

**REGISTERED COMPANY NUMBER: 04769362 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 1101556**

**Report of the Trustees and**  
**Financial Statements for the Year Ended 31 December 2022**  
**for**  
**Afrika Tikkun UK**

Grant Harrod Lerman Davis LLP  
Chartered Accountants  
Statutory Auditors  
1st Floor  
Healthaid House  
Marlborough Hill  
Harrow  
Middlesex  
HA1 1UD

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for the year ended 31 December 2022**

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**Afrika Tikkun UK**

**Reference and Administrative Details  
for the year ended 31 December 2022**

<b>TRUSTEES</b>	G Lubner CEO E Beinart Chief Executive L Bergman Management Consultant K De Gier-Formanek CEO J A Julyan Barrister N Olsha Solicitor H W Sinclair Business Development
<b>COMPANY SECRETARY</b>	Stonehage Fleming Services Limited
<b>REGISTERED OFFICE</b>	15 Suffolk Street London SW1Y 4HG
<b>REGISTERED COMPANY NUMBER</b>	04769362 (England and Wales)
<b>REGISTERED CHARITY NUMBER</b>	1101556
<b>AUDITORS</b>	Grant Harrod Lerman Davis LLP Chartered Accountants Statutory Auditors 1st Floor Healthaid House Marlborough Hill Harrow Middlesex HA1 1UD
<b>LEGAL ADVISORS</b>	Maitland & Co 5th Floor 44-48 Dover Street London W1S 4NX
<b>BANKERS</b>	Barclays Bank 68 Evington Rd Leicester LE2 1HJ

**Chief Executive Officer**  
Carole Day

**Development and Grants Coordinator**  
Claire McDonald (from 1.11.19 to 27.05.22)  
Rachel Kallon (from 10.05.22)

**Afrika Tikkun UK**

**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).

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

The objects of the Charity are to make grants for such charitable purposes as the Trustees shall in their absolute discretion think fit, in particular for the advancement of education from cradle to career, skills training, development and work placement, food security and poverty alleviation of the inhabitants of South Africa mainly by supporting the work of Afrika Tikkun NPC, the Founder.

Grants from the Charity are made to organisations in South Africa which have the expertise and infrastructure to utilise the grants to achieve the objectives of the Charity.

**Public benefit**

In planning our activities and allocating the resources each year the Trustees have regard to both the Charity Commission's guidance on general benefit and on prevention of poverty for the public benefit. The Trustees always ensure that the programs supported are in line with our charitable objects and aims. The Trustees ambitious aim is to eradicate poverty and building self-sustaining communities in the areas where it works. The Trustees consider that they have complied with Section 17 of the Charities Act 2011 and the guidance issued by the Charity Commission 'public benefit: running a charity (PB2)'.

The trustees have had regard to the Charity Commission's guidance on public benefit in managing the activities of the charity.

**Grants**

Grants were awarded to Afrika Tikkun NPC, who works toward the transformation of South African township communities.

Afrika Tikkun runs five community centres in South Africa - four in Gauteng (Alexandra, Braamfontein, Diepsloot and Orange Farm and one in the Western Cape (Mfuleni). The areas in which they operate are predominantly township areas and are characterised by poor infrastructure, high unemployment and extreme poverty.

The core beneficiaries are children and youth (aged 0 - 35) who are affected by extreme poverty, poor education levels, unemployment, gang violence, GBV and substance abuse. The focus is on providing a continuity of support which meets the changing needs of children as they mature and grow up in order to enable them to become economically empowered young people. The work is diverse and interventions are implemented dependent on the unique needs of each community.

The programmes are divided into streams:

- Core Programmes - Early Childhood Development, Child and Youth Development, Youth Accelerator Programme and Career Development Programme
- Support Programmes - Primary Health Care, Family Support Services, Nutrition and Food Security, 360 Social Support & Empowerment
- ATOM - Afrika Tikkun Outreach Movement - the scale model for the cradle to career offering

**Volunteers**

There are no volunteers that work for the Charity on an ongoing and consistent basis.

