

Fahamu Trust

Registered Charity Number: 1141162
Registered Company Number: 07467718

Statement of Financial Activities

for the year ended

31st December 2020

Moracle Limited

Chartered Certified Accountants & Registered Auditors

London

Fahamu Trust

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Fahamu Trust

Legal and administrative information

Trustees:	P Daley O Wambu
Executive Director of the Trust:	Y Niyiragira
Registered Office:	The Old Cartshed Lyford Wantage Oxfordshire OX12 0EQ Telephone: 01865 727006 Website: www.fahamu.org
Registered Charity Number:	1141162
Registered Company Number:	07467718
Independent Examiners:	Morlai Kargbo, FCCA Managing Director Moracle Limited Chartered Certified Accountants & Registered Auditors Ashley House Ashley Road London N17 9LZ
Bankers:	HSBC Bank plc Cornmarket Street Oxford OX1 3HY Triodos Bank Brunel House 11 The Promenade Bristol BS8 3NN NIC Bank NIC House Masaba Road PO Box 44599 – 00100 Nairobi Kenya

Fahamu Trust
Trustees' Report
for the year ended 31st December 2020

I. Programmatic achievements

A. Pambazuka

While no new articles were published in 2020, Fahamu's Pambazuka News website continued to be a depository of progressive analyses and papers that promote social justice in Africa and the diaspora.

B. Adilisha

The Adilisha programme focused on the mobilisation of social movements (mostly young people and pastoralist communities) on the need for putting together their efforts for durable community change. The target country was Kenya.

C. Utetezi

The following is the highlight of Fahamu's Africa-centred advocacy work:

1. We Are the Solution

We Are the Solution is a pan African campaign born of West African farmer platforms mobilising to fight against corporate agricultural policies and to propose alternative mechanisms to promote food sovereignty and is part of Alliance for Food Sovereignty in Africa. The project, supported by Agro Ecology Fund and Grassroots International, focused on sharing knowledge on traditional varieties of rice in Senegal and Burkina Faso. The project addressed impact of Covid-19 on women members of the We are the Solution.

2. Participatory Budgeting

Participatory Budgeting is a priority setting and decision-making initiative through which ordinary Kenyan citizens make real decisions about public expenditure. This project was supported by the Rosa Luxemburg Stiftung and focused on innovative technologies that can enhance citizen participation.

D. Tuliwaza

Under the mantle of Tuliwaza, Fahamu seeks, among other things, to provide a platform for African civil society actors including academics, activists from social movements and grassroots communities to gather more knowledge (including their actions in Africa) about emerging powers in Africa such as Brazil, India, Russia, Turkey, Mexico and China, just to name a few.

II. Members of staff of Fahamu

Members of staff are the main resource of the organisation. We continue to appreciate their efforts as some of them have taken up more responsibilities at no additional pay, especially the Team in Senegal led by Tidane Kasse. In addition, Fahamu's work has benefited from the generosity of interns, volunteers and part time advisors who have offered their time and expertise to support the organisation in one way or the other.

Fahamu Trust Limited
Trustees' Report
for the year ended 31st December 201 (continued)

III. Financial Review for 2020

During the year 2020, Fahamu received donations of £232,972 from the general public, other trusts and foundations who are key stakeholders of Fahamu's work.

In the next financial year, Fahamu will focus on new ways of raising resources for the organisation in order to address global trends of reducing funding for social justice organisations such as Fahamu. The organisation will also explore new partners with which Fahamu's work can be implemented in Kenya, Senegal and the UK.

IV. Reserves policy

The charity has been doing what is possible to cut down core costs, but there is still need to increase its sources of income, especially core funding so that it is able to attain its aims of having an institutional reserve in the band of 5% to 15% of the current unrestricted expenditure. In next financial year, the organisation will put increase efforts on this policy.

