

iAFRICA FOUNDATION

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2018

IAFRICA FOUNDATION

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IAFRICA FOUNDATION

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2018**

Trustees

A Munyua (resigned 23 March 2018)
Guy D Piane
J Van Der Zwan (resigned 7 December 2017)
G R Woodford
I McFadyen
J Mallis

Charity registered number

1163634

Principal office

The Old Rectory, Brisley, Dereham, NR20 5LJ

Independent examiner

Joanne Fox, Larking Gowen LLP, King Street House, 15 Upper King Street, Norwich, NR3 1RB

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TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2018

The Trustees present their annual report together with the financial statements for the 1 April 2017 to 31 March 2018.

Objectives and Activities

a. Policies and objectives

The principal object of the charity is to promote the education (including social training) of people anywhere in Africa and the prevention or relief of poverty anywhere in the world by providing or assisting in the provision of education, training, healthcare and farming projects and all the necessary support designed to enable individuals to generate a sustainable income and be self sufficient.

Achievements and performance

a. Review of activities and financial position

The charity secured donations during the period, including \$217,053 (2017: \$376,000) from The Peter Cundill Foundation. This has allowed the charity to support iSchool Zambia Ltd and Connect Africa Logistics Ltd with their educational projects in Mwandi. The Zambezi Education and Conservation Trust donated to the charity to support the BluPoint technology project. This allowed iAfrica Foundation to fund trials of the technology under monitored conditions in rural areas.

The income for the year amounted to £187,695 (2017: £358,200). Expenditure to support the charitable objectives during the year was £157,299 (2017: £315,928) and administration expenses were £14,182 (2017: £26,802). There was a surplus of income over expenditure of £16,214 (2017: £15,470).

The trustees have had due regard to the Charity Commission guidance on public benefit.

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.

b. Reserves policy

At the period end the charity had unrestricted funds carried forward of £16,316 (2017: £102).

The charity is currently matching their expenditure to their income. The trustees are confident that sufficient levels of income will be received to support the expenditure requirements and maintain adequate reserves.

Structure, governance and management

a. Constitution

The charity was established as a foundation model Charitable Incorporated Organisation (CIO). It was incorporated and registered with the Charity Commission on the 18th September 2015 and the registered charity number is 1163634.

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TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 MARCH 2018

b. Method 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 constitution. There must be at least three trustees. The maximum number of trustees is twelve.

The first charity trustees were as follows and were initially appointed for the following terms –

A Munyua for 2 years (resigned 23 March 2018)
G D Piane for 2 years
J Van Der Zwan for 3 years (resigned 07 December 2017)
H Warren for 3 years (resigned 26 January 2017)
G R Woodford for 3 years

Apart from the first charity trustees, every trustee must be appointed for a term of three years by a resolution passed at a properly convened meeting of the charity trustees. Trustees retiring at the end of their term are eligible for reappointment and have been unless noted above.

In selecting individuals for appointment as charity trustees, the charity trustees must have regard to the skills, knowledge and experience needed for the effective administration of the CIO.

The members of the CIO shall be its charity trustees for the time being. The only persons eligible to be members of the CIO are its charity trustees. Membership of the CIO cannot be transferred to anyone else. Any member and charity trustee who ceases to be a charity trustee automatically ceases to be a member of the CIO.

c. Policies adopted for the induction and training of Trustees

The charity trustees will make available to each new charity trustee, on or before his or her first appointment:

- (a) a copy of the current version of the constitution; and
- (b) a copy of the CIO's latest Trustees' Annual Report and statement of accounts.

d. Organisational structure and decision making

Any decision may be taken by trustees either:

- at a meeting of the charity trustees; or
- by resolution in writing or electronic form agreed by all of the charity trustees, which may comprise either a single document or several documents containing the text of the resolution in like form to each of which one or more charity trustees has signified their agreement.

