

NATIONS DISCIPLESHIP ENTERPRISE

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

**For the year ended
31 March 2023**

Charity Number 1111488

NATIONS DISCIPLESHIP ENTERPRISE

Contents	Page
Members Of The Board And Professional Advisors	1
Trustees Annual Report	2
Independent Examiner's Report To The Trustees Of Nations Discipleship Enterprise	5
Statement Of Financial Activities (Including Income And Expenditure Account)	6
Balance Sheet	7
Statement Of Cash Flows	8
Notes To The Financial Statements	9
The following pages do not form part of the accounts:	
Detailed Statement Of Financial Activities	14

NATIONS DISCIPLESHIP ENTERPRISE

Members of the Board and Professional Advisors

Registered Charity name	Nations Discipleship Enterprise
Charity Number	1111488
Executive Committee	A Muwonge D Harman S Taylor
Registered Office	6 Broad Road Sale Cheshire M33 2AL
Independent Examiner	Mitchell Charlesworth (Audit) Limited Chartered Accountants 3 rd Floor 44 Peter Street Manchester M2 5GP

NATIONS DISCIPLESHIP ENTERPRISE

Trustees Annual Report Year ended 31 March 2023

The Trustees present their report and the unaudited accounts of the charity for the year ended 31 March 2023.

Reference and administrative details

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the accounts.

Trustees

The trustees who served the charity during the period were as follows:

A Muwonge

D Harman

R Bowers (Retired as trustee for Nations Discipleship Enterprise on 31.12.2022)

S Taylor (Appointed as trustee for Nations Discipleship Enterprise on 01.01.2023)

Status

Nations Discipleship Enterprise was constituted by a Declaration of Trust dated 1 June 2005.

Our Main Objectives

Nations Discipleship Enterprise is founded on a mission to alleviate poverty, and support the vulnerable children and communities of Uganda. The charity extends itself through Destiny Bridge Academy, Kampala Children's Centre (K.C.C.), and Destiny Bridge Churches. Today, Kampala Children's Centre stands as a core project of the charity. Through its medical centre, housing, primary and STEM Centre, it's offering vital relief from poverty. It compassionately fosters the children in its care and equips them with industry skills. It offers workplace development programs, creative courses and full access to Destiny Africa Children's Choir International tours. It's also investing in the community, extending leadership, health care and skill development programs both locally and nationally.

Governance

Governed by trustees, the board oversees the implementation of policy and recruitment of senior staff for the charity. Trustees are selected from a wide range of relationships established through the missionary work by the founder, Arnold Muwonge. Trustees are expected to understand the vision and objectives of the charity and promote its values. All new trustees are subject to the approval of existing trustees and are to actively support the communities within which we operate. Although founded upon Christian values, Nations Discipleship Enterprise serves persons from all backgrounds.

The day-to-day management of the charity has been delegated to Leah Fletcher. This is overseen by Arnold Muwonge (Trustee) and the trustee board.

Remuneration levels are set by the Trustees and are reviewed on an annual basis.

The Trustees have reviewed the risks faced by the Charity, and systems have been established to manage those risks.

Core Objectives and Activities

The charity considers the provision of housing, food, education and healthcare to vulnerable children as one of its primary objectives. Its core values further include the mentoring of young people and the training of church, business and community leaders.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general information on public benefit when reviewing the Foundation's aims and objectives and in planning future activities.

End of Year Report for the period ended March 2023

NDE UK has continued to work hard to create programs and support the work of Kampala Children's Centre, Uganda. Our UK trustees, staff and volunteers have worked hard to ensure that UK administrative, governance, and fundraising efforts are well coordinated and beneficial to the entire charity. In Uganda we have continued to give the best care to the most needy children and young people living in Wakiso town council and its neighbouring communities through our warm loving children's home, Kampala Children's Centre (KCC) and schools; Destiny Bridge Academy, Primary and Kindergarten as well as Stride High School.

NATIONS DISCIPLESHIP ENTERPRISE

Trustees Annual Report *(Continued)*

Year ended 31 March 2023

Financial review

During the year, incoming resources raised amounted to £182,750. Resources expended on the activities of the charity amounted to £258,257. The closing fund balance is £(36,132) and will be utilised in the future for charitable activities.

