

REGISTERED COMPANY NUMBER: 09929136 (England and Wales)
REGISTERED CHARITY NUMBER: 1167980

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 APRIL 2021
FOR
MUSANGU FOUNDATION

Kingly Brookes LLP
Chartered Accountants
415 Linen Hall
162-168 Regent Street
London
W1B 5TE

MUSANGU FOUNDATION

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FOR THE YEAR ENDED 30 APRIL 2021

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MUSANGU FOUNDATION

REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 30 APRIL 2021

TRUSTEES

S Purkiss
C Bailey
K Grinham (resigned 28.7.21)
Ms E Parker (resigned 28.7.21)
Ms V L Partridge

COMPANY SECRETARY

REGISTERED OFFICE

64 Kingsbridge Road
Newbury
RG14 6EA

REGISTERED COMPANY NUMBER 09929136 (England and Wales)

REGISTERED CHARITY NUMBER 1167980

INDEPENDENT EXAMINER

Kingly Brookes LLP
Chartered Accountants
415 Linen Hall
162-168 Regent Street
London
W1B 5TE

MUSANGU FOUNDATION
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 APRIL 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 April 2021. 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

Objectives of the Charity

The Musangu Foundation is a UK charity born out of the mining industry. It is a social enterprise which has been established to harness the collective investment of the private sector, with strong support from the mining industry, into social and development projects. It aligns the business investment of mines with other private and public sector companies thereby creating local participation through strategic partnerships. The Foundation's ethos is to invest in sustainable growth across Africa.

The Musangu Foundation aims to deliver services to rural communities. This will be achieved by implementing sustainable, high quality innovative technologies to improve education, health and livelihood across sub-Saharan Africa. A key principle of the Musangu Foundation is that the projects they deliver will be self-sustaining with the ability to continue independently of the initial investment once they are established and to continue to grow and benefit the local communities in which they operate making use of collaboration with existing local organisations and businesses.

Projects have commenced in Zambia focusing in the Mugoto and Sinazongwe areas of the Southern Province and Lusaka and Kitwe in the Copperbelt. Musangu's objective is to expand to other regions of sub-Saharan Africa once the Foundation's principles and approach has been proven through on the ground project success in Zambia.

Public benefit

The Musangu Foundation has been established to improve education, health and livelihood, specifically to those living in rural communities in sub-Saharan Africa. This is delivered through on the ground project implementation as set out in the Activities and Future Plan sections below. The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Foundation's aims and objectives and in planning future activities.

The Foundation's project principles endorse this guidance and direct the trustees in their decision making process when appraising potential projects. The projects undertaken must benefit the local rural community in which they operate by enhancing their access to education, improving health and/or helping to create sustainable livelihood choices. These 3 areas often overlap and are the keystones to The Musangu Foundation's work ethic.

ACHIEVEMENT AND PERFORMANCE

Activities

Project activities have initially begun in Zambia with the aim to expand to other regions of sub-Saharan Africa once the Foundation has proven project success on the ground.

A set of Project Principles have been developed to guide the Trustees and Foundation management team in their decision making process when appraising potential activities. Two key Project types will be delivered by the Musangu Foundation:

1. Short Term Resource Projects: these projects are initiatives which involve one-off investments, either in facilitation time by Musangu staff or funds raised through grant writing or corporate partners to deliver educational or health resources.
2. Long Term Service or Livelihood Projects: these projects deliver initiatives over a 3-5 year timeframe bringing sustainable, scalable and replicable initiatives to maximise education and health services and livelihood creation.

Projects and Activities

ICA Zambia: On going

Impact Capital Africa, the brainchild of Emma Parker (Director and Founder of Musangu), was established by the Musangu Foundation (Zambia & UK) to deliver high quality impact investing conferences across the continent of Africa.

Musangu, via ICA, continued to work in Zambia via remote means due to the COVID-19 pandemic. Efforts focussed on supporting companies to build resilience into their businesses in order to pivot their model and survive the economic impacts of COVID-19. Via these activities Musangu supported a detailed COVID business impact survey and subsequent report, which was used by the Zambian government for the development of their COVID relief planning, along with several donors and private sector investors.

In parallel Musangu continued to work with our donor partners, developing an affordable technical assistance curriculum with EU funded iBAN. Via this curriculum we worked to provide a hybrid of self-guided and specialist supported modules focussing on the core business investment readiness constraints identified via our 4 years of track record in this sector.

Outcomes were very successful, with several businesses using the curriculum to build resilience in their company, address key issues and several moved forward to raise both concessional and commercial capital.