The charity trustees may delegate any of their powers or functions to a committee or committees, and, if they do, they shall determine the terms and conditions on which the delegation is made. The charity trustees may at anytime alter those terms and conditions, or revoke the delegation.

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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2018

Plans for future periods

a. Future developments

The CIO plans to continue to identify, and raise funding for, substantial projects that enhance the lives of rural people, primarily in Zambia, and improve how education and services are delivered to the rural poor.

Trustees' responsibilities statement

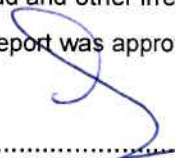
The Trustees are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 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 judgments and accounting estimates that are reasonable and prudent;
- 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 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.

This report was approved by the Trustees, on 16/5/18 and signed on their behalf by:


.....
I McFadyen
Trustee

IAFRICA FOUNDATION

INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 MARCH 2018

Independent examiner's report to the Trustees of iAfrica Foundation (the 'charity')

I report to the charity Trustees on my examination of the accounts of the charity for the year ended 31 March 2018 which are set out on pages 6 to 13.

This report is made solely to the charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the charity's Trustees those matters I am required to state in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's Trustees as a body, for my work or for this report.

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 all 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 can 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: 17/5/18

Joanne Fox FCA

Larking Gowen LLP
Norwich

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**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2018**

	Note	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £	<i>Total funds 2017 £</i>
Income from:					
Donations and legacies	2	187,695	-	187,695	358,200
Total income		<u>187,695</u>	<u>-</u>	<u>187,695</u>	<u>358,200</u>
Expenditure on:					
Raising funds	3	-	-	-	300
Charitable activities	4,5	171,481	-	171,481	342,430
Total expenditure	6	<u>171,481</u>	<u>-</u>	<u>171,481</u>	<u>342,730</u>
Net income before other recognised gains and losses		16,214	-	16,214	15,470
Net movement in funds		16,214	-	16,214	15,470
Reconciliation of funds:					
Total funds brought forward		102	20,000	20,102	4,632
Total funds carried forward		<u><u>16,316</u></u>	<u><u>20,000</u></u>	<u><u>36,316</u></u>	<u><u>20,102</u></u>

The notes on pages 8 to 13 form part of these financial statements.

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**BALANCE SHEET
AS AT 31 MARCH 2018**

	Note	£	2018 £	£	2017 £
Current assets					
Debtors	7	6,250		13,200	
Cash at bank and in hand		<u>31,066</u>		<u>29,158</u>	
		37,316		42,358	
Creditors: amounts falling due within one year	8	<u>(1,000)</u>		<u>(22,256)</u>	
Net current assets			<u>36,316</u>		<u>20,102</u>
Net assets			<u>36,316</u>		<u>20,102</u>
Charity Funds					
Restricted funds	9		20,000		20,000
Unrestricted funds	9		<u>16,316</u>		<u>102</u>
Total funds			<u>36,316</u>		<u>20,102</u>

The financial statements were approved by the Trustees on 16/5/18 and signed on their behalf, by:

.....
I McFadyen

.....
G R Woodford

The notes on pages 8 to 13 form part of these financial statements.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and 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.

iAfrica Foundation constitutes a public benefit entity as defined by FRS 102.

1.2 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.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

1.3 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.

All expenditure is accounted for on an accruals basis inclusive of VAT. All expenses including support costs and governance costs are allocated to the applicable expenditure headings.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and Governance costs are costs incurred on the charity's educational operations, including support costs and costs relating to the governance of the charity apportioned to charitable activities.

1.4 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

1. Accounting policies (continued)

1.5 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.

1.6 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.

1.7 Liabilities and provisions

Liabilities and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

1.8 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.

1.9 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

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

Exchange gains and losses are recognised in the Statement of financial activities.

