

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 October 2021
for
KONDANANI UK

Ark Accountancy
Chartered Certified Accountant
31 Cheam Road
Epsom
Surrey
KT17 1QX

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

	Page
Report of the Trustees	1 to 2
Independent Examiner's Report	3
Statement of Financial Activities	4
Balance Sheet	5
Notes to the Financial Statements	6 to 10
Detailed Statement of Financial Activities	11

KONDANANI UK

Report of the Trustees for the Year Ended 31 October 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 October 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).

OBJECTIVES AND ACTIVITIES

Objectives and aims

To advance Christianity in keeping with the Kondanani Malawi Statement of beliefs.

To relieve persons who are in need or hardship, aged or sick and to relieve the distress caused in Malawi and other parts of the world as the trustees see fit.

To advance education in accordance with Christian principles by such means as the trustees may consider appropriate including operating any educational establishment that the trustees may see fit.

Significant activities

Fundraising from individual donors and UK organisations. Part of this includes restricted funds that will be sent in their entirety to Malawi for the purpose of contributing to the staffing and running costs of KCV, including the paediatric hospital.

Public benefit

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

Social investments

Kondanani UK aims to ensure that our activities positively affect society as a whole. Our CSR policy aims to guarantee that we work ethically, considering human rights as well as the social, economic and environmental impacts of what we do as an organisation. Specifically Kondanani Malawi has an ongoing commitment to use green energy through biogas and solar power projects.

Volunteers

Travel to Kondanani Malawi was limited due to the pandemic. However Penny Curwell went to the orphanage to provide assistance where possible.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Despite the limitations of lockdown We successfully raised funds for the following:

- Food - this was the main focus of fundraising during this year, due to the disruption of normal food production and supply in Malawi due to the Covid19 pandemic.
- Other running costs for Kondanani Children's Village
- Medical supplies
- School supplies

Fundraising activities

- We continued to update Facebook and Instagram regularly and have a growing following we can connect with to support our projects.
- A 30 second fundraising advert was submitted to an International broadcaster which was aired daily during this financial year. This advert was given for free.

FINANCIAL REVIEW

Financial position

The trustees have read the end of year accounts and are satisfied with the state of the charity's finances. We are concerned about the losses of £28,275 incurred as a result of fraud and these are currently shown under debtors. We are committed to reclaiming them from the bank.

Reserves policy

There are no reserves held. There are no recurring costs or financial liabilities that would require a reserve to be held.

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.

Recruitment and appointment of new trustees

New trustees are appointed by the Board of trustees

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

05608017 (England and Wales)

Registered Charity number

1113426

Registered office

64 Finning Avenue
Exeter
Devon
EX4 8FA

Trustees

Ms A S Chikhwaza (resigned 20.11.21)
J G Gebbie Tour Guide
Mrs J C Gebbie Retired
Ms A M Horowitz Retired
Miss A J Stevens Self-employed trainer (appointed 12.12.20)
Mrs P J Curwell Landscape Designer (resigned 13.7.21)
A W Gibson Communications & marketing (appointed 12.12.20)

Company Secretary

Mrs J C Gebbie

Independent Examiner

Mary E Ryan
FCCA
Ark Accountancy
Chartered Certified Accountant
31 Cheam Road
Epsom
Surrey
KT17 1QX

Approved by order of the board of trustees on 27 September 2022 and signed on its behalf by:

J G Gebbie - Trustee

Independent examiner's report to the trustees of KONDANANI UK ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 October 2021.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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.

Mary E Ryan
FCCA
Ark Accountancy
Chartered Certified Accountant
31 Cheam Road
Epsom
Surrey
KT17 1QX

27 September 2022

KONDANANI UK

Statement of Financial Activities
for the Year Ended 31 October 2021

	Notes	Unrestricted fund £	Restricted funds £	31.10.21 Total funds £	31.10.20 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		8,088	66,692	74,780	49,496
Other trading activities	2	-	2,113	2,113	3,395
Investment income	3	4	-	4	24
Total		<u>8,092</u>	<u>68,805</u>	<u>76,897</u>	<u>52,915</u>
EXPENDITURE ON					
Charitable activities					
Support for Malawi		3,972	50,000	53,972	44,296
NET INCOME		<u>4,120</u>	<u>18,805</u>	<u>22,925</u>	<u>8,619</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		20,516	4,339	24,855	16,236
TOTAL FUNDS CARRIED FORWARD		<u><u>24,636</u></u>	<u><u>23,144</u></u>	<u><u>47,780</u></u>	<u><u>24,855</u></u>

The notes form part of these financial statements

KONDANANI UK

Balance Sheet

31 October 2021

	Notes	Unrestricted fund £	Restricted funds £	31.10.21 Total funds £	31.10.20 Total funds £
CURRENT ASSETS					
Debtors	7	28,275	-	28,275	-
Cash at bank		-	23,144	23,144	25,305
		<u>28,275</u>	<u>23,144</u>	<u>51,419</u>	<u>25,305</u>
CREDITORS					
Amounts falling due within one year	8	(3,639)	-	(3,639)	(450)
		<u>(3,639)</u>	<u>-</u>	<u>(3,639)</u>	<u>(450)</u>
NET CURRENT ASSETS		<u>24,636</u>	<u>23,144</u>	<u>47,780</u>	<u>24,855</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>24,636</u>	<u>23,144</u>	<u>47,780</u>	<u>24,855</u>
NET ASSETS		<u>24,636</u>	<u>23,144</u>	<u>47,780</u>	<u>24,855</u>
FUNDS	10				
Unrestricted funds				24,636	20,516
Restricted funds				23,144	4,339
TOTAL FUNDS				<u>47,780</u>	<u>24,855</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 October 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 October 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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 27 September 2022 and were signed on its behalf by:

J G Gebbie - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES**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' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

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

Expenditure

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

Taxation

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

Fund accounting

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

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

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

2. OTHER TRADING ACTIVITIES

	31.10.21	31.10.20
	£	£
Sponsorships	2,113	3,395
	<u> </u>	<u> </u>

3. INVESTMENT INCOME

	31.10.21	31.10.20
	£	£
Deposit account interest	4	24
	<u> </u>	<u> </u>

4. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 October 2021 nor for the year ended 31 October 2020.

5. AVERAGE EMPLOYEES

0

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	49,496	-	49,496
Other trading activities	-	3,395	3,395
Investment income	24	-	24
Total	49,520	3,395	52,915
EXPENDITURE ON			
Charitable activities			
Support for Malawi	43,730	566	44,296
NET INCOME	5,790	2,829	8,619
RECONCILIATION OF FUNDS			
Total funds brought forward	14,726	1,510	16,236
TOTAL FUNDS CARRIED FORWARD	20,516	4,339	24,855

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.21 £	31.10.20 £
Other debtors	28,275	-

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.10.21	31.10.20
	£	£
Bank loans and overdrafts (see note 9)	3,189	-
Accrued expenses	450	450
	<u>3,639</u>	<u>450</u>

9. LOANS

An analysis of the maturity of loans is given below:

	31.10.21	31.10.20
	£	£
Amounts falling due within one year on demand:		
Bank overdrafts	<u>3,189</u>	<u>-</u>

10. MOVEMENT IN FUNDS

	At 1.11.20 £	Net movement in funds £	At 31.10.21 £
Unrestricted funds			
General fund	20,516	4,120	24,636
Restricted funds			
Sponsorship	4,005	(4,005)	-
Children's Village Malawi	-	22,810	22,810
Implant operation	334	-	334
	<u>4,339</u>	<u>18,805</u>	<u>23,144</u>
TOTAL FUNDS	<u>24,855</u>	<u>22,925</u>	<u>47,780</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	8,092	(3,972)	4,120
Restricted funds			
Sponsorship	2,113	(6,118)	(4,005)
Children's Village Malawi	66,692	(43,882)	22,810
	<u>68,805</u>	<u>(50,000)</u>	<u>18,805</u>
TOTAL FUNDS	<u>76,897</u>	<u>(53,972)</u>	<u>22,925</u>

10. MOVEMENT IN FUNDS - continued**Comparatives for movement in funds**

	At 1.11.19 £	Net movement in funds £	At 31.10.20 £
Unrestricted funds			
General fund	14,726	5,790	20,516
Restricted funds			
Sponsorship	610	3,395	4,005
Implant operation	900	(566)	334
	<u>1,510</u>	<u>2,829</u>	<u>4,339</u>
TOTAL FUNDS	<u><u>16,236</u></u>	<u><u>8,619</u></u>	<u><u>24,855</u></u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	49,520	(43,730)	5,790
Restricted funds			
Sponsorship	3,395	-	3,395
Implant operation	-	(566)	(566)
	<u>3,395</u>	<u>(566)</u>	<u>2,829</u>
TOTAL FUNDS	<u><u>52,915</u></u>	<u><u>(44,296)</u></u>	<u><u>8,619</u></u>

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

	At 1.11.19 £	Net movement in funds £	At 31.10.21 £
Unrestricted funds			
General fund	14,726	9,910	24,636
Restricted funds			
Sponsorship	610	(610)	-
Children's Village Malawi	-	22,810	22,810
Implant operation	900	(566)	334
	<u>1,510</u>	<u>21,634</u>	<u>23,144</u>
TOTAL FUNDS	<u><u>16,236</u></u>	<u><u>31,544</u></u>	<u><u>47,780</u></u>

10. 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	57,612	(47,702)	9,910
Restricted funds			
Sponsorship	5,508	(6,118)	(610)
Children's Village Malawi	66,692	(43,882)	22,810
Implant operation	-	(566)	(566)
	<u>72,200</u>	<u>(50,566)</u>	<u>21,634</u>
TOTAL FUNDS	<u>129,812</u>	<u>(98,268)</u>	<u>31,544</u>

11. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 October 2021.

KONDANANI UK**Detailed Statement of Financial Activities**
for the Year Ended 31 October 2021

	31.10.21 £	31.10.20 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	74,780	49,496
Other trading activities		
Sponsorships	2,113	3,395
Investment income		
Deposit account interest	4	24
Total incoming resources	<u>76,897</u>	<u>52,915</u>
EXPENDITURE		
Charitable activities		
Light and heat	-	48
Postage and stationery	250	313
Sundries	393	-
Subscriptions	50	50
Running costs	50,000	15,000
Education certificates	2,414	-
Bank charges	144	208
Food for Malawi	-	27,500
Medical supplies	-	566
Training	109	-
	<u>53,360</u>	<u>43,685</u>
Support costs		
Management		
Insurance	162	161
Governance costs		
Accountancy fees	450	450
Total resources expended	<u>53,972</u>	<u>44,296</u>
Net income	<u><u>22,925</u></u>	<u><u>8,619</u></u>