V. Governance of Fahamu

Fahamu is governed by a volunteer Board of Trustees that assumes overall responsibilities of the organisation and provides leadership, vision and direction of the organisation. The Board of Trustees appoint an Executive Director to head the secretariat of the organisation including implementing the organisation's mandate in collaboration with members of staff who are recruited by the Executive Director.

The secretariat of the organisation is responsible for the day-to-day activities of Fahamu and reports to the Board of Trustees on quarterly basis and whenever it is necessary to do so. Other responsibilities of the Board of Trustees are to approve strategic plans of the organisation, annual plans and budgets as well as audited accounts.

In terms of the composition of the Board of Trustees, there is a Chair of the Board and regular members. Trustees can form ad hoc committees working on specific issues and for a definite period of time. Individuals who are being considered as trustees are invited to submit their letters of interest and later on invited to attend Board meetings as observers until existing trustees are satisfied with the qualities of that individual. The final stage is to vote to accept them as new trustees.

Another key responsibility of the Board of Trustees is to analyse principal risks and uncertainties in the operating environment of Fahamu and advice the secretariat accordingly. In the case of Fahamu, key risks to Fahamu are related to unstable political environments in a number of countries where Fahamu works. In relation to main uncertainties, Fahamu is unable to project the future of its activities over more than a year because of the rapidly changing priorities of donor countries and private foundations. The covid-19 global pandemic is also likely to change donor priorities, which could further affect Fahamu's abilities to raise resources.

This also has an impact on the ability of keeping highly qualified members of staff when funding suddenly disappears.

A Board Manual as well as articles of association of Fahamu and Companies Laws of the United Kingdom and Wales guide the work of trustees.

Fahamu Trust
Trustees' Report
for the year ended 31st December 2020 (continued)

VI. Trustees' responsibilities

Fahamu Board of Trustees are well aware that charity laws require them to prepare accounts for each financial period that give a true and fair view of the state of affairs of the charity they run for that period. Consequently in preparation of these accounts the Trustees have:

- > selected suitable accounting policies and then applied them consistently;
- > made sound judgements and estimates that are reasonable and prudent; and
- > followed applicable accounting standards, subject to any material departures disclosed as explained in the accounts.

The Trustees of Fahamu are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Charities Act 2011. 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 the Trustees and signed on their behalf by:

Professor Patricia Daley

30 September 2021

Fahamu Trust
Independent Examiner's Report
for the year ended 31st December 2020

Independent Examiner's Report to the Trustees of Fahamu Trust

I report to the charity trustees on my examination of the accounts of the company for the year ended 31st December 2020 which are set out on pages 7 to 13.

Responsibilities and basis of report

As the charity 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 company'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 that in any material respect:

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.

Morlai Kargbo FCCA
Managing Director
Moracle Limited
Chartered Certified Accountants & Registered Auditors
Ashley House
Ashley Road
London
N17 9LZ

30 September 2021

Fahamu Trust

Statement of Financial Activities for the year ended 31st December 2020

	Note	Restricted Funds 2020 £	Unrestricted Funds 2020 £	Total 2020 £	Restricted Funds 2019 £	Unrestricted Funds 2019 £	Total 2019 £
Income:							
Grant income	2	226,900	-	226,900	150,568	-	150,568
Donations	3		1,305	1,305	-		
Other trading activities	4	-	4,767	4,767	-	12,084	12,084
Total income		<u>226,900</u>	<u>6,072</u>	<u>232,972</u>	<u>150,568</u>	<u>12,084</u>	<u>162,652</u>
Expenditure							
Expenditure on charitable activities	5	123,811	7,327	131,138	66,180	8,716	74,896
Total expenditure		<u>123,811</u>	<u>7,327</u>	<u>131,138</u>	<u>66,180</u>	<u>8,716</u>	<u>74,896</u>
Net income/(expenditure)		103,089	(1,255)	101,834	84,388	3,368	87,756
Transfer between funds							-
Net movement in funds		<u>103,089</u>	<u>(1,255)</u>	<u>101,834</u>	<u>84,388</u>	<u>3,368</u>	<u>87,756</u>
Total funds brought forward		<u>82,565</u>	<u>3,368</u>	<u>85,933</u>	<u>(1,823)</u>	<u>-</u>	<u>(1,823)</u>
Total funds carried forward		<u><u>185,654</u></u>	<u><u>2,113</u></u>	<u><u>187,767</u></u>	<u><u>82,565</u></u>	<u><u>3,368</u></u>	<u><u>85,933</u></u>

