <hr/>

7. SUPPORT COSTS

	Governance costs £
Other resources expended	29,740

Support costs, included in the above, are as follows:

	2023 Other resources expended £	2022 Total activities £
Wages	21,160	19,827
Auditors remuneration	8,580	7,920
	<hr/> 29,740 <hr/>	<hr/> 27,747 <hr/>

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2023**

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2023	2022
	£	£
Auditors remuneration	8,580	7,920
Depreciation - owned assets	-	510
Pension costs	10,696	9,674
Operating lease commitments	8,087	23,635
	<u><u> </u></u>	<u><u> </u></u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2023 nor for the year ended 31 December 2022.

Trustees' expenses

During the year, trustees received expenses of £1,501 (2022: £347) for travel and other expenses.

10. STAFF COSTS

	2023	2022
	£	£
Wages and salaries	325,648	288,942
	<u><u> </u></u>	<u><u> </u></u>
	325,648	288,942
	<u><u> </u></u>	<u><u> </u></u>

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

	2023	2022
Administration and directorate	3	3
Project Programme Officers	3	3
	<u> </u>	<u> </u>
	6	6
	<u><u> </u></u>	<u><u> </u></u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2023	2022
£60,001 - £70,000	-	1
£70,001 - £80,000	1	1
£80,001 - £90,000	1	1
£90,001 - £100,000	1	-
	<u> </u>	<u> </u>
	3	3
	<u><u> </u></u>	<u><u> </u></u>

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2023**

11. TANGIBLE FIXED ASSETS

	Website £	Office equipment £	Totals £
COST			
At 1 January 2023 and 31 December 2023	<u>2,393</u>	<u>11,511</u>	<u>13,904</u>
DEPRECIATION			
At 1 January 2023 and 31 December 2023	<u>2,393</u>	<u>11,511</u>	<u>13,904</u>
NET BOOK VALUE			
At 31 December 2023	<u>-</u>	<u>-</u>	<u>-</u>
At 31 December 2022	<u>-</u>	<u>-</u>	<u>-</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade debtors	18	9,518
Accrued income	179,805	240,992
Other debtors	7,191	7,071
VAT	826	34
Prepayments	2,117	7,734
	<u>189,957</u>	<u>265,349</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade creditors	59,403	23,234
Other creditors	10,312	8,565
Accruals and deferred income	54,658	17,411
	<u>124,373</u>	<u>49,210</u>

14. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2023 £	2022 £
Within one year	<u>-</u>	<u>5,460</u>

15. MOVEMENT IN FUNDS

	At 1/1/23 £	Net movement in funds £	Transfers between funds £	At 31/12/23 £
Unrestricted funds				
General fund	373,263	(39,918)	1,741	335,086
Restricted funds				
Restricted	1,741	-	(1,741)	-
TOTAL FUNDS	<u>375,004</u>	<u>(39,918)</u>	<u>-</u>	<u>335,086</u>

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2023**

15. 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	554,720	(594,638)	(39,918)
Restricted funds			
Restricted	28,388	(28,388)	-
TOTAL FUNDS	<u>583,108</u>	<u>(623,026)</u>	<u>(39,918)</u>

Comparatives for movement in funds

	At 1/1/22 £	Net movement in funds £	At 31/12/22 £
Unrestricted funds			
General fund	464,983	(91,720)	373,263
Restricted funds			
Restricted	8,741	(7,000)	1,741
TOTAL FUNDS	<u>473,724</u>	<u>(98,720)</u>	<u>375,004</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	373,824	(465,544)	(91,720)
Restricted funds			
Restricted	18,871	(25,871)	(7,000)
TOTAL FUNDS	<u>392,695</u>	<u>(491,415)</u>	<u>(98,720)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/1/22 £	Net movement in funds £	Transfers between funds £	At 31/12/23 £
Unrestricted funds				
General fund	464,983	(131,638)	1,741	335,086
Restricted funds				
Restricted	8,741	(7,000)	(1,741)	-
TOTAL FUNDS	<u>473,724</u>	<u>(138,638)</u>	<u>-</u>	<u>335,086</u>

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2023**

15. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	928,544	(1,060,182)	(131,638)
Restricted funds			
Restricted	47,259	(54,259)	(7,000)
TOTAL FUNDS	<u>975,803</u>	<u>(1,114,441)</u>	<u>(138,638)</u>

16. EMPLOYEE BENEFIT OBLIGATIONS

At the year end the total pensions payable were £5,087 (2022: £5,071).

17. RELATED PARTY DISCLOSURES

Engineers Against Poverty undertakes the day to day management and finance function of a connected charity. Petter Matthews, the Executive Director of Engineers Against Poverty, is also a Trustee of the connected charity. During the year, the Engineers Against Poverty recharged £453,432 (2022: £357,459) relating to workshop costs and staff time incurred on behalf of the connected charity. At the year end included in debtors there was accrued income of £53,206 (2022: £230,992). The recharge includes an element of Petter Matthew's time.

ENGINEERS AGAINST POVERTY
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2023

	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS				
Donations and legacies				
Sponsored fundraising events	1,400	-	1,400	-
Donations	135	-	135	4
Appeals	225	-	225	437
	<u>1,760</u>	<u>-</u>	<u>1,760</u>	<u>441</u>
Investment income				
Interest receivable	2,727	-	2,727	521
Charitable activities				
Consultancy fees	123,689	-	123,689	-
CoST	425,044	28,388	453,432	357,459
Institution of Civil Engineers	1,500	-	1,500	28,500
LSBU	-	-	-	5,774
	<u>550,233</u>	<u>28,388</u>	<u>578,621</u>	<u>391,733</u>
Total incoming resources	554,720	28,388	583,108	392,695
EXPENDITURE				
Raising donations and legacies				
Wages	58,954	-	58,954	53,651
Other trading activities				
Bank charges	436	-	436	317
Depreciation of tangible fixed assets	-	-	-	510
	<u>436</u>	<u>-</u>	<u>436</u>	<u>827</u>
Charitable activities				
Wages	245,534	-	245,534	215,464
Sundries	-	28,388	28,388	13,871
Support costs	254,894	-	254,894	173,720
Travel and subsistence	5,080	-	5,080	6,135
	<u>505,508</u>	<u>28,388</u>	<u>533,896</u>	<u>409,190</u>
Support costs				
Governance costs				
Wages	21,160	-	21,160	19,827
Auditors remuneration	8,580	-	8,580	7,920
	<u>29,740</u>	<u>-</u>	<u>29,740</u>	<u>27,747</u>
Total resources expended	<u>594,638</u>	<u>28,388</u>	<u>623,026</u>	<u>491,415</u>
Net (expenditure)/income	<u>(39,918)</u>	<u>-</u>	<u>(39,918)</u>	<u>(98,720)</u>

This page does not form part of the statutory financial statements

ENGINEERS AGAINST POVERTY

England & Wales - Charity number 1071974

Accounts

REGISTERED COMPANY NUMBER: 03613056 (England and Wales)
REGISTERED CHARITY NUMBER: 1071974

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022
FOR
ENGINEERS AGAINST POVERTY**

Magma Audit LLP
Magma House
16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

ENGINEERS AGAINST POVERTY
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for the year ended 31 December 2022

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REPORT OF THE TRUSTEES
for the year ended 31 December 2022

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, 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).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03613056 (England and Wales)

Registered Charity number

1071974

Registered office

167-169 Great Portland Street
5th Floor
London
W1W 5PF

Trustees

Professor P Jowitt
J Downham
J Hodges
A Marshall
R Watermeyer
Professor G Ofori
Dr P Parikh
Rupert Sydenham
Mark Harvey

Chair
Treasurer
(resigned 16 March 2023)
(resigned 27 January 2022)

(appointed 27 January 2022)
(appointed 16 March 2023)

Company Secretary

S Henderson

Auditors

Magma Audit LLP
Magma House
16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

Bankers

National Westminster Bank Plc
PO Box 113, Cavell House
2a Charing Cross Road
London
WC2H 0NN

**REPORT OF THE TRUSTEES
for the year ended 31 December 2022**

REFERENCE AND ADMINISTRATIVE DETAILS

The following people were employed by EAP during 2022 and up to the date of the report:

Petter Matthews - Executive Director	
John Hawkins - Head of Programmes	
Sean Henderson- Senior Finance & Administration Officer	
Evelyn Hernandez- Head of Members & Affiliates	
Charlotte Broyd-Communications Manager	Resigned 24 February 2022
Maria Prado - Senior Policy & Advocacy Adviser	
Lauren Nelson-Pemberton - Communications Manager	Appointed 30 May 2022

FINANCIAL INSTRUMENTS

The principal financial instruments of the charity comprise bank balances, other receivables and other payables. The main purpose of these instruments is to raise funds for the charity's operations and to finance its continuing operations. Liquidity risk is managed by the use of a bank balance along with efficient monitoring of cash flows to ensure there are sufficient funds to meet liabilities.

MANAGEMENT OF MAJOR RISKS

The trustees retain responsibility for a system of internal control that is designed to manage major risks. These systems provide reasonable but not absolute assurance against inappropriate or ineffective use of resources and against the risk of errors or fraud. The trustees delegate authority to the Executive Director to conduct regular reviews of the major strategic and operational risks that Engineers Against Poverty (EAP) faces and the ways in which they are being monitored, managed and mitigated. The outcomes of this review are reported to the trustees by the Executive Director and changes in policy are made where necessary. The trustees are satisfied with the systems in place to monitor, manage and mitigate EAP's exposure to major risks.

OBJECTIVES AND ACTIVITIES

Objects

The objects of the Charity are for the relief of poverty in particular by assisting in the provision of engineering support for projects and programmes for the relief of poverty anywhere in the world.

Our approach

Our goal is to scale-up our influence on global infrastructure policy and practice to promote sustainable social, climate and economic impacts that contribute towards the elimination of poverty.

Our goal is centred around three areas of work, to:

- Improve infrastructure governance and public investment management through increased transparency, participation and accountability
- Foster social equity and inclusive growth through fair opportunities for local enterprises as well as decent jobs and working conditions
- Mitigate the impact of climate change on the poor and vulnerable through sustainable and resilient infrastructure

How we achieve our goal

We achieve our goal by producing innovative knowledge products. For the most part these are concise policy and practice briefings which draw on our existing and new research and provide evidence, analysis and policy and/or practice recommendations.

Our knowledge products are core to our advocacy strategy which sees that we act as a trusted adviser to governments, international institutions, the private sector and civil society and that we facilitate multi-stakeholder partnerships to build capacity in the sector.

Policies

The trustees are responsible for establishing the policies that guide the work of the Charity. These policies are designed to make the most effective and efficient use of the resources at its disposal. They are also designed to ensure that EAP meets its obligations to its project partners, corporate and individual supporters and staff. Responsibility for implementing these policies on a day-to-day basis is delegated to the Executive Director who reports to the trustees on a regular basis.

