

Company Registration No. 06706823 (England and Wales)

Registered Charity Number 1127893

**UKUTHEMBA FOUNDATION LIMITED
(a company limited by guarantee)**

**Trustees Report and Accounts
and
Independent Examiner's Report**

FOR THE YEAR ENDING 30 SEPTEMBER 2018



UKUTHEMBA FOUNDATION LIMITED

COMPANY INFORMATION

Directors	Miss Penelope Briant Miss Kim Killeen
Trustees	Miss Penelope Briant Miss Kim Killeen
Company number	6706823
Registered charity number	1127893
Registered office	K A Property Services Limited 58 Queen Anne Street London W1G 8HW

UKUTHEMBA FOUNDATION LIMITED

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UKUTHEMBA FOUNDATION LIMITED

TRUSTEES REPORT

FOR THE YEAR ENDING 30 SEPTEMBER 2018

The Trustees and Directors present their report and financial statements for the year ended 30 September 2018.

Structure, Governance and Management

The organisation is a charitable company limited by guarantee, incorporated on 24 September 2008 and governed under its Articles of Association. The company was registered as a charity on 2 February 2009. The Directors of the company are also charity Trustees for the purposes of charity law and under the company's articles. The charity changed its name from Building Blocks Foundation Limited to Ukuthemba Foundation Limited on 8th February 2013.

The Trustees are familiar with the work of the charity and take an interest in the beneficiaries including visiting the children's home. They all give their time voluntarily and receive no benefits from the charity. No expenses have been reclaimed during the year.

Whilst no vacancy currently exists, the charity would seek to appoint a new trustee by application to the Board of Trustees and candidate interview, assessment of their dedication to the charity objectives, proven skills in leadership and donor engagement strategies, and their understanding and experience of trustee governance and financial management. Induction and visiting the children's home would be a training requirement.

Charity Objectives

- a) To support the setting up and maintenance of children's homes in Southern Africa for the purpose of:-
 - i) the prevention and relief of poverty
 - ii) to meet the educational needs of the children
 - iii) to promote their physical and mental health through appropriate support and care
 - iv) the provision of facilities for abandoned children
 - v) the creation of a loving and stable environment to enable the children to thrive
- b) To further such exclusively charitable purposes as determined by the Law of England and Wales for the benefit of the public as the Trustees in their absolute discretion think fit.

Activities and Achievements

The principal activity of the company is that of a charitable foundation collecting donations for distribution to good causes for the public benefit. The Trustees have complied with the duty in section 17(5) of the 2011 Charities Act to have due regard to the guidance published by the Charity Commission on public benefit. The main aim and objective of the charity is to provide funding to assist in the running of a children's home, Ukuthemba Organisation, which has changed its name from Building Blocks Children's Home.

Donations were received from businesses and personal benefactors throughout the year. A charity event raised additional funds last year through ticketed attendance, a raffle, auction, a silent auction and pledges. The lots and prizes were donated to the charity or acquired at cost. A further fund raising event will be held after the year end in October 2018.

Financial Review

The principal funding sources for the charity are by way of public donation with a view to making short term donations for the public benefit. No investment of funds are envisaged and there is no plan to retain significant reserves. The risk assessment conducted by the Trustees conclude there to be a minimal working capital requirement to maintain the activities of the company due to volunteer management making most of the funding available for distribution. The cash balance at the year end is £1,467 having donated the proceeds from the fund raising event last year. A charitable event to be held after the year end will enhance funds.

The Trustees are confident that the Charity remains a going concern. The deficit on the balance sheet of £(11,995) arose from a short term interest free loan from the Director, Kim Killeen, to cover initial costs of a fund raising charity event on 17th October 2018.

UKUTHEMBA FOUNDATION LIMITED

TRUSTEES REPORT CONTINUED

FOR THE YEAR ENDING 30 SEPTEMBER 2018

Directors

The following Directors have held office throughout the year and are Trustees.