## **Afrika Tikkun UK**

### **Report of the Trustees for the year ended 31 December 2022**

#### **STRATEGIC REPORT**

##### **Reserves policy**

The Charity's aim is to maintain minimal reserves, which should be sufficient to cover its expected non grant expenditure for at least 6 months. At the balance sheet date free reserves amounted to more than £75,000, which covers this expenditure.

##### **Future plans**

Future plans for Afrika Tikkun UK aim to continue to raise funds to support Afrika Tikkun NPC in South Africa. This will be achieved through strengthening current partnerships, diversifying income streams, increasing contributions from new long-term donors and increasing the awareness of Afrika Tikkun UK within the UK.

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

Afrika Tikkun UK (the "Charity") is a Company limited by guarantee and is governed by its Memorandum and Articles of Association dated 19 May 2003.

##### **Founder**

The founder was Afrika Tikkun NPC, a charitable company incorporated in South Africa.

##### **Charity constitution**

The charity was formed as a company limited by guarantee on 19 May 2003. The Company registration number is 04769362. Registered with the Charity Commission - Registration Number 1101556.

##### **Method of appointment of Trustees**

Trustees are appointed at general meetings of the Charity. One third of the Trustees are required to retire by rotation at each Annual General Meeting of the Charity but are eligible for re-election. No person other than a Trustee retiring by rotation may be appointed or reappointed at any general meeting unless that person is recommended by the Trustees, or not less than fourteen days' notice has been given of the intention to propose such person as a Trustee.

##### **Organisational structure**

Material decisions of the Charity are taken by the Board of Trustees. The day to day running of the Charity is managed by the CEO, Carole Day and the charity grants and development administrator, Rachel Kallon. The Charity has one employee.

The Charity does not undertake any significant fundraising events of its own but usually assists and participates in events and activities undertaken by others on the basis that the Charity is named as one of the beneficiaries of the relevant event. In the year ended 31 December 2022, virtually all of the Charity's income was derived from donations and gifts, with a small balance from fundraising activities and investment income.

##### **Induction and training of new trustees**

The induction process for any new trustee consists of an initial meeting with the Chairman of the board prior to the commencement of a mentoring process overseen by the chairman of the board and the charity administrator. The charity administrator oversees the day to day management and will induct the new trustee on fundraising, grant making, role and responsibilities.

##### **COVID-19**

Since the year-end the coronavirus pandemic has impacted upon many charities. At present, the Trustees' cannot currently quantify the financial impact the pandemic will have on the charity. The Trustees have also considered a number of scenarios and although careful and close management of income and expenditure will be needed, the Trustees' believe the charity will return to greater financial strength once the economy begins to grow again.

#### **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who are also the directors of Afrika Tikkun UK 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).

**Afrika Tikkun UK**

**Report of the Trustees  
for the year ended 31 December 2022**

**STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued**

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, Grant Harrod Lerman Davis LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees incorporating a strategic report, approved by order of the board of trustees, as the company directors, on ..... and signed on the board's behalf by:

DocuSigned by:

*Gary Lubner*

ED560B1E2A8947C.....

G Lubner - Trustee

## **Report of the Independent Auditors to the Members of Afrika Tikkun UK**

### **Opinion**

We have audited the financial statements of Afrika Tikkun UK (the 'charitable company') for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement 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).

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; 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.

**Report of the Independent Auditors to the Members of  
Afrika Tikkun UK**

**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.

**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.



**Report of the Independent Auditors to the Members of  
Afrika Tikkun UK**

**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:

We have obtained an understanding of the legal and regulatory frameworks applicable to the Company and the industry it operates. We determined that the following laws and regulations were most significant: FRS102/FRS102 Section 1A, Companies Act 2006, Health and Safety.

We obtained an understanding of how the Company is complying with those legal and regulatory frameworks by making enquiries of management, those responsible for legal and compliance procedures and the company secretary. Our findings were corroborated by review of the board minutes and papers prepared by the board of directors.

We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur. Audit procedures performed by the audit team included:

- Obtaining an understanding of how those charged with governance considered and addressed the potential for override of controls or other inappropriate influence over the financial reporting process.
- Challenging assumptions and judgements made by management in its significant accounting estimates
- Identifying and testing journal entries, with a focus on entries made with unusual accounting combinations.
- Identifying and assessing the design and effectiveness of controls management has in place to prevent and detect fraud.

