



# **micaia**



## **Report of the Trustees 2022**

## LEGAL AND ADMINISTRATIVE INFORMATION

<b>Trustees</b>	Dr Sandy Ochojna (Chair) Prof. Daniel Brockington Christopher Bowes Dr Isilda Nhantumbo Laura Gilbert (Treasurer) Milagre Nuvunga Prof. Philip Woodhouse
<b>Secretary</b>	Andrew Kingman
<b>Principal staff</b>	Andrew Kingman, Director
<b>Registered office and operational address</b>	13 Windsor Road Buxton Derbyshire SK17 7NS  01298 24248 <a href="http://www.Micaia.org">www.Micaia.org</a> info@Micaia.org
<b>Charity registration number</b>	1120413
<b>Independent Examiner</b>	Lindsay Johnston, FCA (retired)
<b>Bankers</b>	Royal Bank of Scotland The Square Bakewell Derbyshire DE45 1BT

**The Trustees of Micaia UK** present their report and the financial statements for the year ended 31 December 2022.

Legal and administrative information set out on page 1 forms part of this report. The financial statements are prepared on an accruals basis.

In 2022 the income of the charity was not above £250k and the total assets (before liabilities) of the charity do not exceed £3.26 million, therefore the annual accounts are subject to an independent examination, rather than an audit.

## Objectives and activities

Micaia's mission is to help Mozambique prosper - sustainably and inclusively, with all people capable of and supported in securing their own well-being.

In pursuing its mission, Micaia is developing and testing a coherent 'localization' approach to economic and social development. This responds to the various ways in which (economic, social, cultural, environmental, and spiritual) people we work with define 'prosperity' or wealth. The approach frames Micaia's values of creating social and economic fairness for poor people, creating opportunities for people to build assets, empowering people through building better skills knowledge and confidence, and working for an enabling policy and investment environment.

Micaia UK's principal activities include:

- a) Technical support for the development of operational programmes in Mozambique implemented by Micaia Foundation based in that country.
- b) Provision of personnel including paid staff and volunteers to support development programmes in Mozambique
- c) Research into issues relevant to Micaia's programmes
- d) Dissemination of case studies, reports and other educational material resulting from the practical work of Micaia and its partners in Mozambique
- e) Participation in policy networks and other forums relevant to Micaia's mission
- f) Raising and managing funds to support the work of Micaia in Mozambique.

## Purpose, structure and governance of the charity

Micaia is an international non-governmental, non-political, non-religious organisation created as a charitable legal entity in the UK. Micaia UK was registered as a charity on 7th August 2007. The organisation was established under a Constitution, which established the objects and powers of the charity.

The Constitution defines the Charity's 'Objects' as being:

1. To promote sustainable development for the benefit of the public by:
  - (a) the relief of poverty and the improvement of the conditions of life in socially and disadvantaged communities of Mozambique;

- (b) the promotion of sustainable means of achieving economic growth and regeneration in rural and urban communities of Mozambique;
- (c) the preservation, conservation and the protection of the natural resources and wider environment of Mozambique and the prudent use of its resources.

2. To advance the education of the public in subjects relating to sustainable development and the protection, enhancement and rehabilitation of the environment and to promote study and research in such subjects provided that the useful results of such study are disseminated to the public at large.

Sustainable development means “*development which meets the needs of the present without compromising the ability of future generations to meet their own needs.*”

Micaia UK is governed by a Board of Trustees (currently 7, including the Chair).

The charity is UK based with its registered office and administrative centre in Buxton. The Director is currently seconded to Micaia in Mozambique, working both with Micaia's sister organization, the Micaia Foundation (Reg. 100094525) and the linked social enterprise, Eco-Micaia Ltd (Reg. 400168105).

#### Organization

The charity is governed by its board of Trustees which convenes at least three times a year in the UK. Day-to-day management of the charity is delegated to the Director.

#### Risk management

The Trustees developed a risk management framework based on guidance from the Charity Commission. Trustees review this framework and the general risk management policy on an annual basis.

#### Safeguarding

Within the Micaia 'family', Micaia UK took the lead in developing Micaia's policy on Safeguarding, using best practice from UK experience and guidance. The Board has continued to lead in ensuring that Safeguarding is to the fore at all levels throughout the organization.

## **Achievements and performance**

### **Micaia: institutional development**

In the course of 2022 Micaia UK continued to play a role in supporting the institutional development of Micaia as a whole. This included active participation with the Micaia Foundation Board in opening an office in the capital, Maputo, to better support the activities of its established operating base in Chimoio. This move, in conjunction with the UK Director developing plans for expanded engagement with Micaia in the UK, represents the Boards' collective efforts to balance operational work with more involvement in policy,

research and funding. Micaia UK also supported and co-chaired Micaia's Research Working Group.