P Briant
K Killeen

Registered Office

C/o KA Properties Limited, 58 Queen Anne Street, London W1G 8HW

Charitable Donations

	2018 £	2017 £
During the year the company made the following payments:		
Charitable donations	<u>77,113</u>	<u>50,211</u>

Statement of Trustees' Responsibilities

The Trustees, who are also the directors of Ukuthemba Foundation Limited, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Trustees to prepare accounts 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, including the income and expenditure, of the charitable company for that year.

In preparing these accounts, 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 accounting estimates that are reasonable and prudent;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Companies Act 2006. 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 is prepared in accordance with the small company regime (Section 419(2) of the Companies Act 2006.

On behalf of the Board of Trustees



K Killeen
Trustee

Date 25 June 2019

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
UKUTHEMBA FOUNDATION LIMITED

I report on the accounts of the company for the year ended 30 September 2018, which are set out on pages 4 to 9.

Responsibilities and basis of report

As the charity's trustees (and also the 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.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, I have examined your charity's accounts as required under section 145 of the Charities Act 2011 ('the 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.

My role is to state whether any material matters have come to my attention giving me cause to believe:

1. that accounting records were not kept as required by section 386 of the Companies Act 2006; or
2. that the accounts do not accord with those records; or
3. that the accounts do not comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the 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; or
4. that there is further information needed for a proper understanding of the accounts.

Independent examiner's statement

I have completed my examination and have no concerns in respect of the matters (1) to (4) listed above and, in connection with following the Directions of the Charity Commission I have found no matters that require drawing to your attention.

West & Berry Ltd

M D Westbury FCCA
West & Berry Limited
Mocatta House
Trafalgar Place
Brighton
BN1 4DU

Date: 25 June 2019

UKUTHEMBA FOUNDATION LIMITED

BALANCE SHEET

AS AT 30 SEPTEMBER 2018

	Notes	2018		2017	
		£	£	£	£
Current assets					
Debtors	7	3,315		53,260	
Cash at bank and in hand		1,467		28,250	
		<u>4,782</u>		<u>81,510</u>	
Creditors: amounts falling due withing one year	8	16,777		21,737	
Net current assets			(11,995)		59,773
Total assets less current liabilities			<u>(11,995)</u>		<u>59,773</u>
Income funds					
(Deficit) /Unrestricted funds	9		(11,995)		59,773
Total reserves			<u>(11,995)</u>		<u>59,773</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 September 2018. No member of the company has deposited a notice, pursuant to sections 476 and 387, requiring an audit of these accounts.

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of section 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The accounts were approved by the Trustees on *25 June 2019*



K Killeen
Trustee



P Briant
Trustee

Company Registration No. 06706823

UKUTHEMBA FOUNDATION LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT**

FOR THE YEAR ENDING 30 SEPTEMBER 2018

	Notes	Unrestricted Funds	Restricted Income Funds	Endowment Funds	Total 2018 £	Total 2017 £
Income and endowments						
Donations and legacies		8,500	0	0	8,500	2,503
Charitable activities		(329)	0	0	(329)	61,654
Total income and endowments	2	<u>8,171</u>	<u>0</u>	<u>0</u>	<u>8,171</u>	<u>64,157</u>
Expenditure						
Expenditure on raising funds		1	0	0	1	(227)
Expenditure on charitable activities		79,938	0	0	79,938	88,951
Total expenditure	3	<u>79,939</u>	<u>0</u>	<u>0</u>	<u>79,939</u>	<u>88,724</u>
Net income / (expenditure)	9	(71,768)	0	0	(71,768)	(24,567)
Total funds b/fwd as at 1 October 2017			0	0	59,773	84,340
Total funds c/fwd as at 30 September 2018			0	0	(11,995)	59,773

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derived from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

The credit of £(329) for income from charitable activities arose due to a credit note raised against last year's event invoicing.