We did not identify any key audit matters relating to irregularities, including fraud.

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

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](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Report of the Independent Auditors to the Members of  
Afrika Tikkun UK**

**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.



Jeremy Harrod FCCA (Senior Statutory Auditor)  
for and on behalf of Grant Harrod Lerman Davis LLP  
Chartered Accountants  
Statutory Auditors  
1st Floor  
Healthaid House  
Marlborough Hill  
Harrow  
Middlesex  
HA1 1UD

Date: 30/10/23

**Afrika Tikkun UK****Statement of Financial Activities  
for the year ended 31 December 2022**

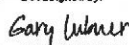
	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	1,289,388	1,258,277	2,547,665	2,886,930
Investment income	3	33,974	-	33,974	260
<b>Total</b>		<u>1,323,362</u>	<u>1,258,277</u>	<u>2,581,639</u>	<u>2,887,190</u>
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>	4				
Charitable expenditure		1,387,366	1,258,277	2,645,643	1,660,962
Raising funds		113,504	-	113,504	84,647
<b>Total</b>		<u>1,500,870</u>	<u>1,258,277</u>	<u>2,759,147</u>	<u>1,745,609</u>
<b>NET INCOME/(EXPENDITURE)</b>		(177,508)	-	(177,508)	1,141,581
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		1,461,397	-	1,461,397	319,816
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>1,283,889</u>	<u>-</u>	<u>1,283,889</u>	<u>1,461,397</u>

The notes form part of these financial statements

**Afrika Tikkun UK****Balance Sheet  
31 December 2022**

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
<b>CURRENT ASSETS</b>					
Debtors	7	1,162,205	-	1,162,205	513,283
Cash at bank		128,361	-	128,361	952,914
		<u>1,290,566</u>	<u>-</u>	<u>1,290,566</u>	<u>1,466,197</u>
<b>CREDITORS</b>					
Amounts falling due within one year	8	(6,677)	-	(6,677)	(4,800)
		<u>1,283,889</u>	<u>-</u>	<u>1,283,889</u>	<u>1,461,397</u>
<b>NET CURRENT ASSETS</b>					
		<u>1,283,889</u>	<u>-</u>	<u>1,283,889</u>	<u>1,461,397</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
		<u>1,283,889</u>	<u>-</u>	<u>1,283,889</u>	<u>1,461,397</u>
<b>NET ASSETS</b>					
		<u>1,283,889</u>	<u>-</u>	<u>1,283,889</u>	<u>1,461,397</u>
<b>FUNDS</b>	9				
Unrestricted funds				1,283,889	1,461,397
<b>TOTAL FUNDS</b>				<u>1,283,889</u>	<u>1,461,397</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 10/30/2023 and were signed on its behalf by:

DocuSigned by:  
  
 G056D81E2A2947C  
 G Lubner - Trustee

The notes form part of these financial statements

## Afrika Tikkun UK

**Cash Flow Statement**  
**for the year ended 31 December 2022**

	Notes	2022 £	2021 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	(858,527)	681,431
Net cash (used in)/provided by operating activities		(858,527)	681,431
<b>Cash flows from investing activities</b>			
Interest received		33,974	260
Net cash provided by investing activities		33,974	260
<b>Change in cash and cash equivalents in the reporting period</b>		(824,553)	681,691
<b>Cash and cash equivalents at the beginning of the reporting period</b>		952,914	271,223
<b>Cash and cash equivalents at the end of the reporting period</b>		128,361	952,914

The notes form part of these financial statements

## Afrika Tikkun UK

**Notes to the Cash Flow Statement  
for the year ended 31 December 2022**

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

	2022 £	2021 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(177,508)	1,141,581
Adjustments for:		
Interest received	(33,974)	(260)
Increase in debtors	(648,922)	(459,890)
Increase in creditors	1,877	-
Net cash (used in)/provided by operations	<u>(858,527)</u>	<u>681,431</u>

