

Charity registration number: 1149777

The Kaniki Trust

**Annual Report and Financial Statements
for the Year Ended 31 December 2020**

**David Dixie F C A
Dixie Associates**

**167 Black Haynes Road
Birmingham
B29 4RE**

The Kaniki Trust

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The Kaniki Trust

Reference and Administrative Details

Trustees	John Miles
	Grace Miles
	Simon Pons
	Nigel Crowther
	Timothy Mills
	Gemma Mills
	Elenor Cross
	Frances Pons
Principal Office	102 Javelin Avenue
	Castle Vale
	Birmingham
	B35 7LW
Charity Registration Number	1149777
Bankers	Barclays
	Kings Heath
	Birmingham
Independent Examiner	David Dixie F C A
	Dixie Associates
	167 Black Haynes Road
	Birmingham
	B29 4RE

The Kaniki Trust

Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 December 2020.

Objectives and activities

Objects and aims

Date the Trust was formed: 10th October 2012

Date of registration: 15th November 2012

The Charity's formal objects, as contained in its constitution are as follows:

One: To advance the education of the students at Kaniki Bible College and the pupils at Kapumpe Christian Primary School, of Ndola, Zambia, by providing and assisting the provision of facilities for education at the college and school.

Two: To advance the Christian faith for the benefit of the public in accordance with the college's mission statement appearing in the schedule.

Three: The relief of financial hardship, either generally or individually, of people living in Zambia, by making grants of money and providing or paying for items, services or facilities, including transport costs.

The Trusts' activities for the period 1st January 2020 to 31st December 2020

Three Trustees meetings were held during this period.

Fundraising has supported:

- Workers and students at the 'Kaniki Bible University College'
- The 'Arise' Orphans Project
- Staff of Kapumpe Christian Primary School.
- The commencement of the first stage of the Arise Building.

The Trust is registered with HMRC for Gift Aid (ref. Number XT38073) and Gift Aid was claimed where appropriate.

All funds were forwarded electronically when requested to the appropriate accounts in Zambia and the United Kingdom.

Fundraising account 'MyDonate' and 'Give.net' was operated and funds received were monitored.

The amount carried forward to the following year is £44,955.

No Trustees visits were able to be made in the year due to COVID. It is anticipated that Trustees will visit the site in 2021 subject to COVID restrictions allowing.

Public benefit

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

The Kaniki Trust

Trustees' Report

Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The charity does not use derivative financial instruments for any purposes.

Cash flow risk

The charity's activities expose it primarily to the financial risks of changes in foreign currency exchange rates. The charity does not use foreign exchange forward contracts to hedge these exposures.

Credit risk

The charity's principal financial assets are bank balances and cash.

The credit risk on liquid funds is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The charity has no significant concentration of credit risk.

Liquidity risk

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

The annual report was approved by the trustees of the charity on 7/6/21 and signed on its behalf by:



Simon Pons
Trustee

The Kaniki Trust

Statement of Trustees' Responsibilities

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

The law applicable to charities requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees 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 of the charity on 21/6/21 and signed on its behalf by:


.....
Simon Pons
Trustee

The Kaniki Trust

Independent Examiner's Report to the trustees of The Kaniki Trust

I report on the accounts of the charity for the year ended 31 December 2020 which are set out on pages 6 to 12.

Respective responsibilities of trustees and examiner

The trustees are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the next statement.

Independent examiner's statement

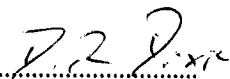
In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 130 of the Charities Act 2011; and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

.....
David Dixie F C A

Dixie Associates

167 Black Haynes Road
Birmingham
B29 4RE

Date: 27/05/21

The Kaniki Trust

Statement of Financial Activities for the Year Ended 31 December 2020

	Note	Unrestricted funds £	Restricted funds £	Total 2020 £
Income and Endowments from:				
Donations and legacies		1,984	35,742	37,726
Expenditure on:				
Charitable activities		<u>(1,649)</u>	<u>(29,746)</u>	<u>(31,395)</u>
Total Expenditure		<u>(1,649)</u>	<u>(29,746)</u>	<u>(31,395)</u>
Net movement in funds		335	5,996	6,331
Reconciliation of funds				
Total funds brought forward		<u>8,216</u>	<u>31,473</u>	<u>39,689</u>
Total funds carried forward	9	<u>8,551</u>	<u>37,469</u>	<u>46,020</u>
	Note	Unrestricted funds £	Restricted funds £	Total 2019 £
Income and Endowments from:				
Donations and legacies		2,180	25,087	27,267
Expenditure on:				
Charitable activities		<u>(1,570)</u>	<u>(36,634)</u>	<u>(38,204)</u>
Total Expenditure		<u>(1,570)</u>	<u>(36,634)</u>	<u>(38,204)</u>
Net income/(expenditure)		610	(11,547)	(10,937)
Gross transfers between funds		<u>(1,068)</u>	<u>1,068</u>	<u>-</u>
Net movement in funds		(458)	(10,479)	(10,937)
Reconciliation of funds				
Total funds brought forward		<u>8,674</u>	<u>41,952</u>	<u>50,626</u>
Total funds carried forward	9	<u>8,216</u>	<u>31,473</u>	<u>39,689</u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2019 is shown in note 9.