Restrictions

There are no restrictions in the governing documents as to how Engineers Against Poverty may operate.

**REPORT OF THE TRUSTEES
for the year ended 31 December 2022**

Investment Powers

There are no powers to make investments other than in bank accounts and there is no intention to build up an investment fund.

Charitable Contributions

All programme expenditure is for charitable purposes, but no direct contributions for charitable purposes have been made.

PUBLIC BENEFIT

The trustees have noted the duty in section 4 of the Charities Act 2006 and the guidance of the Charity Commission with regard to public benefit. All our activities are for the public benefit, but we highlight in particular:

Our promotion of transparency and accountability in infrastructure investment benefits a broad section of the public. The benefits are realised through obtaining better value from public investment and delivering better quality infrastructure and services. All those who pay taxes and use public services are likely to benefit.

Our policy work directly influences high-level decision makers in governments and international agencies. Because of our advice public policy is more closely aligned with the needs of poor and marginalised people.

Our capacity building support strengthens institutions and empowers individuals. Institutions become more effective and individuals are better able to secure their rights and realise their potential.

Our outreach work informs and empowers people. It provides practical solutions to the problems of poverty aimed at policy makers and practitioners. It also provides data that is useful to researchers and can contribute to better public policy.

ACHIEVEMENTS AND PERFORMANCES

Out of Pocket Qatar Report

We published a new report at the start of the 2022 FIFA men's world cup in Qatar. Out of pocket: a 10-year review of paying Qatar's construction workers', reflected on the progress made to tackle the late and non-payment of construction migrant workers' wages. This includes examining the implementation of recommendations from our 2014 report. In this paper, we provided two key recommendations to the Government of Qatar on reducing payment periods and placing liability on contractors and subcontractors, that can help ensure that migrant workers are paid, in full and on time.

Jill Wells also wrote about and the importance of businesses paying wages directly to migrant workers, reflecting on Qatar and its construction activity, for the Institute for Human Rights and Business' website.

Opening Up Climate Finance to Public Scrutiny event

In the lead up to COP27, we ran a joint webinar with CoST on "Opening up climate finance to public scrutiny" with Professor Priti Parikh, EAP Board Member and Acting Head of the Bartlett School of Sustainable Construction, University College London; Professor Richard Calland, Cambridge Institute of Sustainability Leadership and Co-Chair Independent Expert Group on Climate Finance; Mr. Albert Lihalakha, Deputy Head of the Independent Integrity Unit, Green Climate Fund and Pamela Acheng, Lecturer in Civil Engineering, Makerere University, Uganda.

The conversation included the importance of mainstreaming climate finance and the solutions; Climate justice and existing inequities and what should happen at COP27 and how this differs to COP26. Over 100 people joined this conversation.

CoST - the Infrastructure Transparency Initiative

EAP continued to host the International Secretariat of CoST - the Infrastructure Transparency Initiative (CoST). CoST works with countries and cities across four continents and is one of the leading global organisations working to improve transparency, participation and accountability in infrastructure. A selection of its successes in 2022 are below.

Thought Leadership

Throughout 2022, EAP highlighted its thought leadership through blogs on topics such as climate finance; Grenfell and corruption; the UK's International Development Strategy and Infrastructure; the Blue Dot Network and a first-hand insight into the World Bank's global stock take of developments in public procurement study.

**REPORT OF THE TRUSTEES
for the year ended 31 December 2022**

Our thought-leadership was also highlighted through our contribution to BOND's new report on the UK's global contribution to the UN SDGs. We wrote the chapter on SDG 9 focused on Industry, Innovation and Infrastructure. Our recommendations included promoting workers' rights, multilateral cooperation and transparency and accountability in infrastructure investment.

Podcast

We published several episodes of the EAP Podcast, with speakers from the World Bank, University of Makerere, Uganda and CoST members Honduras, Malawi and former CoST member, Afghanistan.

CoST member achievements

- CoST Thailand reported that financial cost savings secured though their programme had risen to \$720m.
- Across Latin America, the Caribbean and Uganda, journalists were trained on the importance of infrastructure investment in the region and the challenges with delivering projects.
- The Municipality of Coamo became the first jurisdiction in Puerto Rico and the United States to join CoST. The Dominican Republic became the first CoST member from the Caribbean, after announcing its membership during International Anti-Corruption Day the year before.
- CoST members Bogota made updates to their open data portal, whilst Guadalajara has created a formal requirement for disclosure of projects to strengthen transparency.
- Malawi became the third country in Africa to adapt to the OC4IDS, following Uganda's adaptation the year before.

CoST International Secretariat achievements

- Delivered training focused on transparency and accountability in decision-making for the sustainability of public infrastructure as part of a joint project by the United Nations Environmental Programme, United Nations Institute for Training and Research and GIZ.
- CoST joined the RISE Ukraine Coalition, an alliance of Ukrainian and international organisations working to ensure integrity, sustainability and efficiency in reconstruction efforts.
- Published guidance on undertaking a Scoping Study in support of a new CoST programme.
- Hosted learning sessions focused on gender and inclusion for West Lombok and Thailand, arising from the members carrying out a self-assessment using CoST's Mainstreaming Gender Equality guidance.
- Continued to influence global debate on infrastructure issues by taking part in international events, including the Africa & Middle East OGP regional meeting, OECD Infrastructure Forum, Water Integrity Network Conference; FIDIC webinar, International Anti-Corruption Conference workshop, Transparency International Australia webinar, and a session by UNDP's FairBiz programme. CoST also ran several events, attracting 100s of people in total, focused on infrastructure transparency in Africa; climate finance; CoST's work in Latin America and its own internal awards ceremony.
- CoST received recognition from the G7 in their report on Achieving the Sustainable Development Goals in times of multiple crises and from our Basel Institute award nomination for Outstanding Achievement in Collective Action.

Support of organisations

The work of EAP would not have been possible without the tremendous support of a range of organisations including:

CoST - the Infrastructure Transparency Initiative
FIDIC International Federation of Consulting Engineers
Foreign Commonwealth and Development Office
Hogan Lovells
Institution of Chemical Engineers
Institution of Engineers Rwanda
London Southbank University
Royal Academy of Engineering

Support of individuals

The trustees express their sincere gratitude to all the individuals who have supported the Charity's work in 2022 but are too numerous to mention here.

FINANCIAL REVIEW

Accounts

The accounts for the year ended 31 December 2022 are shown in this annual report. The trustees consider that the reserves are sufficient to meet its needs and obligations. All funds are held on short term deposit.

**REPORT OF THE TRUSTEES
for the year ended 31 December 2022**

Unrestricted Fund

The balance of unrestricted funds at 31 December 2022 was £373,264 (2021: £464,983) and restricted funds was £1,741 (2021: £8,741)..

Reserves

The trustees have established a Reserves Policy that considers the level of reserves sufficient to protect the organisation and its charitable programme by providing time to adjust to changing financial circumstances. This limits the risk of disruption to the programme in the event of a shortfall in any of EAP's various sources of income, or an unexpected need for additional expenditure. On 9 June 2022 we reviewed our reserves policy to reflect our reduced operating costs and the scaling down of some of our programmes. The new reserves figure will cover six months operating costs, our office lease and other commitments. The trustees consider this level of reserves to be acceptable. At the year-end there were unrestricted funds of £373,264. Of this £215,458 is considered by the trustees to be held as reserves. £158,806 of the unrestricted funds is considered to be free reserves which EAP will use to carry out its charitable objectives.

Going concern

The trustees have assessed the financial position of the charitable company has dropped £64,745 with a large proportion due to the difficulty in obtaining new funding in the present climate. In 2022-2023 FCDO approved £700k for CoST with £500k approved for 2023-2024. New agreements for CoST with GiZ, The World Bank and the OECD. This will allow EAP to have sufficient resources without cutting costs to meet its liabilities as they fall due for at least twelve months and secure its financial position in the longer term.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Engineers Against Poverty for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

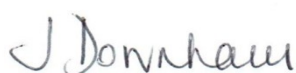
In so far as the trustees are aware:

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

AUDITORS

The auditors, Magma Audit LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on .11 September 2023..... and signed on its behalf by:



.....
J Downham - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ENGINEERS AGAINST POVERTY

Opinion

We have audited the financial statements of Engineers Against Poverty (the 'charitable company') for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ENGINEERS AGAINST POVERTY

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charity and the industry, we have identified that the principal risks of non-compliance with laws and regulations and we have considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as Companies Act 2006 and The Charities Statement of Recommended Practice (SORP). We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to posting inappropriate journal entries, and management bias in accounting estimates. Audit procedures performed included:

- Enquires with management for consideration of known or suspected instances of non-compliance with laws and regulations and fraud;
- Challenging assumptions made by management in their accounting estimates, such as those used to assess the ability to continue as a going concern;
- Identifying and testing journal entries, in particular any journal entries posted with unusual account combinations, journal entries crediting revenue, journal entries crediting cash and journal entries with specific defined descriptions.

There are inherent limitations in the audit procedures describes above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting in error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentation, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Magma Audit LLP

Victoria Craig (Senior Statutory Auditor)
for and on behalf of Magma Audit LLP
Magma House
16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

Date: 11 September 2023

ENGINEERS AGAINST POVERTY

**STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2022**

	Notes	Unrestricted fund £	Restricted fund £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	441	-	441	9,189
Charitable activities					
Grant from other institutions	4	29,274	5,000	34,274	23,759
CoST Charity		343,588	13,871	357,459	411,317
Investment income	3	521	-	521	66
Other income	5	-	-	-	13,589
Total		373,824	18,871	392,695	457,920
EXPENDITURE ON					
Raising funds	6	54,478	-	54,478	67,296
Charitable activities					
Resources expended	7	383,319	25,871	409,190	463,111
Other		27,747	-	27,747	21,411
Total		465,544	25,871	491,415	551,818
NET INCOME/(EXPENDITURE)		(91,720)	(7,000)	(98,720)	(93,898)
RECONCILIATION OF FUNDS					
Total funds brought forward		464,983	8,741	473,724	567,622
TOTAL FUNDS CARRIED FORWARD		373,263	1,741	375,004	473,724

The notes form part of these financial statements

STATEMENT OF FINANCIAL POSITION
31 December 2022

	Notes	Unrestricted fund £	Restricted fund £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	12	-	-	-	510
CURRENT ASSETS					
Debtors	13	255,349	10,000	265,349	80,414
Cash in hand		167,124	(8,259)	158,865	472,637
		<u>422,473</u>	<u>1,741</u>	<u>424,214</u>	<u>553,051</u>
CREDITORS					
Amounts falling due within one year	14	(49,210)	-	(49,210)	(79,837)
NET CURRENT ASSETS		<u>373,263</u>	<u>1,741</u>	<u>375,004</u>	<u>473,214</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>373,263</u>	<u>1,741</u>	<u>375,004</u>	<u>473,724</u>
NET ASSETS		<u>373,263</u>	<u>1,741</u>	<u>375,004</u>	<u>473,724</u>
FUNDS	16				
Unrestricted funds				373,263	464,983
Restricted funds				1,741	8,741
TOTAL FUNDS				<u>375,004</u>	<u>473,724</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on ..11 September 2023.....and were signed on its behalf by:



.....
P Jowitt - Trustee



.....
J Downham - Trustee

ENGINEERS AGAINST POVERTY
STATEMENT OF CASH FLOWS
for the year ended 31 December 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(314,293)</u>	<u>(44,304)</u>
Net cash used in operating activities		<u>(314,293)</u>	<u>(44,304)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		-	(9)
Interest received		<u>521</u>	<u>66</u>
Net cash provided by investing activities		<u>521</u>	<u>57</u>
Change in cash and cash equivalents in the reporting period			
		<u>(313,772)</u>	<u>(44,247)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>472,637</u>	<u>516,884</u>
Cash and cash equivalents at the end of the reporting period		<u><u>158,865</u></u>	<u><u>472,637</u></u>

The notes form part of these financial statements

ENGINEERS AGAINST POVERTY

**NOTES TO THE STATEMENT OF CASH FLOWS
for the year ended 31 December 2022**

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022 £	2021 £
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(98,720)	(93,898)
Adjustments for:		
Depreciation charges	510	1,312
Interest received	(521)	(66)
(Increase)/decrease in debtors	(184,935)	30,508
(Decrease)/increase in creditors	(30,627)	17,840
Net cash used in operations	(314,293)	(44,304)

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/1/22 £	Cash flow £	At 31/12/22 £
Net cash			
Cash at bank and in hand	472,637	(313,772)	158,865
	<u>472,637</u>	<u>(313,772)</u>	<u>158,865</u>
Total	<u>472,637</u>	<u>(313,772)</u>	<u>158,865</u>

ENGINEERS AGAINST POVERTY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2022

1. ACCOUNTING POLICIES

Company status

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

Summary of significant accounting policies

The principal 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.

Basis of preparing the financial statements

The financial statements of the charitable company, 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)', the Charities Act 2011 and the Companies Act 2006.

The presentational currency of the financial statements is Sterling (£).

Going concern

The trustees have assessed the financial position of the charitable company following the net expenditure for the prior and current year. At 31 December 2022 the charity had net current assets of £375,005 (2021: £473,214) and net assets of £375,005 (2021: £473,724). The trustees have assessed future forecasts and consider the charity to have sufficient resources to meet its liabilities as they fall due for at least twelve months from the signing of financial statements and have therefore prepared the financial statements on a going concern basis.

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.

Donated services or facilities are included in income at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised where there is no financial cost borne by a third party.

Consultancy income and income from The Construction Sector Transparency Initiative is recognised once work is completed, excluding value added tax.

Income tax recoverable in relation to donations received under Gift Aid or deed of covenant is recognised at the time of the donation.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs 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. Support costs are those costs incurred directly in support of expenditure on the objects of the charitable company. Irrecoverable VAT is shown in the category of resources expended for which it was incurred.

Charitable activities include direct expenditure associated with providing the charitable services and support costs relating to those activities.

Other resources expended consist of governance costs which include those incurred in the governance of the charitable company and are primarily associated with constitutional and statutory requirements.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical costs includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their useful lives, using a straight line basis, as indicated below.

Depreciation is provided on the following basis:

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 December 2022

1. ACCOUNTING POLICIES - continued

Tangible fixed assets and depreciation

Office equipment and website development - Over 3 years

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the statement of financial activities.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The charity's restricted fund relates to an element of income received from The Construction Sector Transparency Initiative (CoST) of which is restricted to support CoST in achieving their objective of 'helping participating countries deliver better value from public infrastructure'.

Foreign currencies

At each year end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at the year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of financial activities.

Pensions

The charity contributes to a defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable.

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

Grants

The company has received funding in the form of grants relating to the Coronavirus Job Retention Scheme (CJRS). The grant funding is released to the Statement of Financial Activities in full in the year the conditions of the grant funding have been met.

Financial instruments

(i) Financial assets

Basic financial assets, including trade and other debtors, cash and bank balances are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Such assets are subsequently carried at amortised cost using the effective interest rate method.

(ii) Financial liabilities

Basic financial liabilities, including trade and other creditors are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2022**

2. DONATIONS AND LEGACIES		2022	2021
		£	£
Donations		4	8,974
Appeals		437	215
		441	9,189
		<u>441</u>	<u>9,189</u>
3. INVESTMENT INCOME		2022	2021
		£	£
Interest receivable		521	66
		<u>521</u>	<u>66</u>
4. INCOME FROM CHARITABLE ACTIVITIES		2022	2021
	Activity	£	£
Africa Catalyst Programme	Grant from other institutions	-	9,712
Institution of Civil Engineers	Grant from other institutions	28,500	-
TI Australia	Grant from other institutions	-	14,047
LSBU	Grant from other institutions	5,774	-
CoST	CoST Charity	357,459	411,317
		<u>391,733</u>	<u>435,076</u>
5. OTHER INCOME		2022	2021
		£	£
Government grants		-	13,589
		<u>-</u>	<u>13,589</u>
6. RAISING FUNDS			
Raising donations and legacies		2022	2021
		£	£
Staff costs		53,651	65,620
		<u>53,651</u>	<u>65,620</u>
Other trading activities		2022	2021
		£	£
Bank charges		317	364
Depreciation		510	1,312
		<u>827</u>	<u>1,676</u>
Aggregate amounts		<u>54,478</u>	<u>67,296</u>

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2022**

7. CHARITABLE ACTIVITIES COSTS

	Total Funds 2022 £	Total Funds 2021 £
Provision of charitable services:		
Wages	215,464	271,649
Travel and subsistence	6,135	1,585
Consultancy costs	47,159	35,372
Support costs	140,432	154,504
	<hr/> 409,190 <hr/>	<hr/> 463,110 <hr/>

Analysis of support services is as follows:-

	Total Funds 2022 £	Total Funds 2021 £
Wages	61,468	77,535
Rent and other services	23,635	24,408
Insurance	6,223	6,196
Postage and stationery	3,089	1,707
Sundries	19,514	18,492
Subscriptions	1,494	1,868
IT and communications	18,009	15,794
Repairs and renewals	1,770	-
Professional fees	5,230	8,504
	<hr/> 140,432 <hr/>	<hr/> 154,504 <hr/>

8. SUPPORT COSTS

	Governance costs £
Other resources expended	27,747
	<hr/> 27,747 <hr/>

Support costs, included in the above, are as follows:

	2022 Other resources expended £	2021 Total activities £
Wages	19,827	16,421
Auditors remuneration	7,920	4,990
	<hr/> 27,747 <hr/>	<hr/> 21,411 <hr/>

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2022**

9. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2022	2021
	£	£
Auditors remuneration	7,920	4,990
Depreciation - owned assets	510	1,312
Pension costs	9,674	11,672
Operating lease commitments	23,635	24,408
	<u><u> </u></u>	<u><u> </u></u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

Trustees' expenses

During the year, trustees received expenses of £347 (2021: £271) for travel and other expenses.

11. STAFF COSTS

	2022	2021
	£	£
Wages and salaries	288,942	352,803
	<u><u> </u></u>	<u><u> </u></u>
	288,942	352,803
	<u><u> </u></u>	<u><u> </u></u>

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

	2022	2021
Administration and directorate	3	3
Project Programme Officers	3	5
	<u> </u>	<u> </u>
	6	8
	<u><u> </u></u>	<u><u> </u></u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2022	2021
£60,001 - £70,000	1	1
£70,001 - £80,000	1	1
£80,001 - £90,000	1	-
£100,001 - £110,000	-	1
	<u> </u>	<u> </u>
	3	3
	<u><u> </u></u>	<u><u> </u></u>

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2022**

12. TANGIBLE FIXED ASSETS

	Website £	Office equipment £	Totals £
COST			
At 1 January 2022 and 31 December 2022	<u>2,393</u>	<u>11,511</u>	<u>13,904</u>
DEPRECIATION			
At 1 January 2022	<u>2,393</u>	<u>11,001</u>	<u>13,394</u>
Charge for year	-	510	510
At 31 December 2022	<u>2,393</u>	<u>11,511</u>	<u>13,904</u>
NET BOOK VALUE			
At 31 December 2022	<u>-</u>	<u>-</u>	<u>-</u>
At 31 December 2021	<u>-</u>	510	510

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade debtors	9,518	9,268
Accrued income	240,992	49,695
Other debtors	7,071	14,352
VAT	34	46
Prepayments	7,734	7,053
	<u>265,349</u>	<u>80,414</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade creditors	23,234	64,044
Other creditors	8,565	4,970
Accruals and deferred income	17,411	10,823
	<u>49,210</u>	<u>79,837</u>

15. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2022 £	2021 £
Within one year	5,460	23,143
Between one and five years	-	5,460
	<u>5,460</u>	<u>28,603</u>

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2022

16. MOVEMENT IN FUNDS

	At 1/1/22 £	Net movement in funds £	At 31/12/22 £
Unrestricted funds			
General fund	464,983	(91,720)	373,263
Restricted funds			
Restricted	8,741	(7,000)	1,741
TOTAL FUNDS	473,724	(98,720)	375,004

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	373,824	(465,544)	(91,720)
Restricted funds			
Restricted	18,871	(25,871)	(7,000)
TOTAL FUNDS	392,695	(491,415)	(98,720)

Comparatives for movement in funds

	At 1/1/21 £	Net movement in funds £	At 31/12/21 £
Unrestricted funds			
General fund	558,881	(93,898)	464,983
Restricted funds			
Restricted	8,741	-	8,741
TOTAL FUNDS	567,622	(93,898)	473,724

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	441,888	(535,786)	(93,898)
Restricted funds			
Restricted	16,032	(16,032)	-
TOTAL FUNDS	457,920	(551,818)	(93,898)

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2022**

16. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/1/21 £	Net movement in funds £	At 31/12/22 £
Unrestricted funds			
General fund	558,881	(185,618)	373,263
Restricted funds			
Restricted	8,741	(7,000)	1,741
TOTAL FUNDS	<u>567,622</u>	<u>(192,618)</u>	<u>375,004</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	815,712	(1,001,330)	(185,618)
Restricted funds			
Restricted	34,903	(41,903)	(7,000)
TOTAL FUNDS	<u>850,615</u>	<u>(1,043,233)</u>	<u>(192,618)</u>

17. EMPLOYEE BENEFIT OBLIGATIONS

At the year end the total pensions payable were £5,071 (2021: £4,065).