UKUTHEMBA FOUNDATION LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDING 30 SEPTEMBER 2018

		2018		2017	
	Notes	£	£	£	£
Cash flows from operating activities					
Cash generated from operations	10		(26,783)		(40,868)
Net Cash flows from investing activities			0		0
Net Cash flows from financing activities			0		0
Net increase / (decrease) in cash and cash equivalents			<u>(26,783)</u>		<u>(40,868)</u>
Cash and cash equivalents at beginning of year			28,250		69,118
Cash and cash equivalents at end of year			<u>1,467</u>		<u>28,250</u>

UKUTHEMBA FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDING 30 SEPTEMBER 2018

1 Accounting policies

Ukuthemba Foundation Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is c/o K A Property Services Limited, 58 Queen Anne Street, London W1G 8HW.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006 and '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)'. The Charity is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention. The principal accounting policies adopted are set out below:

1.2 Going Concern

At the time of approving the accounts, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts. The

The deficit on the balance sheet at the year end of £(11,995) is due to a short term interest free loan from a Director, Kim Killeen, to cover the initial costs of a fund raising charity event held on 17th October 2018.

1.3 Charitable Funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

1.4 Incoming resources

Income represents donations received as a result of the charity's activities. Voluntary income is received by way of donations, gifts and fund raising activities, and is included in full when receivable.

1.5 Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the independent examiner fees and costs linked to the strategic management of the charity.

1.6 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life.

UKUTHEMBA FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

FOR THE YEAR ENDING 30 SEPTEMBER 2018

1.7 Financial Instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

2 Donations received during the year

	Unrestricted Funds £	Restricted Funds £	2018 Total £	2017 Total £
Donations	8,500	0	8,500	2,503
Charitable Event	(329)	0	(329)	61,654
	<u>8,171</u>	<u>0</u>	<u>8,171</u>	<u>64,157</u>

3 Included in Charitable Expenditure

	2018 Total £	2017 Total £
Charitable Donations made during the year	77,113	50,211
Fundraising event management	2,526	38,440
Governance costs	<u>300</u>	<u>300</u>

Charitable donations of £77,113 in the year were made to Ukuthemba Children's Home a South African charity that runs small homes for orphans staffed by house parents, providing the children with a home environment.

4 Independent Examiners Fees

	2018 Total £	2017 Total £
Independent examiners fees	<u>300</u>	<u>300</u>

5 Trustee Remuneration & Related Party Transactions

Neither remuneration nor personal expenses were paid to the Trustees or Directors during the year. The Trustee, Kim Killeen, incurred costs of £13,052 for charitable expenditure relating to event running costs which is repayable to her. The expenditure related to printing and postage costs and interim event running costs for the charitable event held after the year end in October 2018, for which a short term interest free loan was made to the charity.

6 Taxation

As a charity, Ukuthemba Foundation Limited is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

UKUTHEMBA FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS CONTINUED

FOR THE YEAR ENDING 30 SEPTEMBER 2018

7 Debtors	2018	2017
	Total	Total
	£	£
Trade debtors	0	6,075
Other debtors	3,315	47,185
	<u>3,315</u>	<u>53,260</u>
8 Creditors: amounts falling due within one year	2018	2017
	Total	Total
	£	£
Other creditors	<u>16,777</u>	<u>21,737</u>
9 Statement of movements on profit and loss account		Profit and Loss Account
		£
Balance b/fwd 01 October 2017		59,773
Profit / (Loss) for the year		(71,768)
		<u>(11,995)</u>
10 Cash generated from operations	2018	2017
	Total	Total
	£	£
Surplus / (deficit) for the year	(71,768)	(24,567)
Movements in working capital:		
(Increase)/decrease in debtors	53,260	(36,610)
(Decrease)/Increase in creditors	(8,385)	20,309
(Decrease)/Increase income in advance	3,425	0
Decrease/(Increase) expenses in advance	(3,315)	0
	<u>(26,783)</u>	<u>(40,868)</u>