Micaia UK's support for Mozambique continued to focus on four main areas:

- a) Securing additional funding for natural product value chain development and the Natural Product Enterprise Centre
- b) Further developing Micaia's capacity to add value to practical work in Mozambique by engaging proactively in policy and research networks in the UK and elsewhere that are relevant to Micaia's work
- c) Further developing Micaia's organizational and institutional capacity, with particular attention given to establishing a UK fundraising platform and improving marketing and communications
- d) Advising on the further development and implementation of Micaia's Safeguarding policies and procedures

### ***Maintaining an active Board***

Micaia UK is supported by the volunteer activities of its Board. In addition to the meetings of the Board, almost always attended by all Members, individual Trustees continued to take on specific tasks agreed at Board Meetings or as part of continuing operations. These activities included banking and financial management, keeping abreast of UK charity law and requirements, promoting the organisation, organizing events, research, and representing Micaia at meetings.

### ***Engaging in the governance of the Micaia 'Family'***

Through the year, the Chair of the UK Board maintained monthly contact with the Foundation Board's representatives, monitoring in particular the security situation in Mozambique, and the progress of the Micaia 'family' in relation to its annual Operating Plan. The UK Chair also received and commented on papers presented to the Micaia Foundation Board Meeting. The UK Chair and Vice-Chair participated in the monthly inter-board 'Steering Committee' skype meetings. These monthly meetings follow a standard agenda that incorporates security, safeguarding, reputation management, personnel issues, finance, and headlines from projects and other actions in Mozambique. The Minutes of the Steering Committee meetings are shared with all Micaia board members.

Micaia UK's Treasurer continued to support the financial management and planning of Micaia in Mozambique, advising on management accounting and other financial systems.

### ***Supporting Eco-Micaia Ltd and its investments***

Eco-Micaia Ltd is a company registered in Mozambique and operates as part of the Micaia 'group'. It shares the same overall purpose and strategic plan as Micaia UK and Micaia Foundation. It was created in 2007 to provide a vehicle for services and investments in value chains and socially responsible businesses, community ventures and other market-oriented actions that could create livelihood opportunities for suppliers, producers and workers.

Since the end of 2016, Micaia (UK) has been a shareholder in Eco-Micaia and Dr Sandy Ochojna is the Trustee appointed to the Eco-Micaia Board of Directors to represent Micaia

(UK). During 2022, Dr Ochojna has been closely engaged in supporting the management and governance of Eco-Micaia. This included, *inter alia*:

- a) maintaining close contact with the Director via email and skype calls, discussing issues as they emerge and reviewing internal discussion papers, proposals etc.
- b) reviewing monthly narrative reports and accounts from Eco-Micaia and the subsidiary companies in Mozambique (Baobab Products Mozambique, Ndzou Camp, and Mozambique Honey Company)
- c) taking the lead in presenting at the UK Board meetings, and on the monthly inter-board calls, summary reports on the status and performance of the companies
- d) participating in online Board of Directors' meetings

### **Marketing and communications**

Micaia UK intends to expand its role in marketing, communications and fundraising. Having established Micaia's presence on People's Fundraising in 2021, Micaia UK focused on using its social media presence to promote links to Micaia's pages and appeals on the site.

### **Programmes**

Micaia's programmes are focused entirely on Mozambique. All programmes link with one of the four 'pillars' that provide the framework to Micaia's strategic plan. The four 'Pillars of Prosperity' aim to support and develop:

- a) Food security and the local food economy; b) Active citizenship; c) Sustainable management of natural resources; d) Diverse and inclusive local economies.

In 2022, Micaia continued to support work led by Micaia Foundation in the north of Manica Province in the districts of Guro and Tambara. Since 2016, Micaia has focused much of its support on work relating to promoting livelihoods based on natural products. With support from a private family foundation, Micaia launched a new phase of work in this landscape. The project is entitled: **From vulnerability to resilience**. As with the previous project supported by the family foundation, while the grant agreement is between Micaia Foundation in Mozambique and the funder, Micaia in UK received the funds and managed the onward grants to Micaia in Mozambique.

The work done by Micaia Foundation since 2016 has created new opportunities: increased sources and scale of income for women in particular (from selling baobab fruit); fostered a better understanding of natural resources and the risks to these of unsustainable extraction; and encouraged merging and stronger community organizations. The successes of the programme have led to other funding being secured by the Foundation for work in the area. This funding includes support for the construction of dams that will then backfill with sand that stores water into the dry season when the watercourse runs dry, and support for baobab collectors and their Association. The problem to be addressed in the new project is how to scale up and sustain the benefits of the work done to date; put another way, how to help people reduce their vulnerability and, as families and communities, become more resilient.



The project expands the area of intervention across what Micaia refers to as the Lower Zambezi Valley, incorporating Guro and Tambara districts along with Changara District of Tete Province. The goal of the project is to help people strengthen their communities' resilience (particularly adaptability and resilience in the face of climate change) and, in so doing, to inspire and facilitate change in neighbouring Districts sharing similar characteristics.

The project is holistic in design and approach, mirroring the four Pillars at the heart of Micaia's strategy. One component focuses on sustainable agriculture and aims to enable 5,000 families to learn about and implement more sustainable agricultural systems. A second component focuses on natural resource management and aims to facilitate in 26 communities of Guru and Tambara Districts, and 7 communities of Changara, the creation and implementation of Land and Natural Resource Management Plans. The third component maintains Micaia's core focus on livelihood diversification and natural products and aims to enable 3,000 families to increase household income by participating in at least one non-timber forest product value chain. Finally, a fourth component on human development seeks to enable 1,000 women and 500 men to build literacy and numeracy skills according to their own priorities and, in so doing, establish and pilot a new approach to integrating functional literacy and numeracy in livelihoods and life skills. Binding all of these actions together, the Micaia team hopes to facilitate the development, with community partners, of district-level 'Community Resilience Associations' in each of Guru and Tambara Districts, creating a longer-term model which Micaia Foundation can introduce into other Districts. Our strategic aim is to support community-led development and make more effective use of the many resources that exist in communities throughout the area in which Micaia operates.