18. RELATED PARTY DISCLOSURES

Engineers Against Poverty undertakes the day to day management and finance function of a connected charity. Petter Matthews, the Executive Director of Engineers Against Poverty, is also a Trustee of the connected charity. During the year, the Engineers Against Poverty recharged £357,459 (2021: £411,317) relating to workshop costs and staff time incurred on behalf of the connected charity. At the year end included in debtors there was accrued income of £230,992 (2021: £32,619) and trade debtors of £nil (2021: £9,250). The recharge includes an element of Petter Matthew's time.

ENGINEERS AGAINST POVERTY

England & Wales - Charity number 1071974

Accounts

REGISTERED COMPANY NUMBER: 03613056 (England and Wales)
REGISTERED CHARITY NUMBER: 1071974

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
FOR
ENGINEERS AGAINST POVERTY**

Magma Audit LLP
Magma House
16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

ENGINEERS AGAINST POVERTY
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for the year ended 31 December 2021

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ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the year ended 31 December 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, 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).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03613056 (England and Wales)

Registered Charity number

1071974

Registered office

6th Floor Alliance House
29-30 High Holborn
London
WC1V 6AZ

Trustees

Professor P Jowitt	Chair
J Downham	Treasurer
J Hodges	
A Marshall	(resigned 27 January 2022)
R Watermeyer	
Professor G Ofori	
Dr P Parikh	
Rupert Sydenham	(appointed 27 January 2022)

Company Secretary

S Henderson

Auditors

Magma Audit LLP
Magma House
16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

Bankers

National Westminster Bank Plc
PO Box 113, Cavell House
2a Charing Cross Road
London
WC2H 0NN

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the year ended 31 December 2021

REFERENCE AND ADMINISTRATIVE DETAILS

The following people were employed by EAP during 2021 and up to the date of the report:

Petter Matthews - Executive Director	
John Hawkins - Head of Programmes	
Sean Henderson- Senior Finance & Administration Officer	
Charlotte Broyd-Communications Manager	Resigned 24 February 2022
Maria Prado - Senior Policy & Advocacy Adviser	
Tippi Creed Waring - Communications Officer	Resigned 19 November 2021
Nora Pesheva - Office Administrator	Resigned 13 May 2021
Amanda Oduka - Programme Manager	Resigned 9 March 2021
Lauren Nelson-Pemberton - Communications Manager	Appointed 30 May 2022

FINANCIAL INSTRUMENTS

The principal financial instruments of the charity comprise bank balances, other receivables and other payables. The main purpose of these instruments is to raise funds for the charity's operations and to finance its continuing operations. Liquidity risk is managed by the use of a bank balance along with efficient monitoring of cash flows to ensure there are sufficient funds to meet liabilities.

Management of major risks

The trustees retain responsibility for a system of internal control that is designed to manage major risks. These systems provide reasonable but not absolute assurance against inappropriate or ineffective use of resources and against the risk of errors or fraud. The trustees delegate authority to the Executive Director to conduct regular reviews of the major strategic and operational risks that Engineers Against Poverty (EAP) faces and the ways in which they are being monitored, managed and mitigated. The outcomes of this review are reported to the trustees by the Executive Director and changes in policy are made where necessary. The trustees are satisfied with the systems in place to monitor, manage and mitigate EAP's exposure to major risks.

OBJECTIVES AND ACTIVITIES

Objects

The objects of the Charity are for the relief of poverty in particular by assisting in the provision of engineering support for projects and programmes for the relief of poverty anywhere in the world.

Our approach

Our goal is to scale-up our influence on global infrastructure policy and practice to promote sustainable social, climate and economic impacts that contribute towards the elimination of poverty.

Our goal is centred around three areas of work, to:

- Improve infrastructure governance and public investment management through increased transparency, participation and accountability
- Foster social equity and inclusive growth through fair opportunities for local enterprises as well as decent jobs and working conditions
- Mitigate the impact of climate change on the poor and vulnerable through sustainable and resilient infrastructure

How we achieve our goal

We achieve our goal by producing innovative knowledge products. For the most part these are concise policy and practice briefings which draw on our existing and new research and provide evidence, analysis and policy and/or practice recommendations.

Our knowledge products are core to our advocacy strategy which sees that we act as a trusted adviser to governments, international institutions, the private sector and civil society and that we facilitate multi-stakeholder partnerships to build capacity in the sector.

Policies

The trustees are responsible for establishing the policies that guide the work of the Charity. These policies are designed to make the most effective and efficient use of the resources at its disposal. They are also designed to ensure that EAP meets its obligations to its project partners, corporate and individual supporters and staff. Responsibility for implementing these policies on a day-to-day basis is delegated to the Executive Director who reports to the trustees on a regular basis.

Restrictions

There are no restrictions in the governing documents as to how Engineers Against Poverty may operate.

ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the year ended 31 December 2021

Investment Powers

There are no powers to make investments other than in bank accounts and there is no intention to build up an investment fund.

Charitable Contributions

All programme expenditure is for charitable purposes, but no direct contributions for charitable purposes have been made.

PUBLIC BENEFIT

The trustees have noted the duty in section 4 of the Charities Act 2006 and the guidance of the Charity Commission with regard to public benefit. All our activities are for the public benefit, but we highlight in particular:

Our promotion of transparency and accountability in infrastructure investment benefits a broad section of the public. The benefits are realised through obtaining better value from public investment and delivering better quality infrastructure and services. All those who pay taxes and use public services are likely to benefit.

Our policy work directly influences high-level decision makers in governments and international agencies. Because of our advice public policy is more closely aligned with the needs of poor and marginalised people.

Our capacity building support strengthens institutions and empowers individuals. Institutions become more effective and individuals are better able to secure their rights and realise their potential.

Our outreach work informs and empowers people. It provides practical solutions to the problems of poverty aimed at policy makers and practitioners. It also provides data that is useful to researchers and can contribute to better public policy.

ACHIEVEMENTS AND PERFORMANCES

EAP Insights

EAP released the second and final instalments of its Mega Sport Event (MSE) Insights series looking at the key issues in infrastructure delivered for the events. The second paper looked at the impact of corruption in MSE infrastructure, why it is particularly common in MSEs and what to do about it. The third publication homed in on accountability in the events, with its recommendations calling for public participation right from the outset of MSEs, such as when cities bid for the events. The papers received positive coverage across the media and a piece on the series was featured and selected as a top editor highlight in the magazine, Construction Today.

African Catalyst

EAP continued to support engineering bodies in Rwanda, Nigeria and Uganda to strengthen local engineering capacity as part of the Royal Academy of Engineering's Africa Catalyst programme. A core part of this work is centred on improving the opportunities of engineering graduates through internship placements. Our evaluation of the programme over the past year showed positive results.

- 100% of the interns interviewed for the evaluation reported with confidence that both their soft and technical skills had increased. These skills ranged from operations and handling to accurately plotting boundaries to leadership and supervision.
- 100% of the interns reported that their level of confidence to perform a specific task had increased.
- 100% of the interns reported that their potential for employment had increased as a result of the project and many started applying for jobs soon after the placements.

Influencing

In 2021 we continued to facilitate discussion and generate debate on key infrastructure issues. Key moments included:

- Bringing together influential thinkers and leaders at the OECD Anti-Corruption and Integrity Forum in March. Here we discussed the role of technology and innovative approaches in financing to help build infrastructure back better.
- We investigated the transparency of UK infrastructure, looking to transport, roads and health projects delivered for Covid-19 and finding a concerning lack of transparency. We took part in the UK Government consultation on its 'Transforming Public Procurement' paper, highlighting the need to focus more heavily on infrastructure procurement.
- We published opinion pieces, featuring the voice of our staff, board and external experts for World Engineering Day, COP26 and UNESCO events.

ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the year ended 31 December 2021

CoST - the Infrastructure Transparency Initiative

EAP continued to host the International Secretariat of CoST - the Infrastructure Transparency Initiative (CoST). CoST works with 20 members worldwide and is one of the leading global organisations working to improve transparency, participation and accountability in infrastructure. A selection of its successes in 2021 are below.

CoST member achievements

- By the end of 2020, CoST supported the publication of data on 19,076 projects in line with the CoST Infrastructure Data Standard (CoST IDS), bringing the accumulative total to an impressive 76,767 projects globally.
- Despite the restrictions imposed by Covid-19, CoST members used innovative methods to train over 6848 government, civil society and private sector stakeholders on disclosing and using infrastructure data.
- CoST Uganda held impactful community events to highlight water project management issues affecting farmers. This led to a commitment from local decision makers to improve the projects and extend the water supply to more farmers so they too can benefit. Other members such as Afghanistan and Guatemala have been raising awareness on water infrastructure projects to help mitigate the impact of climate change.
- New members Dominican Republic and Bogota (Colombia) joined the initiative with bold commitments to improve infrastructure in their contexts.
- Members continue to innovate and include marginalised representatives in their public participation activity, with member outreach now extending to more indigenous groups, youth and females.

CoST International Secretariat achievements

- The CoST IS delivered a robust guidance package to help members and others achieve greater impact across the core features of CoST, to address pressing global issues and stay on top of new trends. This included guidance on a more gender-inclusive approach, how to apply CoST in crisis settings and how to use key technology to catalyse results.
- CoST shared key lessons from its work improving public-private partnership (PPP) projects. This reflects on the impact seen from heightening PPP transparency in Honduras which led to institutional change and the cancellation of a project set to bankrupt the country.
- The secretariat continued to influence global debate on infrastructure issues by organising key events, including at the C20 Summit, US Summit for Democracy and the Open Government Partnership Summit.

Support of organisations

The work of EAP would not have been possible without the tremendous support of a range of organisations including:

CoST - the Infrastructure Transparency Initiative
FIDIC International Federation of Consulting Engineers
Foreign Commonwealth and Development Office
Hogan Lovells
Institution of Chemical Engineers
Institution of Engineers Rwanda
London Southbank University
Nigerian Institution of Mechanical Engineers
Royal Academy of Engineering
Transparency International Australia
Uganda Institution of Professional Engineers.

Support of individuals

The trustees express their sincere gratitude to all the individuals who have supported the Charity's work in 2021 but are too numerous to mention here.

FINANCIAL REVIEW

Accounts

The accounts for the year ended 31 December 2021 are shown in this annual report. The trustees consider that the reserves are sufficient to meet its needs and obligations. All funds are held on short term deposit.

Unrestricted Fund

The balance of unrestricted funds at 31 December 2021 was £464,983 (2020: £558,881) .

ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the year ended 31 December 2021

Reserves

The trustees have established a Reserves Policy that considers the level of reserves sufficient to protect the organisation and its charitable programme by providing time to adjust to changing financial circumstances. This limits the risk of disruption to the programme in the event of a shortfall in any of EAP's various sources of income, or an unexpected need for additional expenditure. On 30 June 2021 we reviewed our reserves policy to reflect our reduced operating costs and the scaling down of some of our programmes. The new reserves figure will cover six months operating costs, our office lease and other commitments. The trustees consider this level of reserves to be acceptable. At the year-end there were unrestricted funds of £464,983. Of this £260,000 is considered by the trustees to be held as reserves. £204,983 of the unrestricted funds is considered to be free reserves which EAP will use to carry out its charitable objectives.

