

STARFISH MALAWI

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2020

STARFISH MALAWI

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STARFISH MALAWI

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 DECEMBER 2020**

Trustees	C Knott R A Sharpe T Pickford M A Mitchell B Jackson P A Bell
Charity registered number	1130350
Principal office	Alderden Cottage Sponden Lane Sandhurst Cranbrook Kent TN18 5NR
Independent Examiner	D Cochrane-Dyet BSc BFP FCA For and on behalf of MHA MacIntyre Hudson, Chartered Accountants Victoria Court 17-21 Ashford Road Maidstone Kent ME14 5DA

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020**

The Trustees present their report with the financial statements of the charity for the year ended 31 December 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Objectives and activities**a. Objectives and aims**

Starfish Malawi started in 2003 as a small Christian organisation, following a visit to Malawi by its founder, Chris Knott, with a calling to "build the church and the school", which became "build the kingdom of God in the lives of children". As we seek to understand and express this calling, Starfish continues to work tirelessly in the schools in the UK and Malawi through committed teachers and Christians.

We are Christian in identity, active in education and caring in character.

Our primary area of work in Malawi is in the district of Salima, though we still have some connections with the capital, Lilongwe, and Kasungu.

Starfish Malawi also seeks to make a difference by:

- Providing access to quality education for children in Malawi so that they can lift themselves and their communities out of poverty
- Promoting a positive communication and interaction between people of different cultures and backgrounds, thereby raising awareness of similarities, differences and sharing aspirations as global citizens with a godly outlook
- Providing support to communities to increase awareness of the HIV and AIDS pandemic, thereby developing resilience for living sustainable lives
- Empowering the vulnerable and the poor to harness their potential to switch from relying on hand-outs to self-sufficiency in the face of God's provision
- Engaging everyone in the challenges to rich and poor alike
- Giving people the opportunity to know Jesus Christ as Saviour and Lord
- Understanding Jesus' words that it is more blessed to give than to receive

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

Achievements and performance**a. Charitable activities**

2020 was an extraordinary year for the world, let alone Starfish Malawi. With schools closing and people requested to stay at home, in Malawi as well as the UK, it definitely changed the nature of the work that we did. The question we had to ask was how could we continue to support those in need, when our normal procedures and processes had to be reviewed and changed significantly.

We continued to provide food for the children, who were attending nursery school, through special family maize handouts.

We assisted secondary school sponsorship children, who were not attending school, but still had to eat and live.

We changed from the production of Gateway kits to facemasks, distributing many thousands to the community, who could not afford them. However, we did not want our Gateway staff to suffer so we continued to pay their full salary.

The building work at Hope Clinic continued and the new clinic was opened during the year and has been receiving thousands of outpatients.

We have continued to build Trinity School, Moyo and in the early part of 2021 lessons commenced.

We are so grateful to all our generous supporters. Whereas many other charities seem to have suffered significantly through the pandemic, Starfish has continued to receive good levels of support enabling us to maintain our work. We thank you so much.

We look forward to reverting to our established, effective programmes for the good of the nation of Malawi, as we seek to fulfil God's word, "to love one another".

Financial review**a. Going concern**

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

b. Reserves policy and financial review

It is the policy of the Charity's trustees to maintain unrestricted funds, which are free reserves of the Charity, at a level that equates to a minimum of three months of operating expenditure. This provides sufficient funds to cover management, administration and support costs, and to respond to emergency situations.

The rationale for holding this reserve is as follows;

- to ensure the financial security and proper staffing of the Charity
- to provide adequate resources to meet the challenges by new and uncertain funding streams

The Trustees will continue to keep under review the level of the charity's general reserve, but consider that the current level is necessary to fulfil justifiable calls on the charity's resources.

During the period under review, the total income received by the charity was £276,471 (2019: £268,916). The principal sources of income were from institutional and individual donations; the trustees and staff are grateful for this ongoing support.