In 2022, while continuing with villages already introduced to the project in its first and second years, the small field team continued to expand the reach of the project, working in a total of 21 communities (a traditional area often including several small villages).

In sustainable agriculture the Micaia Foundation Field Officer worked with a total of 126 villages, and in 51 'new' villages, additional lead farmers were identified. By the end of the year 500kg of maize seed, 500kg sorghum seed and 102kg of Bambara nuts seed was distributed to lead farmers for the setting up of demonstration plots for the agricultural season 2022/23.

For the capabilities "learning for life" program the team worked with a total of 37 facilitators distributed across 27 villages, of which 10 are new. In adult literacy, the team worked in 20 villages.

The areas in which the project is implemented are very dry, and the project's focus is therefore on trying to encourage farming methods that can cope with the conditions and avoid making the situation worse by further clearance of forest. During the year, 2,171 men and 2,433 women farmers participated in some form of training. After two years' of focusing on sustainable agriculture, the first theme of the project, interesting stories of change are emerging. For example, during distribution of seed, the team discovered that some farmers have become interested in setting an example to their fellow farmers by showing what they have learnt from their lead farmers. When the village's Lead Farmer left Nhachecha village in Tambara District to move to town, another farmer, Antonio Denja,

volunteered to open another demonstration plot in his land so that his neighbours can also have the opportunity to learn from his experience. In Nhaphenda village, the traditional leader, after the training he received, decided to follow the lessons learnt and advised his four wives to do the same, but they all refused. As each wife is responsible for her own production, he didn't persist in making them change their minds. In his farm he neither swept nor burned the dry organic matter found (grass, leaves, maize and sorghum stems, etc.) whilst the four wives continued to use their traditional farming methods. During the monitoring visits to the community, the leader proudly showed how his seeds had germinated, while most of the areas cultivated by his wives were not successful. The women told Micaia's field officers that in the new season they too will apply the 'new' methods.

One of the main challenges faced is the increasingly irregular pattern of rains within the region. This has affected the production yields of the communities with a negative impact on food security. Relating to this major challenge, the second theme of the project is natural resource management and governance. The principles of community governance were introduced by the Micaia team in communities across the focus districts. This includes setting up Natural Resource Management Committees, creating a management plan, and, in theory, ensuring that the plan is implemented. However, the Committees have no resources with which to incentivise community forest 'rangers' who can monitor natural resource access and use and report abuse. While the Law states that communities with a Natural Resource Management Committee are entitled to 20% of tax paid by investors/extractors in relation to material sourced in that community the reality is that unless and until the communities start to see some such returns, people are not motivated to work. Natural Resource Management Plans remain as papers only, not as guides to sustainable use of available resources, and of sanctions to apply if local people (and outsiders) fail to follow the rules. Micaia's hope is that the stress on principles and benefits of community governance will begin to change this situation, especially as people do complain about the rate of degradation. There are some positive signs. For example, as a result of the sensitization define sessions, one community in Guro District, set up a small tree nursery that would serve for producing tree seedlings for the reforestation of their forest. In the same community the leader worked on revitalizing the natural resources management committee that was created during the extraction of timber some years ago.

The third theme in the project is diversification of economic livelihoods. Micaia continues to work with baobab, seeking to expand the value chain and increase the number of women who benefit, and the range of benefits. In the preparation phase for the 2022 harvest, a record 3,150 women registered and trained to sell baobab fruit to Baobab Products Mozambique (BPM), the social enterprise set up and managed by Eco-Micaia Ltd. This reflects the growing awareness that BPM pays 3-4 times as much for baobab than the informal traders do. Although the baobab value chain work is led by BPM, the Micaia field team play important supporting and coordinating roles, particularly regarding the selection and support (training) of Lead Collectors and representatives of the Baobab Association.

Other than baobab, the Micaia team conducted research into the extent of marula in the area, knowing that there is a very good international market for marula oil. If additional funding can be sourced, there is a plan to do a pilot production of the oil in 2024. Also, the team supported field trials of Bambara Nut production. This bean, that grows like groundnuts, is highly nutritious and has great potential in both the national and



international market. The Micaia team identified 17 lead farmers within the districts of Guro and Tambara interested in producing Bambara nuts and all were given 6kg each. After the harvest the nut will be used to test the buying process where the cost of the seed will be deducted so that the farmers will understand that this is a business, and each farmer has to be responsible for getting all the necessary inputs when producing nuts for the future value chain. The plan is to then expand production.