**2. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.1.22 £	Cash flow £	At 31.12.22 £
Net cash			
Cash at bank	952,914	(824,553)	128,361
	<u>952,914</u>	<u>(824,553)</u>	<u>128,361</u>
<b>Total</b>	<u>952,914</u>	<u>(824,553)</u>	<u>128,361</u>

The notes form part of these financial statements

**Afrika Tikkun UK****Notes to the Financial Statements  
for the year ended 31 December 2022****1. ACCOUNTING POLICIES****Basis of preparing the financial statements**

The accounts have been prepared on the accruals basis, under the historical cost convention, and in accordance with the Financial Reporting Standard 102, (effective 1st January 2016) and 'FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), published by the Charity Commission in England & Wales (CCEW) , effective January 2016, , and in accordance with all applicable law in the charity's jurisdiction of registration, except that the charity has prepared the financial statements in accordance with the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), in preference to the previous SORP, the SORP 2005, which has been withdrawn, notwithstanding the fact that the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008 refer explicitly to the SORP 2005. This has been done to accord with current best practice.

**Nature of income**

Voluntary income and donations is recognised in the statement of financial activities (SOFA) on a receivable basis, when the charity has entitlement to the receipt, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably. Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity ; this is normally upon notification of the interest paid or payable by the Bank. All income is accounted for gross, before deducting any related fees or costs.

**Income recognition**

Income, whether from exchange or non exchange transactions, is recognised in the statement of financial activities (SOFA) on a receivable basis, when a transaction or other event results in an increase in the charity's assets or a reduction in its liabilities and only when the charity has legal entitlement, the income is probable and can be measured reliably.

Income subject to terms and conditions which must be met before the charity is entitled to the resources is not recognised until the conditions have been met.

All income is accounted for gross, before deducting any related fees or costs.

**Recognition of liabilities and expenditure**

A liability, and the related expenditure, is recognised when a legal or constructive obligation exists as a result of a past event, and when it is more likely than not that a transfer of economic benefits will be required in settlement, and when the amount of the obligation can be measured or reliably estimated.

Liabilities arising from future funding commitments and constructive obligations, including performance related grants, where the timing or the amount of the future expenditure required to settle the obligation are uncertain, give rise to a provision in the accounts, which is reviewed at the accounting year end. The provision is increased to reflect any increases in liabilities, and is decreased by the utilisation of any provision within the period, and reversed if any provision is no longer required. These movements are charged or credited to the respective funds and activities to which the provision relates.

**Taxation**

The Trustees consider that the charity satisfies the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by chapter 3 part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively on the specific charitable objects of the charity and for no other purpose. Value Added Tax is not recoverable by the charity, and is therefore included in the relevant costs in the Statement of Financial Activities.

**Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Designated funds are unrestricted funds earmarked by the Trustees for particular purposes.

**Afrika Tikkun UK****Notes to the Financial Statements - continued  
for the year ended 31 December 2022****1. ACCOUNTING POLICIES - continued****Fund accounting**

Restricted funds are donations subjected to restrictions on their expenditure imposed by the donor or which the donor has specified are to be solely used for particular areas of the charity's work or when funds are raised for a particular purpose.

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

**Foreign currencies**

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

**Risk management**

The Trustees have a duty to identify and review the risks to which the Charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

**Allocating costs to activities**

Direct costs that are specifically related to an activity are allocated to that activity. Shared direct costs and support costs are apportioned between activities.

Support costs which represent consultancy fees are allocated directly. Support costs are allocated to the activity categories according to time spent; the apportionment is analysed in the notes. Governance costs comprise all costs, involving public accountability of the charity and its compliance with regulation and good practice. Governance costs are allocated to expenditure on charitable activities.

**Debtors**

Debtors are measured at their recoverable amounts at the balance sheet date.

**Grants payable**

Grants are provided for when approved by the trustees. Grants payable are payments made to Afrika Tikkun NPC in the furtherance of the charitable objects of the Trust. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award.

The notification gives the recipient a reasonable expectation that they will receive the grant.

Grants awarded that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the charitable company.