1.10 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.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

2. Income from donations and legacies

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £	<i>Total funds 2017 £</i>
Donations	187,695	-	187,695	358,200
<i>Total 2017</i>	338,200	20,000	358,200	

3. Costs of raising funds

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £	<i>Total funds 2017 £</i>
Fundraising software costs	-	-	-	300
<i>Total 2017</i>	300	-	300	

4. Direct costs

	Unrestricted funds £	Total 2018 £	<i>Total 2017 £</i>
Project costs	157,299	157,299	315,928
<i>At 31 March 2017</i>		315,928	315,928

5. Governance costs

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £	<i>Total funds 2017 £</i>
Legal and professional fees	420	-	420	2,160
Independent examination	1,030	-	1,030	930
Administration	12,002	-	12,002	22,690
Insurance	730	-	730	722
	14,182	-	14,182	26,502

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

6. Analysis of Expenditure by expenditure type

	Other costs 2018 £	Total 2018 £	<i>Total 2017 £</i>
Expenditure on raising voluntary income	-	-	300
Costs of generating funds	-	-	300
Project costs	157,299	157,299	315,928
Expenditure on governance	14,182	14,182	26,502
	<u>171,481</u>	<u>171,481</u>	<u>342,730</u>
<i>Total 2017</i>	<u>342,730</u>	<u>342,730</u>	

7. Debtors

	2018 £	<i>2017 £</i>
Accrued income	-	13,200
Tax recoverable	6,250	-
	<u>6,250</u>	<u>13,200</u>

8. Creditors: Amounts falling due within one year

	2018 £	<i>2017 £</i>
Trade creditors	-	15,001
Accruals and deferred income	1,000	7,255
	<u>1,000</u>	<u>22,256</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

9. Statement of funds

Statement of funds - current year

	Brought Forward £	Income £	Expenditure £	Balance at 31 March 2018 £
Unrestricted funds				
General Funds	102	187,695	(171,481)	16,316
Restricted Funds	20,000	-	-	20,000
Total of funds	<u>20,102</u>	<u>187,695</u>	<u>(171,481)</u>	<u>36,316</u>

Statement of funds - prior year

	Brought Forward £	Income £	Expenditure £	Gains/ (Losses) £	Balance at 31 March 2017 £
Unrestricted funds					
General Funds	4,632	338,200	(342,730)	-	102
	<u>4,632</u>	<u>338,200</u>	<u>(342,730)</u>	<u>-</u>	<u>102</u>
Restricted funds					
Restricted Funds	-	20,000	-	-	20,000
	<u>-</u>	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>20,000</u>
Total of funds	<u>4,632</u>	<u>358,200</u>	<u>(342,730)</u>	<u>-</u>	<u>20,102</u>

An anonymous donation was received in the year ended 31 March 2017. The donation is restricted and will be used for projects as specified by the donor.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

10. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total funds 2018 £
Current assets	17,316	20,000	37,316
Creditors due within one year	(1,000)	-	(1,000)
	<u>16,316</u>	<u>20,000</u>	<u>36,316</u>

Analysis of net assets between funds - prior year

	Unrestricted funds 2017 £	Restricted funds 2017 £	Total funds 2017 £
Current assets	22,358	20,000	42,358
Creditors due within one year	(22,256)	-	(22,256)
	<u>102</u>	<u>20,000</u>	<u>20,102</u>

11. Related party transactions

During the year, there were donations received of £nil (2017: £28,200) from The Zambezi Education and Conservation Trust, a registered charity in which Mr I McFadyen and Mr G Woodford are also Trustees.

iSchool Zambia Ltd is linked to Mwabu Group Ltd, Mr I McFadyen is a Director of Mwabu Group Ltd. Mr I McFadyen is also involved with Connect Africa Logistics Ltd. Grants of £157,299 (2017: £300,928) were paid to iSchool Zambia Ltd and Connect Africa Logistics during the year.

The charity considers the Trustees to be the key management personnel of the charity. No remuneration or expenses were paid to the Trustees during the year (2017: £nil).