Given the current economic climate, the trustees are satisfied with the performance of the charity during the year and with the financial positions as at 31st December 2019. The trustees consider the charity is in a strong positions to continue its activities during the coming year and that the charity's assets are adequate to fulfil its obligations. However, the trustees will continue to explore all options for maintaining and increasing income levels.

c. COVID-19 impact statement

Our supporters have generously continued their donations during the COVID-19 crisis. However, if the situation was to worsen and our income was to be affected, our reserves would allow us some time before we needed to scale back our projects so that this could be managed properly to minimise disruption.

Clearly, schools work has temporarily come to a halt, but this will be reinstated when appropriate following discussions with our partner schools.

d. Principal funding

During the year, principal funding for both unrestricted and restricted activities came from donations and fundraising.

Structure, governance and management**a. Constitution**

Starfish Malawi is a registered charity, number 1130350, and is constituted under a Trust deed.

b. Methods of appointment or election of Trustees

The management of the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

Structure, governance and management (continued)

c. Financial risk management

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

Plans for future periods

We will continue to explore new channels for maintaining and increasing our income levels. We will continue to keep our sight on our goals and remain true to our values, mission and Christian identity.

Statement of Trustees' responsibilities

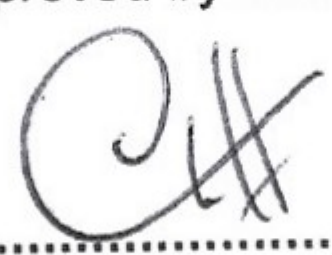
The Trustees are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & 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 its incoming resources and application of resources, including its income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and 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, 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.

Approved by order of the members of the board of Trustees and signed on their behalf by:


.....
C Knott
Trustee

Date:

12/6/2021

STARFISH MALAWI

**INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 DECEMBER 2020**

Independent examiner's report to the Trustees of Starfish Malawi ('the Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 31 December 2020.

Responsibilities and basis of report

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

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed the applicable 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 that in any material respect:

1. accounting records were not kept in respect of the Charity as required by section 130 of the 2011 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.

Signed:



Dated: 18 / 06 / 2021

D Cochrane-Dyet BSc BFP FCA

Independent Examiner

For and on behalf of MHA MacIntyre Hudson, Chartered Accountants

Maidstone

United Kingdom

STARFISH MALAWI

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020**

	Note	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income from:					
Donations and legacies	2	60,607	166,728	227,335	263,802
Other trading activities	3	6,164	11,787	17,951	12,669
Total income		66,771	178,515	245,286	276,471
Expenditure on:					
Raising funds	4	9,081	-	9,081	8,143
Charitable activities	5	59,776	148,115	207,891	269,864
Total expenditure		68,857	148,115	216,972	278,007
Net (expenditure)/income					
Transfers between funds	13	(2,086) (1,096)	30,400 1,096	28,314 -	(1,536) -
Net movement in funds		(3,182)	31,496	28,314	(1,536)
Reconciliation of funds:					
Total funds brought forward		13,688	97,637	111,325	112,861
Net movement in funds		(3,182)	31,496	28,314	(1,536)
Total funds carried forward		10,506	129,133	139,639	111,325

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

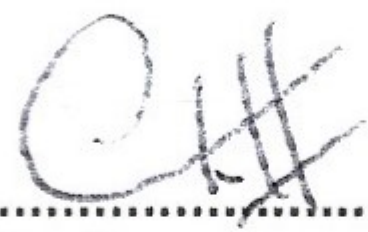
The notes on pages 9 to 20 form part of these financial statements.

STARFISH MALAWI

**BALANCE SHEET
AS AT 31 DECEMBER 2020**

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	10	-	580
		<u>-</u>	<u>580</u>
Current assets			
Debtors	11	500	600
Cash at bank and in hand		141,179	112,185
		<u>141,679</u>	<u>112,785</u>
Creditors: amounts falling due within one year	12	(2,040)	(2,040)
		<u></u>	<u></u>
Net current assets		139,639	110,745
Total net assets		<u>139,639</u>	<u>111,325</u>
Charity funds			
Restricted funds	13	129,133	97,637
Unrestricted funds	13	10,506	13,688
		<u></u>	<u></u>
Total funds		<u>139,639</u>	<u>111,325</u>

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:


.....
C Knott
Trustee

Date:

12/6/2021

The notes on pages 9 to 20 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

1. Accounting policies**1.1 Basis of preparation of financial statements**

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Starfish Malawi 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.