Going concern

The trustees have assessed the financial position of the charitable company and assessed the impact of COVID-19. The charity's income has dropped £64,745 with a large proportion due to the difficulty in obtaining new funding in the present climate. The charity has been able to utilise the financial support from the government by claiming grants from the Coronavirus Job Retention Scheme. In June 2022 FCDO confirmed that £1m has been approved for CoST in 2022-23 with £1m approved in principle for 2023-24 and 2024-25, a total of £3m. This will allow EAP to have sufficient resources without cutting costs to meet its liabilities as they fall due for at least twelve months and secure its financial position in the longer term.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Engineers Against Poverty for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

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

AUDITORS

The auditors, Magma Audit LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on14 JULY 2022..... and signed on its behalf by:



.....
J Downham - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ENGINEERS AGAINST POVERTY

Opinion

We have audited the financial statements of Engineers Against Poverty (the 'charitable company') for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ENGINEERS AGAINST POVERTY**

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charity and the industry, we have identified that the principal risks of non-compliance with laws and regulations and we have considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as Companies Act 2006 and The Charities of Recommended Practice (SORP). We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to posting inappropriate journal entries, and management bias in accounting estimates. Audit procedures performed included:

- Enquired with management for consideration of known or suspected instances of non-compliance with laws and regulations and fraud.
- Challenging assumptions made by management in their accounting estimates.
- Identifying and testing journal entries, in particular any journal entries posted with unusual account combinations, journal entries crediting revenue, journal entries crediting cash and journal entries with specific defined descriptions.

There are inherent limitations in the audit procedures describes above and the further removed non-compliant with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting in error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentation, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Victoria Craig (Senior Statutory Auditor)
for and on behalf of Magma Audit LLP
Magma House
16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

Date:

ENGINEERS AGAINST POVERTY

**STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2021**

	Notes	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	9,189	-	9,189	230
Charitable activities					
Grant from other institutions	4	23,759	-	23,759	12,800
CoST Charity		395,285	16,032	411,317	507,310
Investment income	3	66	-	66	518
Other income	5	13,589	-	13,589	1,807
Total		441,888	16,032	457,920	522,665
EXPENDITURE ON					
Raising funds	6	67,296	-	67,296	81,377
Charitable activities					
Resources expended	7	447,079	16,032	463,111	593,615
Other		21,411	-	21,411	25,631
Total		535,786	16,032	551,818	700,623
NET INCOME/(EXPENDITURE)		(93,898)	-	(93,898)	(177,958)
RECONCILIATION OF FUNDS					
Total funds brought forward		558,881	8,741	567,622	745,580
TOTAL FUNDS CARRIED FORWARD		464,983	8,741	473,724	567,622

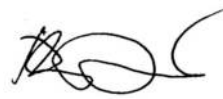
The notes form part of these financial statements


ENGINEERS AGAINST POVERTY
STATEMENT OF FINANCIAL POSITION
31 December 2021

	Notes	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	12	510	-	510	1,813
CURRENT ASSETS					
Debtors	13	75,414	5,000	80,414	110,922
Cash in hand		468,896	3,741	472,637	516,884
		544,310	8,741	553,051	627,806
CREDITORS					
Amounts falling due within one year	14	(79,837)	-	(79,837)	(61,997)
NET CURRENT ASSETS		464,473	8,741	473,214	565,809
TOTAL ASSETS LESS CURRENT LIABILITIES		464,983	8,741	473,724	567,622
NET ASSETS		464,983	8,741	473,724	567,622
FUNDS	16				
Unrestricted funds				464,983	558,881
Restricted funds				8,741	8,741
TOTAL FUNDS				473,724	567,622

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on14 JULY 2022..... and were signed on its behalf by:


.....
P Jowitt - Trustee


.....
J Downham - Trustee

ENGINEERS AGAINST POVERTY
STATEMENT OF CASH FLOWS
for the year ended 31 December 2021

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	<u>(44,304)</u>	<u>(206,973)</u>
Net cash used in operating activities		<u>(44,304)</u>	<u>(206,973)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(9)</u>	<u>(432)</u>
Interest received		<u>66</u>	<u>518</u>
Net cash provided by investing activities		<u>57</u>	<u>86</u>
Change in cash and cash equivalents in the reporting period			
Cash and cash equivalents at the beginning of the reporting period		<u>516,884</u>	<u>723,771</u>
Cash and cash equivalents at the end of the reporting period		<u><u>472,637</u></u>	<u><u>516,884</u></u>

The notes form part of these financial statements

ENGINEERS AGAINST POVERTY

**NOTES TO THE STATEMENT OF CASH FLOWS
for the year ended 31 December 2021**

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021	2020
	£	£
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(93,898)	(177,958)
Adjustments for:		
Depreciation charges	1,312	1,313
Interest received	(66)	(518)
Decrease in debtors	30,508	22,242
Increase/(decrease) in creditors	17,840	(52,052)
	<hr/>	<hr/>
Net cash used in operations	(44,304)	(206,973)
	<hr/> <hr/>	<hr/> <hr/>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/1/21	Cash flow	At 31/12/21
	£	£	£
Net cash			
Cash at bank and in hand	516,884	(44,247)	472,637
	<hr/>	<hr/>	<hr/>
	516,884	(44,247)	472,637
	<hr/>	<hr/>	<hr/>
Total	516,884	(44,247)	472,637
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

The notes form part of these financial statements

ENGINEERS AGAINST POVERTY
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2021

1. ACCOUNTING POLICIES

Company status

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

Summary of significant accounting policies

The principal 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.

Basis of preparing the financial statements

The financial statements of the charitable company, 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', the Charities Act 2011 and the Companies Act 2006.

The presentational currency of the financial statements is sterling (£).

Going concern

The trustees have assessed the financial position of the charitable company following the net expenditure for the prior and current year. At 31 December 2021 the charity had net current assets of £473,214 (2020: £565,809) and net assets of £473,724 (2020: £567,622). The trustees have assessed future cash flow forecasts and the potential impact and consider the charity to have sufficient resources to meet its liabilities as they fall due for at least twelve months from the signing of financial statements and have therefore prepared the financial statements on a going concern basis.

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.

Donated services or facilities are included in income at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised where there is no financial cost borne by a third party.

Consultancy income and income from The Construction Sector Transparency Initiative is recognised once work is completed, excluding value added tax.

Income tax recoverable in relation to donations received under Gift Aid or deed of covenant is recognised at the time of the donation.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs 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. Support costs are those costs incurred directly in support of expenditure on the objects of the charitable company. Irrecoverable VAT is shown in the category of resources expended for which it was incurred.

Charitable activities include direct expenditure associated with providing the charitable services and support costs relating to those activities.

Other resources expended consist of governance costs which include those incurred in the governance of the charitable company and are primarily associated with constitutional and statutory requirements.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical costs includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their useful lives, using a straight line basis, as indicated below.

Depreciation is provided on the following basis:

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2021

1. ACCOUNTING POLICIES - continued

Tangible fixed assets and depreciation

Office equipment and website development - Over 3 years

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the statement of financial activities.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donor's or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The charities restricted fund relates to an element of income received from The Construction Sector Transparency Initiative (CoST) of which is restricted to support CoST in achieving their objective of 'helping participating countries deliver better value from public infrastructure'.

Foreign currencies

At each year end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at the year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of financial activities.

Pensions

The charity contributes to a defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable.

Grants

The company has received funding in the form of grants relating to the Coronavirus Job Retention Scheme (CJRS). The grant funding is released to the Statement of Financial Activities in full in the year the conditions of the grant funding have been met.

Financial instruments

(i) Financial assets

Basic financial assets, including trade and other debtors, cash and bank balances are initially recognised at transaction price, unless the arrangement constitutes as financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Such assets are subsequently carried at amortised cost using the effective interest rate method.

(ii) Financial liabilities

Basic financial liabilities, including trade and other creditors are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2021**

2. DONATIONS AND LEGACIES		2021	2020
		£	£
Donations		8,974	-
Appeals		215	230
		<u>9,189</u>	<u>230</u>
3. INVESTMENT INCOME		2021	2020
		£	£
Interest receivable		66	518
		<u>66</u>	<u>518</u>
4. INCOME FROM CHARITABLE ACTIVITIES		2021	2020
	Activity	£	£
Africa Catalyst Programme	Grant from other institutions	9,712	7,800
Institution of Civil Engineers	Grant from other institutions	-	5,000
TI Australia	Grant from other institutions	14,047	-
CoST	CoST Charity	411,317	507,310
		<u>435,076</u>	<u>520,110</u>
5. OTHER INCOME		2021	2020
		£	£
Government grants		13,589	-
Insurance income		-	1,807
		<u>13,589</u>	<u>1,807</u>
6. RAISING FUNDS			
Raising donations and legacies		2021	2020
		£	£
Staff costs		65,620	79,662
		<u>65,620</u>	<u>79,662</u>
Other trading activities		2021	2020
		£	£
Bank charges		364	402
Depreciation		1,312	1,313
		<u>1,676</u>	<u>1,715</u>
Aggregate amounts		<u>67,296</u>	<u>81,377</u>

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2021

7. CHARITABLE ACTIVITIES COSTS

	Total Funds 2021 £	Total Funds 2020 £
Provision of charitable services:		
Wages	271,649	294,068
Travel and subsistence	1,585	2,766
Consultancy costs	35,372	58,964
Support costs	154,504	237,817
	<u>463,110</u>	<u>593,615</u>

Analysis of support services is as follows:-

	Total Funds 2021 £	Total Funds 2020 £
Wages	77,535	90,655
Rent and other services	24,408	27,760
Insurance	6,196	6,010
Postage and stationery	1,707	3,539
Sundries	18,492	22,686
Subscriptions	1,868	2,786
IT and communications	15,794	13,030
Repairs and renewals	-	56,442
Professional fees	8,504	14,909
	<u>154,504</u>	<u>237,817</u>

8. SUPPORT COSTS

	Governance costs £
Other resources expended	<u>21,411</u>

Support costs, included in the above, are as follows:

	2021 Other resources expended £	2020 Total activities £
Wages	16,421	17,982
Auditors remuneration	4,990	7,649
	<u>21,411</u>	<u>25,631</u>

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2021**

9. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2021	2020
	£	£
Auditors remuneration	4,990	7,649
Depreciation - owned assets	1,312	1,313
Pension costs	11,672	12,729
Operating lease commitments	24,408	27,760
	<u><u> </u></u>	<u><u> </u></u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

Trustees' expenses

During the year, trustees received expenses of £271 (2020: £nil) for travel and other expenses.