**Financial instruments**

The charity only has financial instruments and liabilities of a kind that qualify as basic financial instruments which include grants payable and cash and bank balances. Basic financial instruments are initially recognised as transaction value and subsequently measured at their settlement value.

**Winding up or dissolution of the charity**

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

**Significance of financial instruments to the charity's position**

There are no significant financial instruments held by the charity.



## Afrika Tikkun UK

Notes to the Financial Statements - continued  
for the year ended 31 December 2022

## 2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Donations	2,547,665	2,886,930

## 3. INVESTMENT INCOME

	2022	2021
	£	£
Deposit account interest	33,974	260

## 4. CHARITABLE ACTIVITIES COSTS

	Direct Costs £
Charitable expenditure	2,645,643
Raising funds	113,504
	2,759,147

The charity has a surplus of expenditure over income this year as it has had surplus resources to do so. This has not created a significant impact on reserves and it has been planned in the future to revert to a surplus position.

## 5. 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

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

## 6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	1,384,977	1,501,953	2,886,930
Investment income	260	-	260
<b>Total</b>	1,385,237	1,501,953	2,887,190
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Charitable expenditure	845,594	815,368	1,660,962
Raising funds	84,647	-	84,647
<b>Total</b>	930,241	815,368	1,745,609
<b>NET INCOME</b>	454,996	686,585	1,141,581
<b>Transfers between funds</b>	686,585	(686,585)	-
<b>Net movement in funds</b>	1,141,581	-	1,141,581

## Afrika Tikkun UK

Notes to the Financial Statements - continued  
for the year ended 31 December 2022

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued			
	Unrestricted fund £	Restricted funds £	Total funds £
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	319,816	-	319,816
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>1,461,397</u>	<u>-</u>	<u>1,461,397</u>
<b>7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>			
	2022 £	2021 £	
Other debtors	778,770	-	
Prepayments and accrued income	383,435	513,283	
	<u>1,162,205</u>	<u>513,283</u>	
<b>8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>			
	2022 £	2021 £	
Social security and other taxes	536	-	
Other creditors	321	-	
Accrued expenses	5,820	4,800	
	<u>6,677</u>	<u>4,800</u>	
<b>9. MOVEMENT IN FUNDS</b>			
	At 1.1.22 £	Net movement in funds £	At 31.12.22 £
<b>Unrestricted funds</b>			
General fund	1,461,397	(177,508)	1,283,889
<b>TOTAL FUNDS</b>	<u>1,461,397</u>	<u>(177,508)</u>	<u>1,283,889</u>

## Afrika Tikkun UK

Notes to the Financial Statements - continued  
for the year ended 31 December 2022

## 9. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	1,323,362	(1,500,870)	(177,508)
<b>Restricted funds</b>			
Agripreneurship	1,689	(1,689)	-
Core - ECD/CYD/YAP/Nutrition/360			
Social Services	42,489	(42,489)	-
Technology Transforms Lives	180,907	(180,907)	-
Sustainable Solutions	498,499	(498,499)	-
Belron	35,217	(35,217)	-
Salesforce Training & Licenses	21,940	(21,940)	-
The Duke of Edinburgh International			
Award Initiative	52,040	(52,040)	-
KZN Relief Fund	2,500	(2,500)	-
Virtual SOBC Merchandise	4,441	(4,441)	-
Grow For Life	418,555	(418,555)	-
	1,258,277	(1,258,277)	-
<b>TOTAL FUNDS</b>	2,581,639	(2,759,147)	(177,508)

## Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
<b>Unrestricted funds</b>				
General fund	319,816	454,996	686,585	1,461,397
<b>Restricted funds</b>				
Agripreneurship	-	90,495	(90,495)	-
Core - ECD/CYD/YAP/Nutrition/360				
Social Services	-	663,561	(663,561)	-
Technology Transforms Lives	-	(25,412)	25,412	-
Sustainable Solutions	-	(50,244)	50,244	-
Boreholes	-	5,800	(5,800)	-
Food Relief	-	2,385	(2,385)	-
	-	686,585	(686,585)	-
<b>TOTAL FUNDS</b>	319,816	1,141,581	-	1,461,397