The fourth theme in the project is 'capabilities', a broad programme of non-formal learning that encompasses literacy and numeracy, as well as 'learning for life'. In the year 756 community members (681 women) registered for the programme. Training of trainers and training of *learning for life* facilitators was conducted in the April by a British consultant, hired by Micaia to help the team set up the adult literacy program. The consultant also conducted an online workshop in which government officials from the education department participated. In this workshop the participants analysed the principles of adult literacy and the strategy that Micaia would use for this programme.

Many of the women participating in the programme are baobab collectors, and for them (almost all of whom were unable to read or even write their name), the literacy and numeracy work was seen as a strategy for boosting their livelihood. Most women in these classes concentrated their time in learning more about their main activity (baobab business) and on how to do simple calculations related to the weighing and pricing of their product. Encouragingly, the number of collectors who can write their own names has increased. Of the 306 women that completed the year's programme, 47 really improved their writing skills, whilst the rest are now able to write their names and read numbers. This helped in guaranteeing that each collector was able to sign her name for each transaction done during the buying process which reduced the risk of falsification.

## Research linkages

In 2022, Micaia maintained its links with the universities of Sheffield and Edinburgh. Micaia Foundation and University of Edinburgh, along with Maputo's University of Eduardo Mondlane, were successful in a bid to the UK's Darwin Initiative. Although Micaia UK is not directly involved in the project, the UK Director is part of the management team on the project and is in close contact with the lead researcher from Edinburgh.

Micaia UK Board members participate (and one Chairs) the Micaia Research Working Group, set up to guide the development of the overall Micaia research agenda.

## Fundraising

Micaia UK continues to be the most likely source of general or unrestricted funding for Micaia in Mozambique and for the last few years the Board has been exploring possible ways of expanding UK-based fundraising. The lack of staff capacity in UK has limited the practical possibilities. In 2022 Micaia agreed with Micaia Foundation a new strategy for senior management to spend more time in the UK to support meetings with potential donors. The first stage of this plan – enabling the senior managers to step back from day-to-day engagement in the field – was implemented successfully. In 2023, we expect the UK Director to be based more in the UK. This will facilitate the development of a UK-focused fundraising strategy.

## Financial review

Micaia received income of £159k in 2022 compared with £202k in 2021.

The majority (£125k) was restricted funding from the family foundation grant.

Micaia also received a small amount of interest income and donations.

Expenditure was £186k in 2022, in-line with 2021.

Micaia's reserves at 31<sup>st</sup> December were almost entirely restricted, however further, modest unrestricted donations have been received in 2023 to build up the general fund again.

## Plans for the future

Micaia will seek to expand its ability to support work in Mozambique and to share learning from that work with a wide network of practitioners and policymakers.

Micaia's key objectives for 2023 are:

- Scale up UK fundraising, with particular reference to a) general (unrestricted) funding and b) the new specific appeals (scholarships, youth farm and Ndzou Camp eco-camp)
- Complete the overhaul of Micaia's communications (policy, strategy, tools)
- Plan and support the more regular and extensive presence in the UK of Micaia's founding directors

## Statement of responsibilities of the trustees

The trustees are required to prepare financial statements for each financial year, which give a true and fair view of the state of the affairs of the charity and the incoming resources and application of resources, including the net income and expenditure, of the charity for the year. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 which disclose with reasonable accuracy at any time the financial position of the charity. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of accounting errors, inappropriate use of funds, fraud and other irregularities.

Members of the charity guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up. The total number of such guarantees as at 31 December 2022 was 7. The trustees are members of the charity, but this entitles them only to voting rights. The trustees have no beneficial interest in the charity.

## **Public Benefit**

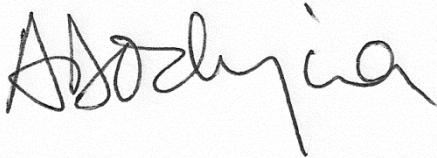
The Trustees regularly review Micaia's work to ensure that the charity continues to meet public benefit criteria. The Trustees are satisfied that Micaia delivers public benefit. Measures to verify this conviction include the continuing role of Micaia's UK Director in directly supporting work in Mozambique and reporting quarterly to the Board, and the independent evaluations of projects that take place.

## **Auditors**

Micaia UK does not yet need to have an audit. An Independent Examiner was appointed and conducted an examination of the 2022 Micaia UK accounts.

The Trustees also note that Micaia Foundation, our lead partner in Mozambique, has a full independent audit of its annual accounts. Similarly, the evaluation of specific projects incorporates financial review, and Micaia has been subject to due diligence processes by its key funders including AFD

Approved by the trustees on 03/12/23 and signed on their behalf by

A handwritten signature in black ink, appearing to read 'Sandy Ochojna', is centered on a light gray rectangular background.