11. STAFF COSTS

	2021	2020
	£	£
Wages and salaries	352,803	391,713
	<u><u> </u></u>	<u><u> </u></u>
	352,803	391,713
	<u><u> </u></u>	<u><u> </u></u>

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

	2021	2020
Administration and directorate	3	3
Project Programme Officers	5	6
	<u> </u>	<u> </u>
	8	9
	<u><u> </u></u>	<u><u> </u></u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2021	2020
£60,001 - £70,000	1	1
£70,001 - £80,000	1	1
£100,001 - £110,000	1	-
	<u> </u>	<u> </u>
	3	2
	<u><u> </u></u>	<u><u> </u></u>

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2021**

12. TANGIBLE FIXED ASSETS

	Website £	Office equipment £	Totals £
COST			
At 1 January 2021	2,393	11,502	13,895
Additions	-	9	9
	<u>2,393</u>	<u>11,511</u>	<u>13,904</u>
At 31 December 2021	2,393	11,511	13,904
DEPRECIATION			
At 1 January 2021	2,393	9,689	12,082
Charge for year	-	1,312	1,312
	<u>2,393</u>	<u>11,001</u>	<u>13,394</u>
At 31 December 2021	2,393	11,001	13,394
NET BOOK VALUE			
At 31 December 2021	-	510	510
	<u>-</u>	<u>510</u>	<u>510</u>
At 31 December 2020	-	1,813	1,813
	<u>-</u>	<u>1,813</u>	<u>1,813</u>

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade debtors	9,268	-
Accrued income	49,695	89,328
Other debtors	14,352	14,352
VAT	46	46
Prepayments	7,053	7,196
	<u>80,414</u>	<u>110,922</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade creditors	64,044	38,394
Other creditors	4,970	4,607
Accruals and deferred income	10,823	18,996
	<u>79,837</u>	<u>61,997</u>

15. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2021 £	2020 £
Within one year	23,143	23,143
Between one and five years	6,763	69,947
	<u>29,906</u>	<u>93,090</u>

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2021

16. MOVEMENT IN FUNDS

	At 1/1/21 £	Net movement in funds £	At 31/12/21 £
Unrestricted funds			
General fund	558,881	(93,898)	464,983
Restricted funds			
Restricted	8,741	-	8,741
TOTAL FUNDS	<u>567,622</u>	<u>(93,898)</u>	<u>473,724</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	441,888	(535,786)	(93,898)
Restricted funds			
Restricted	16,032	(16,032)	-
TOTAL FUNDS	<u>457,920</u>	<u>(551,818)</u>	<u>(93,898)</u>

Comparatives for movement in funds

	At 1/1/20 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
General fund	741,839	(182,958)	558,881
Restricted funds			
Restricted	3,741	5,000	8,741
TOTAL FUNDS	<u>745,580</u>	<u>(177,958)</u>	<u>567,622</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	479,152	(662,110)	(182,958)
Restricted funds			
Restricted	43,513	(38,513)	5,000
TOTAL FUNDS	<u>522,665</u>	<u>(700,623)</u>	<u>(177,958)</u>

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2021**

16. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/1/20 £	Net movement in funds £	At 31/12/21 £
Unrestricted funds			
General fund	741,839	(276,856)	464,983
Restricted funds			
Restricted	3,741	5,000	8,741
TOTAL FUNDS	<u>745,580</u>	<u>(271,856)</u>	<u>473,724</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	921,040	(1,197,896)	(276,856)
Restricted funds			
Restricted	59,545	(54,545)	5,000
TOTAL FUNDS	<u>980,585</u>	<u>(1,252,441)</u>	<u>(271,856)</u>

17. EMPLOYEE BENEFIT OBLIGATIONS

At the year end the total pensions payable were £4,065 (2020: £3,080).

18. RELATED PARTY DISCLOSURES

Engineers Against Poverty undertakes the day to day management and finance function of a connected charity. Petter Matthews, the Executive Director of Engineers Against Poverty, is also a Trustee of the connected charity. During the year, the Engineers Against Poverty recharged £411,317 (2020: £507,310) relating to workshop costs and staff time incurred on behalf of the connected charity. At the year end included in debtors there was accrued income of £32,619 (2020: £89,328) and trade debtors of £9,250 (2020: £nil). The recharge includes an element of Petter Matthew's time.

19. POST BALANCE SHEET EVENTS

On 24 February 2022 Russia began its invasion of Ukraine which at the date of this report is still ongoing and it is uncertain how the conflict will end. This resulted in the announcement of sanctions against Russia. Given the interconnected nature of the modern world this conflict has an indirect impact on the UK economy through the sanctions imposed. The trustees have considered the impact of this conflict on the charity and consider that the charity has adequate resources to continue in operational existence for the foreseeable future despite the potential economic impact on the worldwide economy.

ENGINEERS AGAINST POVERTY

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2021**

	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS				
Donations and legacies				
Donations	8,974	-	8,974	-
Appeals	215	-	215	230
	<u>9,189</u>	<u>-</u>	<u>9,189</u>	<u>230</u>
Investment income				
Interest receivable	66	-	66	518
Charitable activities				
CoST	395,285	16,032	411,317	507,310
Africa Catalyst Programme	9,712	-	9,712	7,800
Institution of Civil Engineers	-	-	-	5,000
TI Australia	14,047	-	14,047	-
	<u>419,044</u>	<u>16,032</u>	<u>435,076</u>	<u>520,110</u>
Other income				
Government grants	13,589	-	13,589	-
Insurance income	-	-	-	1,807
	<u>13,589</u>	<u>-</u>	<u>13,589</u>	<u>1,807</u>
Total incoming resources	441,888	16,032	457,920	522,665
EXPENDITURE				
Raising donations and legacies				
Wages	65,620	-	65,620	79,662
Other trading activities				
Bank charges	364	-	364	402
Depreciation of tangible fixed assets	1,312	-	1,312	1,313
	<u>1,676</u>	<u>-</u>	<u>1,676</u>	<u>1,715</u>
Charitable activities				
Wages	270,762	-	270,762	294,069
Sundries	-	16,032	16,032	38,513
Support costs	174,732	-	174,732	258,267
Travel and subsistence	1,585	-	1,585	2,766
	<u>447,079</u>	<u>16,032</u>	<u>463,111</u>	<u>593,615</u>
Support costs				
Governance costs				
Wages	16,421	-	16,421	17,982
Auditors remuneration	4,990	-	4,990	7,649
	<u>21,411</u>	<u>-</u>	<u>21,411</u>	<u>25,631</u>

This page does not form part of the statutory financial statements

ENGINEERS AGAINST POVERTY

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2021

	Unrestricted funds £	Restricted funds £	2021 Total funds £	2020 Total funds £
Total resources expended	<u>535,786</u>	<u>16,032</u>	<u>551,818</u>	<u>700,623</u>
Net (expenditure)/income	<u>(93,898)</u>	<u>-</u>	<u>(93,898)</u>	<u>(177,958)</u>

This page does not form part of the statutory financial statements

ENGINEERS AGAINST POVERTY

England & Wales - Charity number 1071974

Accounts

REGISTERED COMPANY NUMBER: 03613056 (England and Wales)
REGISTERED CHARITY NUMBER: 1071974

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020
FOR
ENGINEERS AGAINST POVERTY**

Magma Audit LLP
Magma House
16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

ENGINEERS AGAINST POVERTY
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for the year ended 31 December 2020

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ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the year ended 31 December 2020

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, 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).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03613056 (England and Wales)

Registered Charity number

1071974

Registered office

6th Floor Alliance House
29-30 High Holborn
London
WC1V 6AZ

Trustees

Professor P Jowitt	Chair
J Downham	Treasurer
J Hodges	
A Marshall	
R Watermeyer	
Professor G Ofori	
Dr P Parikh	

Company Secretary

S Henderson

Auditors

Magma Audit LLP
Magma House
16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

Bankers

National Westminster Bank Plc
PO Box 113, Cavell House
2a Charing Cross Road
London
WC2H 0NN

REFERENCE AND ADMINISTRATIVE DETAILS

The following people were employed by EAP during 2020:

Petter Matthews - Executive Director
John Hawkins - Head of Programmes
Sean Henderson- Senior Finance & Administration Officer
Charlotte Broyd-Communications Manager
Maria Prado - Senior Policy & Advocacy Adviser
Tippi Creed Waring - Communications Officer
Nora Pesheva - Office Administrator
Amanda Oduka - Programme Manager

resigned 13 May 2021
resigned 9 March 2021

ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the year ended 31 December 2020

FINANCIAL INSTRUMENTS

The principal financial instruments of the charity comprise bank balances, other receivables and other payables. The main purpose of these instruments is to raise funds for the charity's operations and to finance its continuing operations. Liquidity risk is managed by the use of a bank balance along with efficient monitoring of cash flows to ensure there are sufficient funds to meet liabilities.

Management of major risks

The trustees retain responsibility for a system of internal controls that are designed to manage major risks. These systems provide reasonable but not absolute assurance against inappropriate or ineffective use of resources and against the risk of errors or fraud. The trustees delegate authority to the Executive Director to conduct regular reviews of the major strategic and operational risks that Engineers Against Poverty (EAP) faces and the ways in which they are being monitored, managed and mitigated. The outcomes of this review are reported to the trustees by the Executive Director and changes in policy are made where necessary. The trustees are satisfied with the systems in place to monitor, manage and mitigate EAP's exposure to major risks.

OBJECTIVES AND ACTIVITIES

Objects

The objects of the Charity are for the relief of poverty in particular by assisting in the provision of engineering support for projects and programmes for the relief of poverty anywhere in the world.

Our approach

Our goal is to scale-up our influence on global infrastructure policy and practice to promote sustainable social, climate and economic impacts that contribute towards the elimination of poverty.

Our goal is centred around three areas of work, to:

- Improve infrastructure governance and public investment management through increased transparency, participation and accountability
- Foster social equity and inclusive growth through fair opportunities for local enterprises as well as decent jobs and working conditions
- Mitigate the impact of climate change on the poor and vulnerable through sustainable and resilient infrastructure

How we achieve our goal

We achieve our goal by producing innovative knowledge products. For the most part these are concise policy and practice briefings which draw on our existing and new research and provide evidence, analysis and policy and/or practice recommendations.

Our knowledge products are core to our advocacy strategy which sees that we act as a trusted adviser to governments, international institutions, the private sector and civil society and that we facilitate multi-stakeholder partnerships to build capacity in the sector.

Policies

The trustees are responsible for establishing the policies that guide the work of the Charity. These policies are designed to make the most effective and efficient use of the resources at its disposal. They are also designed to ensure that EAP meets its obligations to its project partners, corporate and individual supporters and staff. Responsibility for implementing these policies on a day-to-day basis is delegated to the Executive Director who reports to the trustees on a regular basis.