The Kaniki Trust

(Registration number: 1149777)
Balance Sheet as at 31 December 2020

	Note	2020 £	2019 £
Current assets			
Debtors	7	4,018	748
Cash at bank and in hand		<u>42,302</u>	<u>39,241</u>
		46,320	39,989
Creditors: Amounts falling due within one year	8	<u>(300)</u>	<u>(300)</u>
Net assets		<u>46,020</u>	<u>39,689</u>
Funds of the charity:			
Restricted funds		37,469	31,473
Unrestricted income funds			
Unrestricted funds		<u>8,551</u>	<u>8,216</u>
Total funds	9	<u>46,020</u>	<u>39,689</u>

The financial statements on pages 6 to 12 were approved by the trustees, and authorised for issue on 7/6/21 and signed on their behalf by:



.....
Simon Pons
Trustee

The Kaniki Trust

Notes to the Financial Statements for the Year Ended 31 December 2020

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

The Kaniki Trust 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 notes.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

The Kaniki Trust

Notes to the Financial Statements for the Year Ended 31 December 2020

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

2 Income from donations and legacies

	Unrestricted funds			
	General	Restricted	Total	Total
	£	funds	2020	2019
		£	£	£
Donations and legacies;				
Donations from individuals	1,884	25,163	27,047	17,987
Gift aid reclaimed	-	3,118	3,118	1,793
Regular giving and capital donations	100	7,461	7,561	7,487
	<u>1,984</u>	<u>35,742</u>	<u>37,726</u>	<u>27,267</u>

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Notes to the Financial Statements for the Year Ended 31 December 2020

3 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total 2020 £	Total 2019 £
Bank charges		4	91	95	145
Travel		-	-	-	102
Sundry		185	-	185	-
Grant funding of activities		1,160	29,655	30,815	37,657
Governance costs		300	-	300	300
		<u>1,649</u>	<u>29,746</u>	<u>31,395</u>	<u>38,204</u>

4 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total 2020 £	Total 2019 £
Independent examiner fees			
Examination of the financial statements	<u>300</u>	<u>300</u>	<u>300</u>
	<u>300</u>	<u>300</u>	<u>300</u>

5 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

The Kaniki Trust

Notes to the Financial Statements for the Year Ended 31 December 2020

6 Taxation

The charity is a registered charity and is therefore exempt from taxation.

7 Debtors

	2020 £	2019 £
Accrued income	3,118	748
Other debtors	900	-
	<u>4,018</u>	<u>748</u>

8 Creditors: amounts falling due within one year

	2020 £	2019 £
Accruals	<u>300</u>	<u>300</u>

9 Funds

	Balance at 1 January 2020 £	Incoming resources £	Resources expended £	Balance at 31 December 2020 £
Unrestricted funds				
General	(8,216)	(1,984)	1,649	(8,551)
Restricted funds	<u>(31,473)</u>	<u>(35,742)</u>	<u>29,746</u>	<u>(37,469)</u>
Total funds	<u>(39,689)</u>	<u>(37,726)</u>	<u>31,395</u>	<u>(46,020)</u>
	Balance at 1 January 2019 £	Incoming resources £	Resources expended £	Balance at 31 December 2019 £
Unrestricted funds				
General	(8,674)	(1,984)	1,649	(9,009)
Restricted funds	<u>(41,952)</u>	<u>(35,742)</u>	<u>29,746</u>	<u>(47,948)</u>
Total funds	<u>(50,626)</u>	<u>(37,726)</u>	<u>31,395</u>	<u>(56,957)</u>

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Notes to the Financial Statements for the Year Ended 31 December 2020

10 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total funds
	General £	£	£
Current assets	8,851	37,469	46,320
Current liabilities	(300)	-	(300)
Total net assets	<u>8,551</u>	<u>37,469</u>	<u>46,020</u>

11 Analysis of net funds

	At 1 January 2020 £	Cash flow £	At 31 December 2020 £
Cash at bank and in hand	39,241	3,061	42,302
Net debt	<u>39,241</u>	<u>3,061</u>	<u>42,302</u>