Dr Sandy Ochojna – Chair



MICAIA UK			Charity No	1120413	CC17a
Annual accounts for the period					
Period start date	01/01/2021	To	Period end date	31/12/2021	

## Section A Statement of financial activities

Recommended categories by activity	Details of own analysis	Note	Unrestricted funds £ F01	Restricted income funds £ F02	Endowment funds £ F03	Total this year £ F04	Total last year £ F05
<b>Incoming resources (Note 3)</b>							
Incoming resources from generated funds						-	-
Voluntary income		S01	1,883	157,504	-	159,387	201,695
Activities for generating funds		S02				-	-
Investment income		S03				-	-
Incoming resources from charitable activities		S04				-	-
Other incoming resources		S05	51			51	2
<b>Total incoming resources</b>		S06	1,934	157,504	-	159,438	201,697
<b>Resources expended (Notes 4-8)</b>							
Costs of Generating Funds						-	-
Costs of generating voluntary income		S07	239	3,683		3,923	4,737
Fundraising trading costs		S08	109	16,770	-	16,661	3,160
Investment management costs		S09		-		-	-
Charitable activities		S10	-	197,617		197,617	183,258
Governance costs		S11		1,000		1,000	1,000
Other resources expended		S12				-	-
<b>Total resources expended</b>		S13	349	185,530	-	185,879	185,836
<b>Net incoming/(outgoing) resources before transfers</b>		S14	1,585	28,026	-	26,441	15,861
<b>Gross transfers between funds</b>		S15	-	-	-	-	-
<b>Net incoming/(outgoing) resources before other recognised gains/(losses)</b>		S16	1,585	28,026	-	26,441	15,861
<b>Other recognised gains/(losses)</b>							
Gains and losses on revaluation of fixed assets for the charity's own use		S17	-	-	-	-	-
Gains and losses on investment assets		S18	-	-	-	-	-
<b>Net movement in funds</b>		S19	1,585	28,026	-	26,441	15,861
<b>Total funds brought forward</b>		S20	503	81,609	-	82,113	66,252
<b>Total funds carried forward</b>		S21	2,089	53,583	-	55,672	82,113

## Section B Balance sheet

	Note	Unrestricted funds £ F01	Restricted income funds £ F02	Endowment funds £ F03	Total this year £ F04	Total last year £ F05
<b>Fixed assets</b>						
Tangible assets (Note 9)	B01				-	-
	B02				-	-
Investments (Note 10)	B03				-	-
<b>Total fixed assets</b>	B04	-	-	-	-	-
<b>Current assets</b>						
Stock and work in progress	B05				-	-
Debtors (Note 11)	B06		69,391		69,391	82,307
(Short term) investments	B07				-	-
Cash at bank and in hand	B08	935	52,204		53,139	92,574
<b>Total current assets</b>	B09	935	121,595	-	122,530	174,881
<b>Creditors: amounts falling due within one year</b> (Note 12)	B10	-	23,254		23,254	92,768
<b>Net current assets/(liabilities)</b>	B11	935	98,341	-	99,276	82,113
<b>Total assets less current liabilities</b>	B12	935	98,341	-	99,276	82,113
<b>Creditors: amounts falling due after one year</b> (Note 12)	B13		43,604		43,604	-
Provisions for liabilities and charges	B14	-	-	-	-	-
<b>Net assets</b>	B15	935	54,737	-	55,672	82,113
<b>Funds of the Charity</b>						
Unrestricted funds	B16	935			935	503
	B17				-	-
Restricted income funds (Note 13)	B18		54,737		54,737	81,609
Endowment funds (Note 13)	B19			-	-	-
<b>Total funds</b>	B20	935	54,737	-	55,672	82,113
Signed by one or two trustees on behalf of all the trustees		<div> <div>Signature</div> <div>Print Name</div> <div>Date of approval</div> </div>				
		<div> <div><i>Laura Gilbert</i></div> <div>Laura Gilbert</div> <div>06/12/2023</div> </div>				

**Section C****Notes to the accounts****Note 1 Basis of preparation**

***This section should be completed by all charities .***

**1.1 Basis of accounting**

These accounts have been prepared on the basis of historic cost (except that investments are shown at market value) in accordance with:

- Accounting and Reporting by Charities – Statement of Recommended Practice (SORP 2005);
- and with\* 

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 Accounting Standards;
- or
- and with the Charities Act 1993.

[\*\* except for the following].

\* -Tick as appropriate:

- if all relevant disclosures shown in the pack have been given then please tick “Accounting Standards”;
- if disclosures completed in these accounts have been restricted to those required by the FRSSE, then please tick “Financial Reporting Standards for Smaller Enterprises (FRSSE)”.

**1.2 Change in basis of accounting**

There has been no change to the accounting policies (valuation rules and methods of accounting) since last year (§ except for the following).

**1.3 Changes to previous accounts**

No changes have been made to accounts for previous years, except for the following.



**Note 2****Accounting policies**

*This standard list of accounting policies has been applied by the charity except for those deleted. Where a different or additional policy has been adopted then this is detailed in the box below.*

**INCOMING RESOURCES****Recognition of incoming resources**

These are included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources;
- the trustees are virtually certain they will receive the resources; and
- the monetary value can be measured with sufficient reliability.

**Incoming resources with related expenditure**

Where incoming resources have related expenditure (as with fundraising or contract income) the incoming resources and related expenditure are reported gross in the SoFA.

**Grants and donations**

Grants and donations are only included in the SoFA when the charity has unconditional entitlement to the resources.

**Tax reclaims on donations and gifts**

Incoming resources from tax reclaims are included in the SoFA at the same time as the gift to which they relate.

**Contractual income and performance related grants**

This is only included in the SoFA once the related goods or services have been delivered.

**Gifts in kind**

Gifts in kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.