## Afrika Tikkun UK

Notes to the Financial Statements - continued  
for the year ended 31 December 2022

## 9. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	1,385,237	(930,241)	454,996
<b>Restricted funds</b>			
Agripreneurship	91,714	(1,219)	90,495
Digital Commons and Learning Libraries	58,670	(58,670)	-
Core - ECD/CYD/YAP/Nutrition/360			
Social Services	836,239	(172,678)	663,561
Technology Transforms Lives	7,065	(32,477)	(25,412)
Sustainable Solutions	500,000	(550,244)	(50,244)
Boreholes	5,800	-	5,800
Food Relief	2,465	(80)	2,385
	<u>1,501,953</u>	<u>(815,368)</u>	<u>686,585</u>
<b>TOTAL FUNDS</b>	<u>2,887,190</u>	<u>(1,745,609)</u>	<u>1,141,581</u>

**Restricted funds:-**

All sites

- All sites operated by Afrika Tikkun NPC in South Africa.

Gauteng

- Diepsloot, Orange Farm, Braamfontein and Alexandra .

Western Cape

- Mfuleni

All sites ECD

- Early Childhood Development at all sites operated by Afrika Tikkun NPC in South Africa

360 Social Services

- A core aspect of Afrika Tikkun's service provision, the 360\* programme provides health, social and psychosocial assistance to beneficiaries.

Technology Transforms Lives

- Technology Transforms Lives is a programme dedicated to providing young people with Technology and IT skills (through accredited training) while simultaneously pairing students of this course with industry professional in a mentorship relationship.

Core - ECD/CYD/YAP/Nutrition/360 Social Services

**Afrika Tikkun UK**

**Notes to the Financial Statements - continued  
for the year ended 31 December 2022**

**9. MOVEMENT IN FUNDS - continued**

- Our core programmes refer to the 3 central educational programme pillars that Afrika Tikkun offers as well as the social and health services. These include Early Childhood Development (ECD) for ages 2-6; Child and Youth Development (CYD) for ages 7 – 18; Youth Acceleration Program (YAP) for ages 18-21; and our cross cutting 360° Social Support Services which are offered across all programs.

**Covid-19 Emergency**

- When the Covid-19 pandemic hit South Africa in 2020 it became evident that there were immediate concerns around food security, health and safety for members of our communities. 'Covid-19 Emergency' thus refers to funds raised to support ongoing emergency relief efforts related to the pandemic.

**Digital Commons and Learning Libraries**

- Collaborative digital spaces for learning and projects

**Belron**

- Core Funds

**Salesforce Training & Licenses**

- additional licensees and training for our CRM system

**The Duke of Edinburgh International Award Initiative**

- a programme where young people can develop skills, improve their physical wellbeing, engage in community service and challenge themselves by undertaking an adventurous journey. The initiative is aimed to provide young people with equal opportunities to succeed, regardless of their background or socioeconomic status.

**KZN Relief Fund**

- Provide relief to small business after they were flooded.

**Sustainability through Food Security, Scale Up**

- Afrika Tikkun Outreach Movement and Digitization (year 2)

**Virtual SOBC Merchandise**

- Merchandise provided to those who partook in the SOBC Round the World Challenge at the centres.

**Grow for Life**

- an initiative that provides children and young people with the opportunity to get involved in the sustainable outdoor sector. 1) Garden to Kindergarten which targets children aged 0-6 and teaches them about the environment, the life cycle of plants and healthy eating 2) Agripeneurship which focuses on training young people on farming methods and supply chain management to help start their own agri-related business or enter agri-related career opportunities.

**Afrika Tikkun UK**

**Notes to the Financial Statements - continued  
for the year ended 31 December 2022**

**10. RELATED PARTY DISCLOSURES**

During the year, fees totalling £84,996 (2021: £84,996) were payable to TAG Consultancy UK Ltd, a company controlled by the CEO, for services provided to the charity. Fees totalling £12,500 (2021: £27,250) were payable to Claire L McDonald who left the charity in May 2023 and fees totalling £16,007.69 were payable to Rachel J Kallon who joined the charity in May 2023, for Administration and Grant consulting.