Financing

The charity raises its funds from individuals, churches and well-wishers who subscribe to the philosophy of its causes. Funds are raised for specific causes, restricted or allocated as per donor preference. Due to the shortage of full funding for the charity's programs, the charity does not hold a reserve account except in the form of unused restricted income which later gets allocated to the intended projects.

Education

Post Covid-19, 2022/23 has been a year of regrouping and restarting some of the programs that had been closed off or scaled down. We have been able to renovate and rejuvenate the kindergarten and the primary school. We have offered scholarships and free education to 327 children from within the Wakiso and Kampala district areas. We continue to scale up education as it's crucial to supporting children and families within our service area.

Childcare & Health

It's been an exciting time since our medical center was partly opened to the children, students, and staff from Kampala Children's Centre, our schools, and community-supported parents and students.

Post Covid-19

The Covid-19 season has seen some significant change in lifestyle and financial priorities from some of our funders and supporters; however, it's a fruitful year ahead due to the changes we are putting in place.

THE YEAR AHEAD

We are regenerating the kindergarten and primary school by renovating, hiring new staff and streamlining the curriculum to offer the best education possible.

We are actively building towards sustainability by mobilising volunteer engagement and resources from within Uganda in addition to the support we receive from the UK.

Destiny Africa, one of our main fundraising arms, will tour the UK again to rejuvenate and increase sponsor and stakeholder engagement.

Welcome volunteers back to the Centre. Volunteers bring crucial skills, support and motivation to staff and children.

Keep growing the child sponsorship program in order to support more orphans and marginalised children and young people who desperately need housing education and support.

THE LONG TERM

Build towards sustainability by looking at mobilising local resources or using available resources towards self-sustainability.

Keep developing the STEM Centre at Kampala Children's Centre to offer STEM skills and employable skills to young people and young adults from within Wakiso and Kampala areas.

Adhering to local regulations, we will continue to resettle back in the community young adults who have grown through the care of Kampala Children's Centre

Since the Children's home infrastructure is almost 20 years old, we will actively mobilise resources to renovate and develop key facilities.

All this couldn't have been possible without the generosity of our supporters and the commitment from our staff and volunteers. We are eternally grateful for your support. Thank you. May God richly bless you.

NATIONS DISCIPLESHIP ENTERPRISE

Trustees Annual Report *(Continued)*

Year ended 31 March 2023

Independent Examiner

Having expressed a willingness to continue in office, a resolution for the appointment of Mitchell Charlesworth will be proposed at the forthcoming Annual General Meeting.

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, and the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed by order of the Trustees



D Harman
Trustee

16/01/2024

NATIONS DISCIPLESHIP ENTERPRISE

Independent Examiner's Report to the Trustees of Nations Discipleship Enterprise

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 March 2023 which are set out on pages 6 to 14.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached other than that I draw attention to the Accounting Policy on Going Concern in the financial statements. The organisation incurred a loss of £36,132 during the year ended 31 March 2023 and, as of that date, the organisation's current liabilities exceeded its current assets by £36,132. As stated in the Accounting Policy on Going Concern these events or conditions along with other matters as set out in this note, indicate that a material uncertainty exists that may cast significant doubt on the organisation's ability to continue as a going concern.



Jamielee Johnston CA
Independent Examiner

Mitchell Charlesworth (Audit) Limited
3rd Floor
44 Peter Street
Manchester
M2 5GP

16/01/2024

NATIONS DISCIPLESHIP ENTERPRISE

Statement of Financial Activities (including income and expenditure account)

Year ended 31 March 2023

	Notes	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £
Income:							
Donations and legacies	4	4,376	19,808	24,184	5,619	22,105	27,724
Other trading activities	5	34,741	123,825	158,566	45,588	129,364	174,952
Total income		39,117	143,633	182,750	51,207	151,469	202,676
Expenditure							
Expenditure on charitable activities	6	80,186	178,071	258,257	76,585	135,941	212,526
Total expenditure		80,186	178,071	258,257	76,585	135,941	212,526
Net income/(expenditure)		(41,069)	(34,438)	(75,507)	(25,738)	15,528	(9,850)
Net movement of funds in the year		(41,069)	(34,438)	(75,507)	(25,378)	15,528	(9,850)
Reconciliation of funds							
Total funds brought forward		1,057	38,318	39,375	11,288	37,937	49,225
Transfer between funds		-	-	-	15,147	(15,147)	-
Total funds carried forward		(40,012)	3,880	(36,132)	1,057	38,318	39,375