The notes on pages 9 to 13 form part of these financial statements

Fahamu Trust

Balance Sheet As at 31st December 2020

	Note	2020 £	2019 £
Fixed assets	7	-	-
Current assets			
Stock		3,395	-
Debtors	8	16,736	61,052
Cash at bank and in hand		171,770	75,649
		<u>191,901</u>	<u>136,701</u>
Creditors: amounts falling due within one year	9	(4,134)	(50,768)
Net current assets		<u>187,767</u>	<u>85,933</u>
Total assets less current liabilities		187,767	85,933
Creditors: amounts falling due after one year	9	-	-
Net assets		<u>187,767</u>	<u>85,933</u>
Funds			
Restricted income	10	185,654	82,565
Unrestricted income	10	2,113	3,368
Total funds		<u>187,767</u>	<u>85,933</u>

For the financial year ending 31st December 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies' regime within Part 15 of the Companies Act 2006.

Approved by the Trustees and signed on their behalf:

P Daley

30th September 2021

Registered Company Number: 07467718

The notes on pages 9 to 13 form part of these financial statements

Fahamu Trust

Notes to the financial statements for the year ended 31st December 2020

1. Accounting Policies

1.1 Basis of preparation of financial statements

The Financial Statements of the Charitable Company have been prepared under the historical cost convention and in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1st January 2015), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), the Charities Act 2011 and the Companies Act 2006.

The charity constitutes a public benefit entity as defined by FRS 102.

1.2 Going concern

The continuance of the charity's operation is heavily dependent on the resolution of its structural problems and the continuance of income streams. Despite the difficulties in previous years, the Trustees have a reasonable expectation that they will have the resources to continue in operational existence for the foreseeable future.

The accounts have therefore been prepared on the basis that the Charity is a going concern.

1.3 Income

Income is included in the Statement of Financial Activities when:

- the charity becomes entitled to the resources;
- the Trustees consider it probable that they will receive the resources; and
- the monetary value can be measured with sufficient reliability.

1.4 Liability recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

1.5 Fund accounting Unrestricted funds

These are funds which can be used in accordance with the charitable objects of the charity at the discretion of Trustees. These specifically include grants received as core funds.

Restricted funds

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

1.6 Governance costs

Governance costs include the cost of preparation and examination of statutory accounts, the cost of Trustee meetings and the cost of any legal advice to Trustees on governance or constitutional matters.

1.7 Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

1.8 Foreign currencies

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Transactions undertaken through Fahamu Kenya in Kenya shillings are converted to sterling at an average exchange rate.

Foreign currency assets and liabilities are converted into sterling at the balance sheet date.

Fahamu Trust

Notes to the financial statements for the year ended 31st December 2020 (continued)

1. Accounting Policies (continued)

1.9 Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life as follows:

Furniture and fittings	-	25% straight line
Office equipment	-	33.3% straight line

1.10 Stock

Stock is valued at the lower of cost and net realisable value, after due regard for obsolete and slow-moving stocks. Net realisable value is based on selling price less anticipated costs to completion and selling costs.