Restrictions

There are no restrictions in the governing documents as to how Engineers Against Poverty may operate.

Investment Powers

There are no powers to make investments other than in bank accounts and there is no intention to build up an investment fund.

Charitable Contributions

All programme expenditure is for charitable purposes, but no direct contributions for charitable purposes have been made.

ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the year ended 31 December 2020

PUBLIC BENEFIT

The trustees have noted the duty in section 4 of the Charities Act 2006 and the guidance of the Charity Commission with regard to public benefit. All our activities are for the public benefit, but we highlight in particular:

Our promotion of transparency and accountability in infrastructure investment benefits a broad section of the public. The benefits are realised through obtaining better value from public investment and delivering better quality infrastructure and services. All those who pay taxes and use public services are likely to benefit.

Our policy work directly influences high-level decision makers in governments and international agencies. Because of our advice public policy is more closely aligned with the needs of poor and marginalised people.

Our capacity building support strengthens institutions and empowers individuals. Institutions become more effective and individuals are better able to secure their rights and realise their potential.

Our outreach work informs and empowers people. It provides practical solutions to the problems of poverty aimed at policy makers and practitioners. It also provides data that is useful to researchers and can contribute to better public policy.

ACHIEVEMENTS AND PERFORMANCES

EAP Insights

EAP launched a flagship new policy and research series in 2020 called EAP Insights, which draws on EAP knowledge and expertise on issues spanning social equity and inclusive growth, infrastructure governance, and sustainable and resilient infrastructure. EAP Insights kicked off with the Changing the Game series, which dives into key issues in Mega Sport Event (MSE) infrastructure delivery. The first paper, published in 2020, makes recommendations to improve the core issues affecting construction workers including to address unsafe working conditions, unsustainable employment, routine delayed or late payment, and a lack of grievance mechanisms. Research was completed for the second and third papers and both will be published in 2021. The second paper explores the corruption and integrity risks in MSE infrastructure, looking at how transparency, collaboration and effective channels to report wrongdoing can address the issue. The third publication focusses on improving accountability in the events, which, left unaddressed catalyses the corruption risks and often results in projects with a shelf life.

African Catalyst

EAP continued to support engineering bodies in Rwanda, Nigeria and Uganda to strengthen local engineering capacity as part of the Royal Academy of Engineering's Africa Catalyst programme. A core part of this work is centred on improving the opportunities of engineering graduates through internship placements and some key highlights are listed below.

- EAP participated in the online launch event for the Nigerian Institution of Mechanical Engineers (NIMCHE) internship programme in July. High level participants joined the event including the President of the Nigerian Society of Engineers where the significance of the programme in developing engineering capacity was highlighted.
- In December, EAP held a webinar which introduced participants from NIMECHE to the key tenets of monitoring, evaluation, accountability and learning (MEAL) and its value in strengthening the organisation. Attendees included members from the NIMECHE national executive council, its chapters, graduate mechanical engineers and the national student leadership.
- EAP delivered the key-note speech at an event held by the Institute of Engineers Rwanda (IER) in December. This centred on the relationship between EAP and IER since 201 and the challenges faced by women engineers in Rwanda. It also touched on EAP's forthcoming evaluation of the IER internship programme, which will outline how the programme has achieved its intended results alongside ways to further opportunities for engineering graduates.

ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the year ended 31 December 2020

CoST - the Infrastructure Transparency Initiative

EAP continued to host the International Secretariat of CoST - the Infrastructure Transparency Initiative (CoST). CoST works with 19 members worldwide and is one of the leading global organisations working to improve transparency, participation and accountability in infrastructure. CoST members and the CoST International secretariat (CoST IS) achieved a number of successes throughout 2020, a selection of which are below.

CoST member achievements

- By the end of 2020, CoST supported the publication of data on 19,950 projects in line with the CoST Infrastructure Data Standard (CoST IDS), bringing the cumulative total to 57,691 projects globally.
- Despite the restrictions imposed by Covid-19, CoST members have used innovative methods to train over 2300 government, civil society and private sector stakeholders on disclosing and using infrastructure data. This includes 577 members of the private sector, who particularly benefitted from enhanced knowledge of national procurement processes to gain access to bidding opportunities.
- Water sector reforms were introduced in Afghanistan and Guatemala based on the findings from CoST reports.
- Findings from a CoST Malawi report resolved the Ministry of Health to allocate additional funding for a new cancer hospital ensuring patients will receive life-saving treatment.

CoST International Secretariat achievements

- CoST launched the methodology of the first-of-its-kind Infrastructure Transparency Index (ITI) to mark International Anti-Corruption Day 2020.
- With travel restricted and in-person technical assistance to its members no longer a possibility, the CoST IS embarked on developing a robust guidance package which included the guidance note Improving infrastructure transparency, participation and accountability during a crisis.
- CoST published its new Business Plan 2020-2025 Strengthening economies and improving lives, demonstrating how it can meet pressing global issues such as Covid-19, climate change and shrinking civic space.

Support of organisations

The work of EAP would not have been possible without the tremendous support of a range of organisations including:

CoST - the Infrastructure Transparency Initiative
FIDIC International Federation of Consulting Engineers
Foreign Commonwealth and Development Office
Hogan Lovells
Institution of Chemical Engineers
Institution of Engineers Rwanda
London Southbank University
Nigerian Institution of Mechanical Engineers
Royal Academy of Engineering
Uganda Institution of Professional Engineers.

Support of individuals

The trustees express their sincere gratitude to all the individuals who have supported the Charity's work in 2020 but are too numerous to mention here.

FINANCIAL REVIEW

Accounts

The accounts for the year ended 31 December 2020 are shown in this annual report. The trustees consider that the reserves are sufficient to meet its needs and obligations. All funds are held on short term deposit.

ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the year ended 31 December 2020

Unrestricted Fund

The balance of unrestricted funds at 31 December 2020 was £558,881 (2019: £741,839) .

Reserves

The trustees have established a Reserves Policy that considers the level of reserves sufficient to protect the organisation and its charitable programme by providing time to adjust to changing financial circumstances. This limits the risk of disruption to the programme in the event of a shortfall in any of EAP's various sources of income, or an unexpected need for additional expenditure. In 2019 we held £505,000 as reserves. At the time this was equivalent to eight months operating costs. On 30 June 2021 we reviewed our reserves policy to reflect our reduced operating costs and the scaling down of some of our programmes. The new reserves figure will cover six months operating costs, our office lease and other commitments. The trustees consider this level of reserves to be acceptable. At the year-end there were unrestricted funds of £558,881. Of this £302,000 is considered by the trustees to be held as reserves. £256,881 of the unrestricted funds is considered to be free reserves which EAP will use to carry out its charitable objectives.

Going concern

The trustees have assess the financial position of the charitable company and assessed the impact of COVID-19. The charity's income has dropped £273,632 with a large proportion due to the difficulty in obtaining new funding in the present climate. The charity has been able to utilise the financial support from the government by claiming grants from the Coronavirus Job Retention Scheme. The trustees are in negotiation for obtaining future funding and believe that the charity will also be able to obtain additional income which will allow the charity to have sufficient resources without cutting costs to meet its liabilities as they fall due for at least twelve months

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Engineers Against Poverty for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

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

AUDITORS

The auditors, Magma Audit LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on .12.August.2021..... and signed on its behalf by:



.....
J Downham - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ENGINEERS AGAINST POVERTY

Opinion

We have audited the financial statements of Engineers Against Poverty (the 'charitable company') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ENGINEERS AGAINST POVERTY

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charity and the industry, we have identified that the principal risks of non-compliance with laws and regulations and we have considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks were related to posting inappropriate journal entries, and management bias in accounting estimates. Audit procedures performed included:

- Enquires with management for consideration of known or suspected instances of non-compliance with laws and regulations and fraud.
- Challenging assumptions made by management in their accounting estimates.
- Identifying and testing journal entries, in particular any journal entries posted with unusual account combinations, journal entries crediting revenue, journal entries crediting cash and journal entries with specific defined descriptions.

There are inherent limitations in the audit procedures describes above and the further removed non-compliant with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting in error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentation, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Richard Lodder (Senior Statutory Auditor)
for and on behalf of Magma Audit LLP
Magma House
16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

Date:

ENGINEERS AGAINST POVERTY
STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2020

	Notes	Unrestricted fund £	Restricted fund £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	230	-	230	579
Charitable activities					
Grant from other institutions	4	7,800	5,000	12,800	8,000
Consultancy fees		-	-	-	110,004
CoST Charity		468,797	38,513	507,310	676,552
Investment income	3	518	-	518	1,162
Other income		1,807	-	1,807	-
Total		479,152	43,513	522,665	796,297
EXPENDITURE ON					
Raising funds	5	81,377	-	81,377	16,183
Charitable activities					
Resources expended	6	555,102	38,513	593,615	662,801
Other		25,631	-	25,631	26,542
Total		662,110	38,513	700,623	705,526
NET INCOME/(EXPENDITURE)		(182,958)	5,000	(177,958)	90,771
RECONCILIATION OF FUNDS					
Total funds brought forward		741,839	3,741	745,580	654,809
TOTAL FUNDS CARRIED FORWARD		558,881	8,741	567,622	745,580

The notes form part of these financial statements

ENGINEERS AGAINST POVERTY
STATEMENT OF FINANCIAL POSITION
31 December 2020

	Notes	Unrestricted fund £	Restricted fund £	2020 Total funds £	2019 Total funds £
FIXED ASSETS					
Tangible assets	11	1,813	-	1,813	2,694
CURRENT ASSETS					
Debtors	12	105,922	5,000	110,922	133,164
Cash in hand		513,143	3,741	516,884	723,771
		<u>619,065</u>	<u>8,741</u>	<u>627,806</u>	<u>856,935</u>
CREDITORS					
Amounts falling due within one year	13	(61,997)	-	(61,997)	(114,049)
NET CURRENT ASSETS					
		<u>557,068</u>	<u>8,741</u>	<u>565,809</u>	<u>742,886</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>558,881</u>	<u>8,741</u>	<u>567,622</u>	<u>745,580</u>
NET ASSETS					
		<u>558,881</u>	<u>8,741</u>	<u>567,622</u>	<u>745,580</u>
FUNDS					
Unrestricted funds	15			558,881	741,839
Restricted funds				8,741	3,741
TOTAL FUNDS					
				<u>567,622</u>	<u>745,580</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on ...12 August 2021..... and were signed on its behalf by:



.....
P Jowitt - Trustee



.....
J Downham - Trustee

ENGINEERS AGAINST POVERTY

**NOTES TO THE STATEMENT OF CASH FLOWS
for the year ended 31 December 2020**

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020	2019
	£	£
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(177,958)	90,771
Adjustments for:		
Depreciation charges	1,313	1,312
Interest received	(518)	(1,162)
Decrease/(increase) in debtors	22,242	(1,238)
(Decrease)/increase in creditors	(52,052)	46,982
Net cash (used in)/provided by operations	(206,973)	136,665

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/1/20	Cash flow	At 31/12/20
	£	£	£
Net cash			
Cash at bank and in hand	723,771	(206,887)	516,884
	723,771	(206,887)	516,884
Total	723,771	(206,887)	516,884

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 December 2020

1. ACCOUNTING POLICIES

Company status

The company is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

Summary of significant accounting policies

The principal 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.

