



Trustees Annual Report

and

Financial Statements

**For the year ended
31 December 2021**

AFFCAD UK

**Annual Report and Financial Statements
for the year ended 31 December 2021**

CONTENTS	Page
Trustees' Annual Report	2 - 5
Independent Examiner's Report	6
Receipts and Payments Account	7
Statement of Assets and Liabilities	8
Analysis of Receipts and Payments Account	10

AFFCAD UK

Annual Report and Financial Statements for the year ended 31 December 2021

The Trustees of AFFCAD UK present their report and financial statements for the year ended 31 December 2021.

Reference and Administrative Information

Charity name: AFFCAD UK

Charity registration no.: 1165059

Principal address: 86-90 Paul Street
London
EC2A 4NE

www.affcaduk.org

Board of Trustees: During the year ended 31 December 2021 and up to the date of this report the following persons served as Trustees of the Charity:

Purvy Patel	Appointed 25/03/2020
Elizabeth Parker	Resigned 2 February 2021
Samantha Nakirya	Resigned 19 May 2021
Nimrata Boora	Resigned December 2021
Parvez Bhatti	Appointed 01/04/2021, resigned 05/10/2022
Sarah Evans	Appointed 13 April 2021
Nicola Bentham	Appointed 06/09/2022
Kamran Rasheed	Appointed 06/09/2022
Grant Morton	Appointed 26/09/2022
Claire Mutono	Appointed 21/10/2022

Independent Examiner: AE Accountax Ltd
5th Floor Kingsgate House
62 High Street
Redhill
RH1 1SG

Bank: National Westminster Bank Plc

**Annual Report and Financial Statements
for the year ended 31 December 2021**

Structure, Governance and Management

The Charity was established on 6 January 2016 by a Deed of Constitution dated 11 March 2017 as a Charitable Incorporated Organisation.

The Charity is governed in law by the Trustees, who take overall financial and strategic planning responsibility.

Trustee Recruitment

Trustees are recruited in accordance with constitutional guidelines, recruitment policy and equal opportunity legislation. The election of Trustees takes place at a properly convened meeting of the charity Trustees. Trustees are appointed for a 3 year term of office after being assessed for their suitability for the position through consideration of their skills, knowledge and experience.

Management

The Trustee board have equal responsibility for the running and management of the Charity. Trustees will appoint amongst themselves a Chair and other such officers as may be necessary from time to time.

Day to day operation of the charity is managed by the Trustees as there are no employees. The Trustees source guidance and support from external professionals, such as IT and accountancy, as and when they identify a need.

Decisions regarding the management process are proposed and voted on at full Trustee meetings which are held regularly throughout the year.

Risk Management

Risk assessment is carried out at least annually by the board and relevant policy and procedure introduced where necessary to limit any risk. The new Trustees have examined all areas of the Charity's operations and have considered the major risks faced in each of the areas.

**Annual Report and Financial Statements
for the year ended 31 December 2021**

Objectives and Activities

AFFCAD UK's aim is to fundraise for projects implemented by Action for Fundamental Change and Development (AFFCAD) in Uganda. AFFCAD UK raises awareness of the problems faced and the solutions available to empower communities in less developed countries, specifically focusing on these issues within Uganda's capital, Kampala.

Charitable Objectives

The objects of the Charity are:

- To relieve and prevent poverty in Bwaise, Kampala's largest and poorest slum area (Kawempe division of Kampala, Uganda);
- Provide financial support to schools and vocational training centres in Bwaise;
- Working together with AFFCAD (Action For Fundamental Change And Development) in Uganda to plan, manage and evaluate health initiatives, education and vocational training centres in Bwaise.

Public Benefit

In shaping our objectives and planning our activities, the Trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a Charity (PB2)' and the activities we provide fully reflect the purposes for which the Charity was set up.

Organisation Overview

AFFCAD UK is a Charity based in London. It is a volunteer led charity set up to support young people and families living in extreme poverty in Uganda. We currently work in the community in Bwaise, where approx. 90,000 people live without access to services like clean water, shelter or sanitation. 65% of the population are aged between 16 and 25. We work closely with AFFCAD Uganda to provide quality, accessible education and training to the community in Bwaise

The main activities of the charity include:

- AFFCAD UK believe that education is one of the most important tools to alleviate poverty. We want to provide accessible, high-quality education to children living in Bwaise and empower them to support themselves out of poverty.
- Since 2013 AFFCAD and AFFCAD UK have run a community nursery and primary school in Bwaise. Previously called Excel Education Center, the school was rebuilt in 2019 on a more sustainable site and renamed AFFCAD School.
- AFFCAD School provides quality and accessible education to vulnerable children in Bwaise and offers free school places for the poorest children. We have also focused on ensuring that children who are HIV positive are able to attend without stigma.