2. Grant income

	Restricted Funds £	Unrestricted Funds £	Total 2020 £	Total 2019
Grassroot International (West Africa)	163,195	-	163,195	-
HIVOS	-	-	-	8,738
Agro Ecology Fund	-	-	-	90,667
Rosa Luxembourg (East Africa)	-	-	-	49,622
Other Income	-	-	-	1,541
Recu De:BSIC	3,401	-	3,401	-
Equality Fund	11,260	-	11,260	-
Thousand Currents	31,267	-	31,267	-
New Venture Fund	11,654	-	11,654	-
Crown Agents	6,123	-	6,123	-
	<u>226,900</u>	<u>-</u>	<u>226,900</u>	<u>150,568</u>

3. Donations

	Restricted Funds £	Unrestricted Funds £	Total 2020 £	Total 2019 £
Donations	-	1,305	1,305	855
	<u>-</u>	<u>1,305</u>	<u>1,305</u>	<u>855</u>

Fahamu Trust

**Notes to the financial statements
for the year ended 31st December 2020 (continued)**

4. Other trading activities

	Restricted Funds £	Unrestricted Funds £	Total 2020 £	Total 2019 £
Other trading activities	-	4,767	4,767	12,084
	-	4,767	4,767	12,084

5. Charitable activities costs

	Restricted Funds £	Unrestricted Funds £	Total 2020 £	Total 2019 £
Premises	5,141	-	5,141	18,801
Staff costs	16,328	-	16,328	25,803
Project costs	100,870	7,327	108,197	29,175
Governance (note 6)	1,473	-	1,473	1,117
	123,812	7,327	131,139	74,896

6 Governance costs

	Restricted Funds £	Unrestricted Funds £	Total 2020 £	Total 2019 £
Independent examination	-	900	900	1,117
Other governance costs	-	573	573	-
	-	1,473	1,473	1,117

Fahamu Trust

**Notes to the financial statements
for the year ended 31st December 2020 (continued)**

7. Fixed assets

	Office equipment £	Furniture and fittings £	Total 2020 £
Cost			
At 1st January 2020	15,231	1,704	16,935
At 31st December 2020	15,231	1,794	16,935
Depreciation			
At 1st January 2020	15,231	1,704	16,935
At 31st December 2020	15,231	1,704	16,935
Net book value			
At 31st December 2020	-	-	-
At 31st December 2019	-	-	-

8. Debtors

	2020 £	2019 £
Trade debtors	16,736	61,052
	16,736	61,052

9. Creditors: due within one year

	2020 £	2019 £
Accruals	1,473	15,040
Other creditors	2,661	35,728
	4,134	50,768
Creditors: due after one year		
Venturesome loan	-	-
	-	-

Fahamu Trust

Notes to the financial statements for the year ended 31st December 2020 (continued)

10. Funds

	At 1st January 2020 £	Income £	Expenses £	Net surplus/ (deficit) for year £	Transfers £	At 31st December 2020 £
Restricted Funds						
Utetezi	82,565	226,900	(123,811)	103,089	-	185,654
	<u>82,565</u>	<u>226,900</u>	<u>(123,811)</u>	<u>103,089</u>	<u>-</u>	<u>185,654</u>
Unrestricted Funds						
General funds	3,368	6,072	(7,327)	(1,255)	-	2,113
	<u>85,933</u>	<u>232,972</u>	<u>(131,138)</u>	<u>101,834</u>	<u>-</u>	<u>187,767</u>

11. Lease commitments

At 31st December 2020, the charity had total commitments under non-cancellable operating leases as detailed below:

	2020 £	2019 £
Operating leases due within one year	3,670	3,670
Operating leases due between 2 to 5 years	26,870	30,540
	<u>30,540</u>	<u>34,210</u>

12. Related party transactions and trustees' remuneration

Trustees received no emoluments or expenses in the year for performing duties as Trustees.

Ex-Trustee Paddy Coulter is also a director of Fahamu Limited.

The charity manages project activities formerly controlled by Fahamu Limited, including the responsibility for all costs. At 31st December 2020 the amount owed to the charity by Fahamu Limited was £394,407 (2019: £394,407).