MUSANGU FOUNDATION
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 APRIL 2021

FINANCIAL REVIEW

Financial Review

Income was mainly generated through Musangu's collaboration with iBAN. The total value of the grant was £73,123 (EUR 84,556) of which £44,092 was received during the financial year under review, with the balancing payment of £29,031 received after year end.

There were no other financial activities. The directors consider their position to be satisfactory.

The Musangu Foundation's initial 12 month fundraising approach will continue to focus time and resources on grant making foundations and corporate giving. The Foundation continues working towards larger community engagement campaigns, volunteer programs, individual giving and mass participation events once they are further established.

The following 12 months of the fundraising plan will be heavily guided by the projects and goals that the foundation wishes to carry out in Zambia which will of course be impacted by ongoing Covid-19 restrictions. .

Through the Foundations work in Zambia and its collaboration with Prospero, Musangu hope to enter into further joint projects funded by FCDO grants in late 2021 and beyond

Reserves Policy

The directors are still undecided on a reserves policy given the charity is in its early stages and in light of the ongoing restrictions placed upon their activities due to the Covid-19 pandemic..

FUTURE PLAN

Looking ahead, continued expansion of projects and affiliations with corporate partners will continue to be vital during the coming 12 months.

The projects, which have been implemented post year end, will continue to completion and further projects will be evaluated and undertaken if they meet the Musangu Foundations' criteria (Project Principles) and are in alignment with any Covid-19 restrictions in place at the time.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

This company is limited by guarantee, governed by its Memorandum and Articles of Association dated 24 December The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

It is registered as a charity (charity no. 1167980).

Appointment of Trustees

The Articles provide that there should be a minimum of four directors unless otherwise amended by Ordinary Resolutions. There is no maximum number specified in the Articles.

Organisation

The Board of Trustees administers the charity. The Board meets several times per year to discuss the operational activities of the charity, a minimum of four (4) meetings is held each year either in person or in a teleconference.

Trustees

The Trustees of the charity have control of the assets and funds. The day to day management is overseen by the charity secretary.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 19th January 2022 and signed on its behalf by:


.....
S Purkiss - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
MUSANGU FOUNDATION

Independent examiner's report to the trustees of Musangu Foundation ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 April 2021.

Responsibilities and basis of report

As the charity's 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').

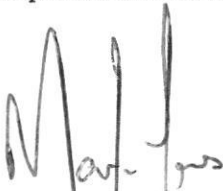
Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). 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:

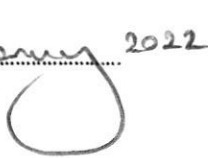
1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts 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.



Martin Jones FCA
Kingly Brookes LLP
Chartered Accountants
415 Linen Hall
162-168 Regent Street
London
W1B 5TE

Date: 21 January 2022



MUSANGU FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 APRIL 2021

	Notes	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		-	44,092	44,092	188,084
EXPENDITURE ON					
Raising funds	2	12,677	66,575	79,252	169,678
NET INCOME/(EXPENDITURE)		<u>(12,677)</u>	<u>(22,483)</u>	<u>(35,160)</u>	<u>18,406</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		(8,059)	25,999	17,940	(466)
TOTAL FUNDS CARRIED FORWARD		<u><u>(20,736)</u></u>	<u><u>3,516</u></u>	<u><u>(17,220)</u></u>	<u><u>17,940</u></u>

The notes form part of these financial statements

MUSANGU FOUNDATION

BALANCE SHEET

30 APRIL 2021

	Notes	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
CURRENT ASSETS					
Debtors	4	(2,874)	3,516	642	-
Cash at bank		5,043	-	5,043	20,840
		<u>2,169</u>	<u>3,516</u>	<u>5,685</u>	<u>20,840</u>
CREDITORS					
Amounts falling due within one year	5	(22,905)	-	(22,905)	(2,900)
NET CURRENT ASSETS/(LIABILITIES)		<u>(20,736)</u>	<u>3,516</u>	<u>(17,220)</u>	<u>17,940</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(20,736)</u>	<u>3,516</u>	<u>(17,220)</u>	<u>17,940</u>
NET ASSETS		<u>(20,736)</u>	<u>3,516</u>	<u>(17,220)</u>	<u>17,940</u>
FUNDS	6				
Unrestricted funds				(20,736)	(8,059)
Restricted funds				3,516	25,999
TOTAL FUNDS				<u>(17,220)</u>	<u>17,940</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 April 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 April 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 19th January 2022 and were signed on its behalf by:



S Purkiss - Trustee

The notes form part of these financial statements

MUSANGU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 APRIL 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, 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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows;
- the requirement of paragraph 3.17(d);
- the requirements of paragraphs 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of paragraphs 12.26, 12.27, 12.29(a), 12.29(b) and 12.29A;
- the requirement of paragraph 33.7.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

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

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. RAISING FUNDS

Raising donations and legacies

	2021	2020
	£	£
Consultancy fees - fundraiser	8,820	10,778
Travel and Subsistence	500	12,373
Telephone	136	722
Sundries	-	1,395
GIZ Impact Readiness Expenses	66,575	84,260
Impact Capital Africa Expenses	-	53,330
Support costs	3,221	6,820
	<u>79,252</u>	<u>169,678</u>

MUSANGU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2021

3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30 April 2021 nor for the year ended 30 April 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 April 2021 nor for the year ended 30 April 2020.

4. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Other debtors	1	-
VAT	641	-
	<u>642</u>	<u>-</u>

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade creditors	705	700
Other creditors	20,000	-
Accruals and deferred income	2,200	2,200
	<u>22,905</u>	<u>2,900</u>

6. MOVEMENT IN FUNDS

	At 1/5/20 £	Net movement in funds £	At 30/4/21 £
Unrestricted funds			
General fund	(8,059)	(12,677)	(20,736)
Restricted funds			
Farming Project	4,413	-	4,413
GIZ Impact Readiness Project	21,586	(22,483)	(897)
	<u>25,999</u>	<u>(22,483)</u>	<u>3,516</u>
TOTAL FUNDS	<u>17,940</u>	<u>(35,160)</u>	<u>(17,220)</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	-	(12,677)	(12,677)
Restricted funds			
GIZ Impact Readiness Project	44,092	(66,575)	(22,483)
	<u>44,092</u>	<u>(79,252)</u>	<u>(35,160)</u>
TOTAL FUNDS	<u>44,092</u>	<u>(79,252)</u>	<u>(35,160)</u>

MUSANGU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2021

6. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/5/19 £	Net movement in funds £	At 30/4/20 £
Unrestricted funds			
General fund	(4,879)	(3,180)	(8,059)
Restricted funds			
Farming Project	4,413	-	4,413
GIZ Impact Readiness Project	-	21,586	21,586
	<u>4,413</u>	<u>21,586</u>	<u>25,999</u>
TOTAL FUNDS	<u>(466)</u>	<u>18,406</u>	<u>17,940</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	-	(3,180)	(3,180)
Restricted funds			
GIZ Impact Readiness Project	188,084	(166,498)	21,586
	<u>188,084</u>	<u>(169,678)</u>	<u>18,406</u>
TOTAL FUNDS	<u>188,084</u>	<u>(169,678)</u>	<u>18,406</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/5/19 £	Net movement in funds £	At 30/4/21 £
Unrestricted funds			
General fund	(4,879)	(15,857)	(20,736)
Restricted funds			
Farming Project	4,413	-	4,413
GIZ Impact Readiness Project	-	(897)	(897)
	<u>4,413</u>	<u>(897)</u>	<u>3,516</u>
TOTAL FUNDS	<u>(466)</u>	<u>(16,754)</u>	<u>(17,220)</u>

MUSANGU FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30 APRIL 2021

6. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	-	(15,857)	(15,857)
Restricted funds			
GIZ Impact Readiness Project	232,176	(233,073)	(897)
TOTAL FUNDS	<u>232,176</u>	<u>(248,930)</u>	<u>(16,754)</u>

7. RELATED PARTY DISCLOSURES

Ms E Parker is a Trustee/Director of the company and is a principal fundraiser. The cost of her services and expenses are donated by a third party. The donation and costs (fund raising activities) are included in the financial statements.

MUSANGU FOUNDATION

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 APRIL 2021**

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	-	86,705
Donated services and facilities	44,092	101,379
	44,092	188,084
Total incoming resources	44,092	188,084
EXPENDITURE		
Raising donations and legacies		
Consultancy fees - fundraiser	8,820	10,778
Travel and Subsistence	500	12,373
Telephone	136	722
Sundries	-	1,395
GLZ Impact Readiness Expenses	66,575	84,260
Impact Capital Africa Expenses	-	53,330
	76,031	162,858
Support costs		
Management		
Telephone	-	1,037
Postage and stationery	-	177
	-	1,214
Information technology		
Sundries	180	382
Human resources		
Software licences	240	704
Other		
Telephone	25	196
Postage and stationery	126	1,144
	151	1,340
Governance costs		
Accountancy and legal fees	2,650	3,180
Total resources expended	79,252	169,678
Net (expenditure)/income	(35,160)	18,406

This page does not form part of the statutory financial statements