1.2 Going concern

The Trustees have considered the Charity's financial position, in particular the potential implications of the COVID-19 pandemic.

Whilst the eventual financial impact of the pandemic on the Charity, and on the overall economy, remains uncertain, given the ongoing financial support and funding received after the year end, the Trustees have a reasonable expectation that the Charity will be able to continue to operate for the foreseeable future.

The Trustees consider that it is appropriate to prepare the financial statements on a going concern basis.

1.3 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

1.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Charity to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

1. Accounting policies (continued)

1.4 Expenditure (continued)

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Charity's objectives, as well as any associated support costs.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, on a reducing balance basis.

Depreciation is provided on the following basis:

Motor vehicles	-	25% reducing balance
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1.6 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.7 Cash at bank and in hand

Cash at bank and 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.

1.8 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

1.9 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.

1.10 Pensions

The Charity operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Charity to the fund in respect of the year.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

1. Accounting policies (continued)**1.11 Fund accounting**

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

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

2. Income from donations and legacies

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	<i>Total funds 2019 £</i>
Donations	60,607	166,728	227,335	263,802

In 2019, £192,653 of the above donations and legacies were attributable to restricted funds and £71,149 were attributable to unrestricted funds.

3. Income from other trading activities**Income from fundraising events**

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	<i>Total funds 2019 £</i>
Fundraising events	6,164	11,787	17,951	12,669

In 2019, £4,894 of the above fundraising income was attributable to restricted funds and £7,775 was attributable to unrestricted funds.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

4. Expenditure on raising funds

Costs of raising voluntary income

	Unrestricted funds 2020 £	Total funds 2020 £	<i>Total funds 2019 £</i>
Fundraising costs	9,081	9,081	8,143

Fundraising costs were wholly attributable to unrestricted funds in the prior year.

5. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £	<i>Total funds 2019 £</i>
Activities to benefit clients	59,776	148,115	207,891	269,864

In 2019, £190,035 of the above expenditure on charitable activities was attributable to restricted funds and £79,829 was attributable to unrestricted funds.

6. Analysis of expenditure by activities

	Activities undertaken directly 2020 £	Support costs 2020 £	Total funds 2020 £	<i>Total funds 2019 £</i>
Activities to benefit clients	198,479	9,412	207,891	269,864
<i>Total 2019</i>	<i>260,808</i>	<i>9,056</i>	<i>269,864</i>	

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

6. Analysis of expenditure by activities (continued)

Analysis of direct costs

	Activities 2020 £	Total funds 2020 £	<i>Total funds 2019 £</i>
Staff costs	6,151	6,151	16,582
Activities to benefit clients	192,328	192,328	244,226
Total 2020	<u>198,479</u>	<u>198,479</u>	<u>260,808</u>
<i>Total 2019</i>	<u>260,808</u>	<u>260,808</u>	

Analysis of support costs

	Activities 2020 £	Total funds 2020 £	<i>Total funds 2019 £</i>
Depreciation	-	-	194
Insurance	2,094	2,094	3,114
Postage and stationery	170	170	201
Office costs	2,202	2,202	1,462
Motor and travel	2,245	2,245	1,970
Depreciation of tangible assets	580	580	-
Bank charges	81	81	75
Governance costs - Independent examiner's remuneration	2,040	2,040	2,040
Total 2020	<u>9,412</u>	<u>9,412</u>	<u>9,056</u>
<i>Total 2019</i>	<u>9,056</u>	<u>9,056</u>	

7. Independent examiner's remuneration

The independent examiner's remuneration amounts to an independent examiner fee of £1,020 (2019 - £1,020), and accounts preparation fees of £1,020 (2019 - £1,020).