Gifts in kind for sale or distribution are included in the accounts as gifts only when sold or distributed by the charity.

Gifts in kind for use by the charity are included in the SoFA as incoming resources when receivable.

**Donated services and facilities**

These are only included in incoming resources (with an equivalent amount in resources expended) where the benefit to the charity is reasonably quantifiable, measurable and material. The value placed on these resources is the estimated value to the charity of the service or facility received.

**Volunteer help**

The value of any voluntary help received is not included in the accounts but is described in the trustees' annual report.

**Investment income**

This is included in the accounts when receivable.

**Investment gains and losses**

This includes any gain or loss on the sale of investments and any gain or loss resulting from revaluing investments to market value at the end of the year.

**EXPENDITURE AND LIABILITIES****Liability recognition**

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

**Governance costs**

Include costs of the preparation and examination of statutory accounts, the costs of trustee meetings and cost of any legal advice to trustees on governance or constitutional matters.

**Grants with performance conditions**

Where the charity gives a grant with conditions for its payment being a specific level of service or output to be provided, such grants are only recognised in the SoFA once the recipient of the grant has provided the specified service or output.

**Grants payable without performance conditions**

These are only recognised in the accounts when a commitment has been made and there are no conditions to be met relating to the grant which remain in the control of the charity.

**Support Costs**

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, eg allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

**ASSETS****Tangible fixed assets for use by charity**

These are capitalised if they can be used for more than one year, and cost at least £500. They are valued at cost or a reasonable value on receipt.

**Investments**

Investments quoted on a recognised stock exchange are valued at market value at the year end. Other investment assets are included at trustees' best estimate of market value.

**Stocks and work in progress**

These are valued at the lower of cost or market value.

**POLICIES ADOPTED  
ADDITIONAL TO OR DIFFERENT  
FROM THOSE ABOVE**

**Section C****Notes to the accounts****(cont)****Note 3****Analysis of incoming resources**

*Incoming resources may be further analysed if this would help the reader of the accounts.*

	<b>Analysis</b>	<b>This year £</b>	<b>Last year £</b>
<b>Voluntary income</b>	Project grants	157,000	194,298
	General donations	2,387	7,396
	Other incoming resources	-	-
	<b>Total</b>	<b>159,387</b>	<b>201,695</b>
<b>Activities for generating funds</b>			-
			-
			-
			-
	<b>Total</b>	<b>-</b>	<b>-</b>
<b>Investment income</b>			-
			-
			-
			-
	<b>Total</b>	<b>-</b>	<b>-</b>
<b>Incoming resources from charitable activities</b>			-
			-
			-
			-
	<b>Total</b>	<b>-</b>	<b>-</b>
<b>Other incoming resources</b>	Bank Interest	51	2
			-
			-
			-
	<b>Total</b>	<b>51</b>	<b>2</b>

<b>Section C</b>	<b>Notes to the accounts</b>	<b>(cont)</b>
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**Note 4                      Analysis of resources expended**

Resources expended may be further analysed if this would help the reader of the accounts.

	Analysis	This year £	Last year £
<b>Costs of generating voluntary income</b>	Technical support via Eco-Micaia Consultant	3,000	3,000
	Marketing materials	109	1,185
	Travel	-	153
	Administration	575	71
	Financial	239	328
	<b>Total</b>	3,923	4,737
<b>Fundraising trading costs</b>			-
			-
			-
	FX movement - unrestricted	109	8
	FX movement - restricted	- 16,770	- 3,168
	<b>Total</b>	- 16,661	- 3,160
<b>Investment management costs</b>			
		-	-
		-	-
	<b>Total</b>	-	-
<b>Charitable activities</b>	Grantmaking	149,850	123,993
	Technical support via Eco-Micaia Consultant	10,176	10,176
	Other consultant fees		
	International travel	2,529	2,216
	Other programme-related costs (DM + Spend)	35,063	46,874
	<b>Total</b>	197,617	183,258
<b>Governance costs</b>	Technical support via Eco-Micaia Consultant	1,000	1,000
	Accrual for Cost of Independent Exam		-
	Costs of Moz. Trustee visit and UK travel expenses		-
	<b>Total</b>	1,000	1,000

<b>Section C</b>	<b>Notes to the accounts</b>	<b>(cont)</b>
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## Note 5 Support Costs

*Please complete this note if the charity has analysed its expenses using activity categories and has support costs.*

Support cost type	Fundraising activity £	Charitable Activity £	Governance Activity £	Total Cost £
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
<b>Total</b>	-	-	-	-

## Note 6 Details of certain items of expenditure

### 6.1 Trustee expenses

*Please provide details of the amount of any payment or reimbursement of out-of-pocket expenses made to trustees or to third parties for expenses incurred by trustees. If no expenses were paid, please enter 'None' in the appropriate box(es).*

Number of trustees who were paid expenses

Nature of the expenses

Total amount paid

This year	Last year
1	2
Other Consultant Fees as per Note 4	Other Consultant Fees as per Note 4
£0	£0

### 6.2 Fees for examination or audit of the accounts

*Please provide details of the amount paid for any statutory external scrutiny of accounts and other services provided by your independent examiner or auditor. If nothing was paid please enter NONE in the appropriate box(es).*