The statement of financial activities includes all gains and losses recognised in the year

All income and expenditure derive from continuing activities

NATIONS DISCIPLESHIP ENTERPRISE

Balance Sheet

As at 31 March 2023

	Notes	31 March 2023 £	31 March 2022 £
Fixed assets			
Tangible assets	12	-	-
Current assets			
Debtors	13	2,914	2,988
Cash at bank and in hand		38,544	95,078
Creditors: Amounts falling due within one year	14	(77,590)	(58,687)
Net current (liabilities)/assets		(36,132)	39,375
Net assets		(36,132)	39,375
The funds of the charity			
Restricted income funds	15	3,880	38,318
Unrestricted income funds	16	(40,012)	1,057
Total charity funds		(36,132)	39,375

These financial statements were approved by the members of the committee and authorised for issue on the 16/01/2024 and are signed on their behalf by:



D Harman
Trustee

NATIONS DISCIPLESHIP ENTERPRISE

Statement of Cash Flows Year ended 31 March 2023

	Notes	£	2023 £	£	2022 £
Cash flow from operating activities					
Cash generated by operating activities	17		<u>(56,534)</u>		<u>8,780</u>
Net cash (outflow)/ inflow from operating activities			(56,534)		8,780
Net cash used in investing activities			<u>-</u>		<u>-</u>
Net (decrease)/increase in cash and cash equivalents			(56,534)		8,780
Cash and cash equivalents at beginning of year			<u>95,078</u>		<u>86,298</u>
Cash and cash equivalent at end of year			<u>38,544</u>		<u>95,078</u>

NATIONS DISCIPLESHIP ENTERPRISE

Notes to the Financial Statements Year ended 31 March 2023

1. Company information

Nations Discipleship Enterprise is a charity incorporated in England and Wales. The registered office is 6 Broad Road, Sale, Cheshire, M33 2AL.

2. Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

Basis of preparation

The financial statements have been prepared in accordance with 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) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

Nations Discipleship Enterprise meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus, the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

It has been challenging during and post-COVID-19, with many fundraising activities hampered by our supporters' lifestyle changes and global economic shocks. However, we look forward to an improved financial situation in the short and medium term since Destiny Africa Children's Choir, one of our primary fundraising arms, will be in the UK from April 2023, reaching out to our support networks. It's also planned that they will return in the subsequent years. In addition, we are actively building long-term support relationships with schools and churches across the UK.'

Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income.

Donations and legacies are included in full in the Statement of Financial Activities when received.

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required, and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds are the direct and indirect costs of raising funds for charitable purposes.
- Charitable activities include expenditure associated with the provision of the Charity's services and include both the direct costs and support costs relating to these activities.
- Support costs include central functions and have been allocated to activity cost categories either directly where identifiable or on a basis of time spent on supporting and managing projects.
- Other expenditure represents those items not falling into any other heading.

NATIONS DISCIPLESHIP ENTERPRISE

Notes to the Financial Statements Year ended 31 March 2023

2. Accounting Policies (Continued)

Funds structure

- Restricted funds are funds subject to specific restrictive conditions imposed by the donor or by the purpose of the contract/monies received. The purpose and use of restricted funds are set out in note 15 to the financial statements.
- 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.

Fixed Assets

All fixed assets are included at net book value. Additions of a single item or a group of similar items exceeding £500 are capitalised at cost.

The Trustees consider that the valuation remains appropriate as at 31 March 2023.

Tangible fixed assets are depreciated over their estimated useful economic lives as follows:

Fixtures and fittings - 25% on cost

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

3. Judgements and key sources of estimation uncertainty

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

4. Income from donations and legacies

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total 2023 £	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £
Donations						
Gift aid donations	4,376	19,808	24,184	5,619	22,105	27,724
	<u>4,376</u>	<u>19,808</u>	<u>24,184</u>	<u>5,619</u>	<u>22,105</u>	<u>27,724</u>

NATIONS DISCIPLESHIP ENTERPRISE

Notes to the Financial Statements Year ended 31 March 2023

5. Income from other trading activities

	Unrestricted Funds 2023	Restricted Funds 2023	Total 2023	Unrestricted Funds 2022	Restricted Funds 2022	Total 2022
	£	£	£	£	£	£
Child sponsorship	25,372	111,552	136,924	29,407	114,178	143,585
Services	9,369	12,273	21,642	15,630	15,186	30,817
Miscellaneous income	-	-	-	551	-	550
	<u>34,741</u>	<u>123,825</u>	<u>158,566</u>	<u>45,588</u>	<u>129,364</u>	<u>174,952</u>