**Annual Report and Financial Statements
for the year ended 31 December 2021**

Achievements and Performance

Message from Acting Chair, Purvy Patel

During the last year, we have focused our limited resources on strengthening our governance, risk management and engagement with our primary stakeholders in Uganda.

As the charity is a volunteer-led organisation, the majority of our funding is used to support the children in Kampala. With the departure of the founding Trustees and other key individuals, our focus has been to strengthen our Trustee board and volunteer team to fill the knowledge gap. Our day-to-day challenge is the limited pool of resources available to deliver on key projects. With that in mind, we are part-way through a programme of recruiting a team of volunteer individuals.

In addition, we continue to improve our communication and processes between the U.K. and UG teams. This is necessary to enable all parties to track current and pipeline projects. One of our main priorities has been to improve our financial reporting and with the support of our new accountancy firm, we are progressing to the point of having access to timely management reports.

The marketing team is developing a Digital strategy for the organisation. I am pleased to inform you that last December we launched our new website and we now hope to re-engage with all stakeholders through our social media platforms.

To celebrate the 50th anniversary since the Ugandan Asian diaspora fled Uganda in 1972, we have launched a collection of testimonies “50 stories for 50 years” on our new website. This will commemorate the 50th anniversary of the exodus of Asians from Uganda. Our primary objective is to build a relationship with ex Ugandans and others who have settled in the U.K. and wish to support our good work.

This September, myself and Sarah Evans (trustee) visited our colleagues in Uganda to see first-hand the work they do. We were able to work with the team and better understand the environment they were working in post Covid. We established some action plans to support the school, vocational training centre and NGO.

To ensure the charity is fit for purpose, we have recently commissioned an independent audit of the organisation. The Trustees will review the recommendations and will also consider how we involve our beneficiaries and other stakeholders. Subject to the outcome of the visit by our Trustees to Uganda this summer, there may also be a requirement to review our Constitution.

AFFCAD U.K. must continue to adapt its focus to reflect a downturn in support or fundraising due to the current challenging climate. AFFCAD U.K. has limited reserves, however the Trustees are committed to change in order to make the charity sustainable. Our goal is to prepare a fundraising strategy when we have recruited additional Trustees and volunteers.

I would like to thank Fonthill for their continued support during Covid. Without their support our colleagues in Uganda would have struggled to maintain our services and support to the children in the community. In addition I would like to thank our long serving volunteers who have now departed the organisation. Liz, Sam, Nim, Fran, Tash and Lizzie.

Purvy Patel
Acting Chair of Trustees
27 October 2022

**Annual Report and Financial Statements
for the year ended 31 December 2021**

Financial Review

During the year we have received substantial grants of £52,460 for the running costs of the Excel school and the Vocational and Business Institute through AFFCAD Uganda. Donations received were around half of the previous year, with fundraising activities being minimal.

Alongside the general overheads, we have undertaken consultancy to strengthen our governance and relationships with AFFCAD Uganda and the school partnerships, as well as designing and launching our new website.

Overall the cash funds at the year-end were £14,082 (2020: £12,727) with unrestricted funds of £4,984 (2020: £6,869). The unrestricted funds are below the reserves level in the policy, but the Trustees are mindful of this.

Reserves Policy

AFFCAD UK wish to retain a level of reserves that ensures financial stability and that will allow any financial commitments to be met. The trustees feel that having nine months of unrestricted expenditure held in reserves will ensure the above and therefore endeavour to keep funds at a minimum of this level at all times.

Trustees' responsibilities in relation to the Financial Statements

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

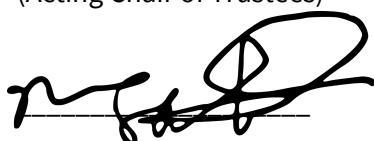
The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing 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 2019 (FRS 102);
- 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;
- 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 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 applicable regulations 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.

The Trustees have approved the trustees' report above, and was signed on behalf of the charity's trustees by:

Purvy Patel
(Acting Chair of Trustees)



Dated:

28 October 2022

**Annual Report and Financial Statements
For the year ending 31 March 2021**

Independent Examiner's Report to the Trustees of AFFCAD UK

I report to the trustees on my examination of the accounts of the charity for the year ended 31 December 2021, which are set out on pages 7 to 10.

Responsibilities and basis of report

As the charity trustees you are responsible for the preparation of the accounts in accordance with the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts as required 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.

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 company 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 statement below.

Independent examiners statement

I have completed my examination. I confirm that no material 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 Trust as required by section 130 of the Act; or
- (2) that accounts do not accord with those records; or
- (3) that 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 the 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.