Independent examiner's or auditors' fees for reporting on the accounts

Other fees (for example: advice, consultancy, accountancy services) paid to the independent examiner or auditor

This year £	Last year £
None	None
None	None

<b>Section C</b>	<b>Notes to the accounts</b>	<b>(cont)</b>
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**Note 7**                      **Paid employees**  
*Please complete this note if the charity has any employees.*

**7.1 Staff Costs**

	This year £	Last year £
Gross wages, salaries and benefits in kind	-	-
Employer's National Insurance costs	-	-
Pension costs	-	-
<b>Total staff costs</b>	-	-

**7.2 Average number of full-time equivalent employees in the year**

	This year Number	Last year Number
The parts of the charity in which the employees work		
Fundraising	-	-
Charitable Activities	-	-
Governance	-	-
Other	-	-
<b>Total</b>	-	-

**7.3 Defined contribution pension scheme**

*Please complete if a defined contribution pension scheme is operated.*

**Brief details of the scheme**

--

	This year £	Last year £
The costs of the scheme to the charity for the year	-	-
The amount of any contributions outstanding at the year end	-	-
The amount of any contributions prepaid at the year end	-	-

**(cont)**



**Note 9****Tangible fixed assets**

*Please complete this note if the charity has any tangible fixed assets*

**9.1 Cost or valuation**

	Freehold land & buildings	Other land & buildings	Plant, machinery and motor vehicles	Fixtures, fittings and equipment	Payments on account and assets under construction	Total
	£	£	£	£	£	£
Balance brought forward	-	-	-	-	-	-
Additions	-	-	-	-	-	-
Revaluations	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Transfers *	-	-	-	-	-	-
Balance carried forward	-	-	-	-	-	-

**9.2 Accumulated depreciation and impairment provisions**

<b>**Basis</b>	SL or RB	SL or RB	SL or RB	SL or RB	SL or RB
<b>** Rate</b>					

Balance brought forward	-	-	-	-	-	-
Depreciation charge for year	-	-	-	-	-	-
Impairment provisions	-	-	-	-	-	-
Revaluations	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Transfers*	-	-	-	-	-	-
Balance carried forward	-	-	-	-	-	-

**9.3 Net book value**

Brought forward	-	-	-	-	-	-
Carried forward	-	-	-	-	-	-

**9.4 Revaluation**

*If any fixed assets have been revalued please give details of the valuer and method of valuation*

--

\* The "transfers" row is for movements between fixed asset categories.

\*\* Please indicate the method of depreciation by deleting the method not applicable (SL = straight line; RB = reducing balance). Also please indicate the rate of depreciation: for straight line, what is the anticipated life of the asset (in years); for reducing balance, what is the percentage annual deduction.

**Note 10 Investment assets**

*Please complete this note if the charity has any investment assets.*

**10.1 Fixed assets investments**

	£
Carrying (market) value at beginning of year	-
<b>Add:</b> additions to investments at cost	-
<b>Less:</b> disposals at carrying value	-
<b>Add/(deduct):</b> net gain/(loss) on revaluation	-
Carrying (market) value at end of year	-

*Please provide below:*

**10.2 A breakdown of the market values of investments shown above agreeing with the balance sheet row B03.**

**10.3 A breakdown of the income from investments agreeing with SOFA row S03.**

**Analysis of investments**

	10.2 Market value at year end £	10.3 Income from investments for the year £
<b>Investment properties</b>	-	-
Investments listed on a recognised stock exchange or held in common investment funds, open ended investment companies, unit trusts or other collective investment schemes	-	-
Investments in subsidiary or connected undertakings and companies	29	-
Securities not listed on a recognised Stock Exchange	-	-
Cash held as part of the investment portfolio	-	-
Other investments	-	-
<b>Total</b>	<b>29</b>	<b>-</b>

**10.4 Material investment holdings**

If any single investment is material in terms of its value (for example represents more than 5 per cent of the value of the charity's total investments) please provide details.

<b>Investment held</b>	
<b>Market Value</b>	

<b>Section C</b>	<b>Notes to the accounts</b>	<b>(cont)</b>
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**Note 11 Debtors and prepayments**

*Please complete this note if the charity has any debtors or prepayments.*

Analysis of debtors	Amounts falling due within one year		Amounts falling due after more than one year	
	This year £	Last year £	This year £	Last year £
Trade debtors				
Amounts due from subsidiary and associated undertakings	23,254	82,307	43,605	-
Other debtors	2,533			
Prepayments and accrued income				
<b>Total</b>	<b>25,787</b>	<b>82,307</b>	<b>43,605</b>	<b>-</b>

**Note 12 Creditors and accruals**

*Please complete this note if the charity has any creditors or accruals.*

**12.1 Analysis of creditors**

	Amounts falling due within one year		Amounts falling due after more than one year	
	This year £	Last year £	This year £	Last year £
Loans and overdrafts		41,846	-	-
Trade creditors				
Amounts due to subsidiary and associated undertakings	23,254	50,922	43,604	
Other creditors				
Accruals and deferred income	-	-	-	-
<b>Total</b>	<b>23,254</b>	<b>92,768</b>	<b>43,604</b>	<b>-</b>

**12.2 Security over assets**

*If any loan, overdraft or other creditor holds a charge or other security over any assets of the charity please provide details.*

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**Note 13****Endowment and restricted income funds**

*Please complete this section if the charity has any endowment or restricted income funds.*

**13.1 Funds held**

Please give a brief description of any of the following type of funds held by the charity:

- permanent endowment funds (PE);
- expendable endowment funds (EE); and
- restricted income funds, including special trusts, of the charity (R).