6. Analysis of expenditure on charitable activities

	2023 £	2022 £
Charitable expenditure	80,186	76,585
KCC fund expenditure	178,071	135,941
	<u>258,257</u>	<u>215,526</u>

7. Analysis of staff costs, Trustees' remuneration and the cost of key management personnel

	2023 £	2022 £
Salaries and wages	49,094	49,085
	<u>49,094</u>	<u>49,085</u>

No (2022: No) employees had employee benefits in excess of £60,000. Pension costs are allocated to activities in proportion to the related staffing costs incurred and are wholly charged to unrestricted funds.

Salaries and wages costs includes £32,919 (2022: £33,553) paid to one Trustee for services in the year.

8. Staff numbers

	2023 Number	2022 Number
The average monthly number of employees during the year was:		
Administrative staff	2	2

9. Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

NATIONS DISCIPLESHIP ENTERPRISE

Notes to the Financial Statements Year ended 31 March 2023

10. Net income/(expenditure) for the year	2023	2022
	£	£
This is stated after charging:		
Independent Examiner fees - for independent examination	2,575	2,520
11. Commitments under operating leases		
At 31 March 2023, the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:		
	2023	2022
	£	£
Land & Buildings		
Within one year	9,644	9,644
Two to five years	33,755	38,578
Greater than five years	-	4,822
	43,399	53,044
12. Tangible fixed assets		Office Equipment
		£
Cost		
At 1 April 2022		1,500
Additions		-
Disposals		-
At 31 March 2023		1,500
Depreciation		
At 1 April 2022		1,500
Charge for the year		-
Released on disposal		-
At 31 March 2023		1,500
Net book value		
At 31 March 2023		-
At 31 March 2022		-
13. Debtors	2023	2022
	£	£
Prepayments	2,655	2,903
Other debtors	259	85
	2,914	2,988

NATIONS DISCIPLESHIP ENTERPRISE

Notes to the Financial Statements Year ended 31 March 2023

14. Creditors: Amounts falling due within one year	2023	2022
	£	£
Trade creditors	75,015	56,285
Other taxes and social security costs	-	832
Accruals	2,575	1,570
	77,590	58,687

15. Analysis of restricted charitable funds

	Funds at 1 April 2022 £	Incoming Resources £	Resources Expended £	Transfers £	Funds at 31 March 2023 £
Restricted funds					
KCC fund	38,318	143,633	(178,071)	-	3,880

The restricted fund is for the continuance of the Kampala Children's Centre (KCC) and child sponsorship therein.

16. Analysis of unrestricted charitable funds

	Funds at 1 April 2022 £	Incoming Resources £	Resources Expended £	Transfers £	Funds at 31 March 2023 £
Unrestricted funds					
General funds	1,057	39,117	(80,186)	-	(40,012)

17. Reconciliation of net movement in funds to net cash flow from operating activities

	2023	2022
	£	£
Net movement in funds	(75,507)	(9,850)
Increase/(decrease) in creditors	18,903	18,101
(Increase)/decrease in debtors	72	529
	(56,534)	8,780

18. Related party transactions

A Muwonge was paid a salary in the year of £32,919 (2022: £33,553).

19. Analysis of net debt

The charity had no debt during the year.

NATIONS DISCIPLESHIP ENTERPRISE

Detailed Statement of Financial Activities Year ended 31 March 2023

	2023		2022	
	£	£	£	£
Income:				
Sponsorship	136,924		143,585	
Services	21,642		30,817	
Gift aid donations	24,183		27,724	
Miscellaneous income	-		550	
		182,749		202,676
Expenditure:				
Donations to NDE Uganda	177,618		135,836	
Dues and subscriptions	2,026		3,616	
Miscellaneous expenses	1,117		3,212	
Petty cash	150		100	
Professional fees	6,230		5,671	
Rent, rates and utilities	11,935		7,664	
Repairs and maintenance	1,543		1,599	
Stationery, postage and delivery	457		836	
Telephone	714		811	
Wages and salaries	49,094		49,085	
Travel and other expenses	4,032		2,570	
Accountancy fees	3,340		2,520	
		258,256		212,526
Net outgoing resources for the year		(75,507)		(9,850)