Basis of preparing the financial statements

The financial statements of the charitable company, 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', the Charities Act 2011 and the Companies Act 2006.

The presentational currency of the financial statements is sterling (£).

Going concern

The trustees have assessed the financial position of the charitable company. At 31 December 2020 the charity had net current assets of £565,809 (2019: £742,886) and net assets of £567,622 (2019: £745,580). The trustees have assessed future cash flow forecasts and the potential impact and consider the charity to have sufficient resources to meet its liabilities as they fall due for at least twelve months from the signing of financial statements and have therefore prepared the financial statements on a going concern basis.

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.

Donated services or facilities, which comprise donated services, are included in income at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised where there is no financial cost borne by a third party.

Consultancy income and income from The Construction Sector Transparency Initiative is recognised once work is completed, excluding value added tax.

Income tax recoverable in relation to donations received under Gift Aid or deed of covenant is recognised at the time of the donation.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs 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. Support costs are those costs incurred directly in support of expenditure on the objects of the charitable company. Irrecoverable VAT is shown in the category of resources expended for which it was incurred.

Charitable activities include direct expenditure associated with providing the charitable services and support costs relating to those activities.

Other resources expended consist of governance costs which include those incurred in the governance of the charitable company and are primarily associated with constitutional and statutory requirements.

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - continued for the year ended 31 December 2020

1. ACCOUNTING POLICIES - continued

Tangible fixed assets and depreciation

Tangible fixed assets are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical costs includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the cost of assets less their residual value over their useful lives, using a straight line, as indicated below.

Depreciation is provided on the following basis:

Office equipment and website
development - Over 3 years

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donor's or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The charity's restricted fund relates to an element of income received from The Construction Sector Transparency Initiative (CoST) of which is restricted to support CoST in achieving their objective of 'helping participating countries deliver better value from public infrastructure'.

Foreign currencies

At each year end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at the year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of financial activities.

Pensions

The charity contributes to a defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable.

Financial instruments

(i) Financial assets

Basic financial assets, including trade and other debtors, cash and bank balances are initially recognised at transaction price, unless the arrangement constitutes as financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Such assets are subsequently carried at amortised cost using the effective interest rate method.

(ii) Financial liabilities

Basic financial liabilities, including trade and other creditors are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2020**

2. DONATIONS AND LEGACIES		2020	2019
		£	£
Sponsored fundraising events		-	263
Appeals		230	316
		<u>230</u>	<u>579</u>
3. INVESTMENT INCOME		2020	2019
		£	£
Interest receivable		518	1,162
		<u>518</u>	<u>1,162</u>
4. INCOME FROM CHARITABLE ACTIVITIES		2020	2019
		£	£
Africa Catalyst Programme	Activity	7,800	8,000
Institution of Civil Engineers	Grant from other institutions	5,000	-
Consultancy fees	Grant from other institutions	-	110,004
CoST	Consultancy fees	507,310	676,552
	CoST Charity	<u>520,110</u>	<u>794,556</u>
5. RAISING FUNDS			
Raising donations and legacies		2020	2019
		£	£
Staff costs		79,662	15,169
		<u>79,662</u>	<u>15,169</u>
Other trading activities		2020	2019
		£	£
Bank charges		402	(298)
Depreciation		1,313	1,312
		<u>1,715</u>	<u>1,014</u>
Aggregate amounts		<u>81,377</u>	<u>16,183</u>

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2020**

6. CHARITABLE ACTIVITIES COSTS

	Total Funds 2020 £	Total Funds 2019 £
Provision of charitable services:		
Wages	294,068	261,538
Travel and subsistence	2,766	6,164
Consultancy costs	58,964	249,312
Support costs	237,817	145,787
	<hr/> 593,615 <hr/>	<hr/> 662,801 <hr/>

Analysis of support services is as follows:-

	Total Funds 2020 £	Total Funds 2019 £
Wages	90,655	58,149
Rent and other services	27,760	48,124
Insurance	6,010	5,587
Postage and stationery	3,539	3,854
Sundries	22,686	17,772
Subscriptions	2,786	1,095
IT and communications	13,030	11,206
Repairs and renewals	56,442	-
Professional fees	14,909	-
	<hr/> 237,817 <hr/>	<hr/> 145,787 <hr/>

7. SUPPORT COSTS

	Governance costs £
Other resources expended	25,631

Support costs, included in the above, are as follows:

	2020 Other resources expended £	2019 Total activities £
Wages	17,982	20,615
Auditors remuneration	7,649	5,927
	<hr/> 25,631 <hr/>	<hr/> 26,542 <hr/>

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2020**

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2020	2019
	£	£
Auditors remuneration	7,649	5,927
Depreciation - owned assets	1,313	1,312
Pension costs	12,729	11,743
Operating lease commitments	27,760	48,124
	<u><u> </u></u>	<u><u> </u></u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

Trustees' expenses

During the year, trustees received expenses of £nil (2019: £1,862) for travel and other expenses.

10. STAFF COSTS

	2020	2019
	£	£
Wages and salaries	391,713	297,322
	<u><u> </u></u>	<u><u> </u></u>
	391,713	297,322
	<u><u> </u></u>	<u><u> </u></u>

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

	2020	2019
Administration and directorate	3	3
Project Programme Officers	6	5
	<u> </u>	<u> </u>
	9	8
	<u><u> </u></u>	<u><u> </u></u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	2020	2019
£60,001 - £70,000	1	1
£70,001 - £80,000	1	1
	<u> </u>	<u> </u>
	2	2
	<u><u> </u></u>	<u><u> </u></u>

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2020**

11. TANGIBLE FIXED ASSETS

	Website £	Office equipment £	Totals £
COST			
At 1 January 2020	2,393	11,070	13,463
Additions	-	432	432
	<u>2,393</u>	<u>11,502</u>	<u>13,895</u>
At 31 December 2020	2,393	11,502	13,895
DEPRECIATION			
At 1 January 2020	2,393	8,376	10,769
Charge for year	-	1,313	1,313
	<u>2,393</u>	<u>9,689</u>	<u>12,082</u>
At 31 December 2020	2,393	9,689	12,082
NET BOOK VALUE			
At 31 December 2020	-	1,813	1,813
	<u>-</u>	<u>1,813</u>	<u>1,813</u>
At 31 December 2019	-	2,694	2,694
	<u>-</u>	<u>2,694</u>	<u>2,694</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Accrued income	89,328	129,785
Other debtors	14,352	-
VAT	46	-
Prepayments	7,196	3,379
	<u>110,922</u>	<u>133,164</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade creditors	38,394	90,828
VAT	-	285
Other creditors	4,607	8,066
Accruals and deferred income	18,996	14,870
	<u>61,997</u>	<u>114,049</u>

14. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020 £	2019 £
Within one year	23,143	10,345
Between one and five years	69,947	-
	<u>93,090</u>	<u>10,345</u>

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2020

15. MOVEMENT IN FUNDS

	At 1/1/20 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
General fund	741,839	(182,958)	558,881
Restricted funds			
Restricted	3,741	5,000	8,741
TOTAL FUNDS	745,580	(177,958)	567,622

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	479,152	(662,110)	(182,958)
Restricted funds			
Restricted	43,513	(38,513)	5,000
TOTAL FUNDS	522,665	(700,623)	(177,958)

Comparatives for movement in funds

	At 1/1/19 £	Net movement in funds £	At 31/12/19 £
Unrestricted funds			
General fund	634,856	106,983	741,839
Restricted funds			
Restricted	19,953	(16,212)	3,741
TOTAL FUNDS	654,809	90,771	745,580

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	731,334	(624,351)	106,983
Restricted funds			
Restricted	64,963	(81,175)	(16,212)
TOTAL FUNDS	796,297	(705,526)	90,771

ENGINEERS AGAINST POVERTY

**NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2020**

15. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/1/19 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
General fund	634,856	(75,975)	558,881
Restricted funds			
Restricted	19,953	(11,212)	8,741
TOTAL FUNDS	<u>654,809</u>	<u>(87,187)</u>	<u>567,622</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,210,486	(1,286,461)	(75,975)
Restricted funds			
Restricted	108,476	(119,688)	(11,212)
TOTAL FUNDS	<u>1,318,962</u>	<u>(1,406,149)</u>	<u>(87,187)</u>

16. EMPLOYEE BENEFIT OBLIGATIONS

At the year end the total pensions payable were £3,080 (2019: £4,934).

17. RELATED PARTY DISCLOSURES

Engineers Against Poverty undertakes the day to day management and finance function of a connected charity. Petter Matthews, the Executive Director of Engineers Against Poverty, is also a Trustee of the connected charity. During the year, the Engineers Against Poverty recharged £507,310 (2019: £676,553) relating to workshop costs and staff time incurred on behalf of the connected charity. At the year end included in debtors there was accrued income of £89,328 (2019: £129,731). The recharge includes an element of Petter Matthew's time.

ENGINEERS AGAINST POVERTY
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2020

	Unrestricted funds £	Restricted funds £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS				
Donations and legacies				
Sponsored fundraising events	-	-	-	263
Appeals	230	-	230	316
	230	-	230	579
Investment income				
Interest receivable	518	-	518	1,162
Charitable activities				
Consultancy fees	-	-	-	110,004
CoST	468,797	38,513	507,310	676,552
Africa Catalyst Programme	7,800	-	7,800	8,000
Institution of Civil Engineers	-	5,000	5,000	-
	476,597	43,513	520,110	794,556
Other income				
Exceptional items	1,807	-	1,807	-
Total incoming resources	479,152	43,513	522,665	796,297
EXPENDITURE				
Raising donations and legacies				
Wages	79,662	-	79,662	15,169
Other trading activities				
Bank charges	402	-	402	(298)
Depreciation of tangible fixed assets	1,313	-	1,313	1,312
	1,715	-	1,715	1,014
Charitable activities				
Wages	294,069	-	294,069	261,538
Sundries	-	38,513	38,513	64,963
Support costs	258,267	-	258,267	330,136
Travel and subsistence	2,766	-	2,766	6,164
	555,102	38,513	593,615	662,801
Support costs				
Governance costs				
Wages	17,982	-	17,982	20,615
Auditors remuneration	7,649	-	7,649	5,927
	25,631	-	25,631	26,542
Total resources expended	662,110	38,513	700,623	705,526
Net income	(182,958)	5,000	(177,958)	90,771

This page does not form part of the statutory financial statements