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

8. Staff costs

	2020	2019
	£	£
Wages and salaries	5,882	15,647
Contributions to defined contribution pension schemes	269	935
	6,151	16,582

The average number of persons employed by the Charity during the year was as follows:

	2020	2019
Management and administration	1	1

No employee received remuneration amounting to more than £60,000 in either year.

9. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2019 - £NIL).

During the year, expenses totalling £413 were reimbursed to a Trustee for travelling costs incurred on charity business (2019 - £NIL).

STARFISH MALAWI

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

10. Tangible fixed assets

	Motor vehicles £
At 1 January 2020	4,348
Disposals	(4,348)
At 31 December 2020	-
At 1 January 2020	3,768
On disposals	(3,768)
At 31 December 2020	-
Net book value	
At 31 December 2020	-
At 31 December 2019	580

11. Debtors

	2020 £	2019 £
Due within one year		
Other debtors	500	600
	500	600

12. Creditors: Amounts falling due within one year

	2020 £	2019 £
Accruals and deferred income	2,040	2,040

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

13. Statement of funds

Statement of funds - current year

	Balance at 1 January 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2020 £
Unrestricted funds					
General Funds	13,688	66,771	(68,857)	(1,096)	10,506
Restricted funds					
Bible Explorer	12,820	7,940	(11,645)	-	9,115
Crowborough/Chapsinja	5,780	6,221	(5,884)	-	6,117
Disability Transport Fund (NYA 2020)	-	9,088	(989)	(400)	7,699
Gateway	9,647	385	(4,255)	-	5,777
Glad Tidings	8,940	20,098	(22,614)	(2,750)	3,674
GTOC - Health Centre	9,745	13,100	(19,564)	2,750	6,031
Hurst Green / Chitiwiri	12,338	6,330	(6,386)	-	12,282
Madalitso	19,329	9,015	(8,108)	-	20,236
Michael Jackson's Legacy	920	10,186	(391)	-	10,715
Secondary School Sponsorship	6,719	50,973	(30,149)	4,383	31,926
Washstands	-	7,007	(4,324)	-	2,683
Miscellaneous Restricted Funds	11,399	38,172	(33,806)	(2,887)	12,878
	97,637	178,515	(148,115)	1,096	129,133
Total of funds	111,325	245,286	(216,972)	-	139,639

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

13. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 January 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers in/out £</i>	<i>Balance at 31 December 2019 £</i>
Unrestricted funds					
General Funds	21,800	83,818	(87,972)	(3,958)	13,688
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Restricted funds					
Bible Explorer	3,640	22,416	(13,236)	-	12,820
Crowborough - Chapsinja	4,636	6,606	(5,462)	-	5,780
Disability Transport Fund (NYA 2020)	-	1,180	(1,580)	400	-
Gateway	4,213	16,220	(10,786)	-	9,647
Glad Tidings	3,335	32,164	(26,559)	-	8,940
GTOC - Health Centre	21,505	8,250	(20,010)	-	9,745
Hurst Green / Chitiwiri	11,835	17,087	(16,584)	-	12,338
Madalitso	18,945	15,903	(15,519)	-	19,329
Michael Jackson's Legacy	1,365	(58)	(387)	-	920
Secondary School Sponsorship	-	44,815	(36,152)	(1,944)	6,719
Miscellaneous Restricted Funds	21,587	28,070	(43,760)	5,502	11,399
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	91,061	192,653	(190,035)	3,958	97,637
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total of funds	<u>112,861</u>	<u>276,471</u>	<u>(278,007)</u>	<u>-</u>	<u>111,325</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

14. Summary of funds

Summary of funds - current year

	Balance at 1 January 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2020 £
General funds	13,688	66,771	(68,857)	(1,096)	10,506
Restricted funds	97,637	178,515	(148,115)	1,096	129,133
	<u>111,325</u>	<u>245,286</u>	<u>(216,972)</u>	<u>-</u>	<u>139,639</u>