Bim Ewetade FCCA, BA(hons), AFA, MIPA
AE Accountax Ltd
5th Floor Kingsgate House
62 High Street
Redhill
RH1 1SG

Date: 28 October 2022

AFFCAD UK

**Receipts & Payments Account
for the year ended
31 December 2021**

	Note	<u>2021</u>			<u>2020</u>		
		Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
RECEIPTS	1						
Grants		-	52,460	52,460	-	10,035	10,035
Donations		4,171	1,105	5,275	7,362	2,837	10,199
Fundraising activities		50	713	763	4,554	15,850	20,404
Other income		243	-	243	138	-	138
Total receipts		4,463	54,277	58,740	12,054	28,722	40,776
PAYMENTS	1						
Fundraising		50	-	50	588	-	588
Charitable Activities		2,000	51,036	53,036	4,597	25,354	29,951
General overheads		4,298	1	4,299	-	-	-
Total payments		6,348	51,037	57,385	5,185	25,354	30,539
Net receipts/(payments)		(1,885)	3,240	1,355	6,869	3,368	10,237
Cash funds @ 31.12.2020	2	6,869	5,858	12,727	-	2,490	2,490
Cash funds @ 31.12.2021	2	4,984	9,098	14,082	6,869	5,858	12,727

AFFCAD UK

**Statement of Assets and Liabilities
as at 31 December 2021**

	<u>2021</u>			<u>2020</u>		
CASH FUNDS	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
Cash at bank	4,337	9,069	13,405	6,869	5,858	12,727
Cash at PayPal (GBP)	648	30	677	-	-	-
Total cash funds & other monetary assets	4,984	9,098	14,082	6,869	5,858	12,727
 LIABILITIES						
Independent Examination	696	-	696	-	-	-
Suppliers	247	-	247	-	-	-
AFFCAD Uganda	-	5,072	5,072	-	-	-
	943	5,072	6,015	-	-	-

The receipts & payments accounts were approved by the Trustees on 28/10/2022
and were signed on their behalf by:



Sarah Evans
Trustee

for the year ended
31 December 2021

1. Detailed Receipts & Payments Account

RECEIPTS	<u>2021</u>			<u>2020</u>		
	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	£	£	£	£	£	£
Grants	-	52,460	52,460	-	10,035	10,035
Donations	4,171	1,105	5,275	7,362	2,837	10,199
Fundraising activities	50	713	763	4,554	15,850	20,404
Amazon Smile			-	21	-	21
Easy Fundraising	243	-	243	117	-	117
Total receipts	4,463	54,277	58,740	12,054	28,722	40,776
PAYMENTS						
Fundraising costs	50	-	50	588	-	588
Direct project costs	2,000	51,036	53,036	4,597	25,354	29,951
	2,050	51,036	53,086	5,185	25,354	30,539
General overheads						
Admin costs	228	-	228	-	-	-
Audit and accountancy fees	516	-	516	-	-	-
Bank fees	7	-	7	-	-	-
Consulting	1,350	-	1,350	-	-	-
Insurance	511	-	511	-	-	-
IT Software and Consumables	43	-	43	-	-	-
PayPal fees	16	1	17	-	-	-
Website	1,627	-	1,627	-	-	-
	4,298	1	4,299	-	-	-
Total payments	6,348	51,037	57,385	5,185	25,354	30,539
Net receipts/(payments)	(1,885)	3,240	1,355	6,869	3,368	10,237

**Notes to the Receipts & Payments Accounts
for the year ended
31 December 2021**

2. Funds analysis	B/fwd 1 Jan 2021	Income	Expenditure	C/fwd 31 Dec 2021
Restricted funds	5,858	54,277	51,037	9,098
Unrestricted funds	6,869	4,463	6,348	4,984
Total funds	12,727	58,740	57,385	14,082

3. Restricted funds	B/fwd 1 Jan 2021	Income	Expenditure	C/fwd 31 Dec 2021
Fonthill - Ugandan school	-	23,337	19,580	3,758
Fonthill - ABVI	5,858	29,123	29,669	5,312
Pauline's school fees	-	180	151	29
Easter food packages	-	500	500	-
School breakfasts	-	350	350	-
Covid19 response projects	-	75	75	-
Fundraising - Ugandan school	-	613	613	-
Fundraising - ABVI	-	100	100	-
	5,858	54,277	51,037	9,098

Fonthill - Ugandan school fees

Funding for the running costs of the AFFCAD Uganda Excel school.

Fonthill - ABVI

Funding for the running costs of the Vocational and Business Institute.

Restricted Donations

Donations and fundraising have been received specifically for:

The school fees for Pauline, a local girl in Uganda

Easter food packages for the school

School breakfasts

Covid 19 response projects

Running costs for the Ugandan school and the Vocational and Business Institute

4. Related Parties

There are no related party transactions in the year to 31 December 2021 or 31 December 2020.