Fund Name	Type PE, EE or R	Purpose and Restrictions
General Fund	UR	
Gulbenkian Foundation	R	General support for MICAIA Foundation
University of Edinburgh	R	Sustainable Woodfuel Transitions
University of Sheffield	R	Conservation Challenges
Private Trust (Emergency)	R	Emergency response to IDAI
Private Trust	R	Natural Product Development - Moribane
Anonymous Fund 2	R	Natural Product Development
Natural Capital Fund	D	Donation towards the Natural Capital Fund
IDAI UK	D	Donation towards IDAI appeal
Private Trust (Other)	D	Donation towards costs

**13.2 Movements of major funds**

*Please give details of the movements of the major funds summarised in the restricted and endowment columns of the Statement of Financial Activities.*

Fund names	Fund balances brought forward £	Incoming resources £	Outgoing resources £	Transfers £	Gains and losses £	Fund balances carried forward £
General Fund	503	1,934	- 1,393	-	- 109	935
Anonymous Fund 2	5,000	-	-			5,000
University of Sheffield	18,272	31,889	- 29,455	-	-	20,706
Private Trust (Emergency)	5,922	-	-	-		5,922
Private Trust	49,099	142,376	- 188,957	-	16,770	19,288
Natural Capital Fund	1,808	504	-	-	-	2,312
IDAI UK	807	-	-	-	-	807
Private Trust (Other)	701	-	-	-		701
<b>Total Funds</b>	<b>82,113</b>	<b>176,703</b>	<b>- 219,804</b>	<b>-</b>	<b>16,661</b>	<b>55,672</b>

**13.3 Transfers between funds**

*Please give details of any transfers between funds.*

From Fund (Name)	To Fund (Name)	Reason	Amount

**Section C****Notes to the accounts****(cont)****Note 14 Transactions with related parties**

*If the charity has any transactions with related parties (other than the trustee expenses explained in note 6) details of such transactions should be provided in this note. If there are no transactions to report, please enter "None" in the relevant boxes.*

**14.1 Remuneration and benefits**

*Please give the amount of, and legal authority for, any remuneration or other benefits paid to a trustee or other related parties by the charity or any institution or company connected with it.*

Name of trustee or connected party	Legal authority (eg order, governing document)	Amounts paid or benefit value	
		This year £	Last year £

**14.2 Loans**

*Please give details of and amounts owing to or from the charity's trustees or other related parties by the charity at the year end.*

	Name of trustee or connected party	Legal authority	Amount owing	
			This year £	Last year £
Due to trustees and related parties				
Due from trustees and related parties				

**14.3 Other transaction(s) with trustees or related parties**

*Please give details of any transaction undertaken by (or on behalf of) the charity in which a trustee or related party has a material interest.*

Name of the trustee or related party	Relationship to charity	Description of the transaction(s)	This year £	Last year £

Section C	Notes to the accounts	(cont)
Note 15	Additional Disclosures	
The following are significant matters which are not covered in other notes and need to be included to provide a proper understanding of the accounts. If there is insufficient room here, please add a separate sheet.		
1) The small amount on Note 10 of £29 relates to the gift, in March 2017, of 11% of the shareholding of Eco-Micaia, a subsidiary of the Mozambique Foundation. The shares were previously held by two of the founders of the Foundation, Milagre Nuvunga and Andrew Kingman. The amount represents 11% of MZN 20k, translated at the year-end FX rate into USD and then GBP. For the purposes of the accounts the Trustees have valued this gift at nill value.		





CHARITY COMMISSION  
FOR ENGLAND AND WALES

## Independent examiner's report on the accounts

### Section A

### Independent Examiner's Report

Report to the trustees/  
members of

MICAIA UK

On accounts for the year  
ended

2022

Charity no  
(if any)

1120413

Set out on pages

1, 2

(Remember to include the page numbers of additional sheets)

Responsibilities and  
basis of report

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended 31/12/2022.

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 Trust's accounts carried out under section 145 of the 2011 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

The charity's gross income did not exceed £250,000 and I am qualified to undertake the examination by being a qualified member of CFA

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination (other than that disclosed below \*) which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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.

*\* Please delete the words in the brackets if they do not apply.*

Signed:

*L. J. Johnston*

Date:

06/12/2023

Name:

Lindsay James Johnston

Relevant professional  
qualification(s) or body  
(if any):

Fellow of the Institute of Chartered Accountants in England and Wales  
(Retired)

**Address:** St Ann's, 5 Wexford Road, London, SW12 8NH

**Section B**

**Disclosure**

Only complete if the examiner needs to highlight material matters of concern (see CC32, Independent examination of charity accounts: directions and guidance for examiners).

Give here brief details of any items that the examiner wishes to disclose.