Summary of funds - prior year

	Balance at 1 January 2019 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2019 £
General funds	21,800	83,818	(87,972)	(3,958)	13,688
Restricted funds	91,061	192,653	(190,035)	3,958	97,637
	<u>112,861</u>	<u>276,471</u>	<u>(278,007)</u>	<u>-</u>	<u>111,325</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

General Funds

Includes donations and legacies made principally to support projects which cannot be classified within the Charity's main headings. It also includes funds for which donations have been made in advance of any restriction applied by or notified to the Trustees.

Restricted Funds

Bible Explorer - a worldwide teaching model that helps children to understand the Bible in a way that is both fun and interactive. The fund enables the Charity to run this programme in the UK and Malawi, with dedicated teachers delivering lessons in over 50 schools and reaching nearly 7,000 students.

Crowborough/Chapsinja - this fund provides support for ongoing work in school sponsorship and education, as well as orphan care, in the Chapsinja area of Malawi.

Disability Transport Fund (NYA 2020) - this fund allows for the provision of transport for children that are going to hospital to receive vital operations and medical attention.

Gateway - unable to afford sanitary protection, many girls in Malawi do not attend school during their periods. Gateway works with local sewing groups in the communities to provide reusable sanitary hygiene kits and encourage girls to complete their education. This fund provides the necessary resources to carry out these activities.

Glad Tidings - this was the first project set up by the Charity in Malawi and still runs today. The fund aids the provision of healthcare, education and daily meals for orphans.

GTOC - Health Centre - This fund provides the necessary resources to run Glad Tidings Orphan Care (GTOC), a community-based organisation which aims to empower vulnerable children. The centre provides a children's healthcare clinic, nursery education, a feeding programme and safeguarding services for children alongside a number of other community development projects.

Hurst Green/Chitiwiri - this fund provides resources towards a schools programme focused around education, secondary school sponsorship, first aid and food provision.

Madalitso - The Madalitso fund provides a centre for vulnerable girls to live in safety and to pursue their education in peace. The support includes accommodation costs for some of the girls residing at Elizabeth Hope house, a weekly feeding programme, school tuition fees and the provision of school uniforms.

Michael Jackson's Legacy - this fund consists of donations received from Michael Jackson's Legacy, a charitable organisation dedicated to humanitarian work, which has been used to provide a garden centre for food and education, and a new classroom for disabled children.

Secondary School Sponsorship - this fund was set up to provide further education for orphans and vulnerable children, most of whom come from the Charity's linked primary schools.

Washstands - this fund provides the necessary resources to allow the Charity to help provide the community with clean water for washing and has been especially important this year with the outbreak of the COVID-19 pandemic.

In addition to the funds described above, the Charity runs many other smaller projects which have restricted funds attached. A total of these funds has been presented in the statement of funds as 'Miscellaneous Restricted Funds', as the individual balances and nature of the funds have not been deemed material by the Trustees.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

15. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Current assets	12,546	129,133	141,679
Creditors due within one year	(2,040)	-	(2,040)
Total	10,506	129,133	139,639

Analysis of net assets between funds - prior period

	<i>Unrestricted funds 2019 £</i>	<i>Restricted funds 2019 £</i>	<i>Total funds 2019 £</i>
Tangible fixed assets	580	-	580
Current assets	15,148	97,637	112,785
Creditors due within one year	(2,040)	-	(2,040)
Total	13,688	97,637	111,325

16. Pension commitments

The Charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Charity in an independently administered fund. The pension cost charge represents contributions payable by the Charity to the fund and amounted to £269 (2019: £935). No outstanding amounts were payable to the fund at the balance sheet date (2019: £NIL).

17. Related party transactions

Apart from Trustees' expenses reimbursed as disclosed in Note 9, there were no other related party transactions for the year ended 31 December 2020 (2019: £NIL).