

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 2016

UKUTHEMBA FOUNDATION LIMITED

COMPANY INFORMATION

Directors	Miss Penelope Briant Miss Kim Killeen
Trustees	Miss Penelope Briant Miss Kim Killeen
Company number	06706823
Registered charity number	1127893
Registered office	K A Property Services Limited 58 Queen Anne Street London WIG 8HW

UKUTHEMBA FOUNDATION LIMITED

CONTENTS

	Page
Trustees' Report	1 - 2
Independent Examiners Report	3
Balance Sheet	4
Statement of Financial Activities Including Income and Expenditure Account	5
Statement of Cash Flows	6
Notes to the Financial Statements	7 - 9

UKUTHEMBA FOUNDATION LIMITED

TRUSTEES REPORT

FOR THE YEAR ENDING 30 SEPTEMBER 2016

The Trustees and Directors present their report and financial statements for the year ended 30 September 2016.

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. Two charity events raised additional funds this 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.

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. Due to a year end charity event a cash balance of £69,118 was held at the accounting year end and utilised for donations in the next financial year.

Directors

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

P Briant
K Killeen
S Rowe

Resigned after the year end on 15th November 2016

UKUTHEMBA FOUNDATION LIMITED

TRUSTEES REPORT CONTINUED

FOR THE YEAR ENDING 30 SEPTEMBER 2016

Registered Office

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

Charitable Donations

	2016 £	2015 £
During the year the company made the following payments:		
Charitable donations	55,303	19,488

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; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

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.

On behalf of the Board of Trustees



K Killeen
Trustee

Date 23 June 2017

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 2016, which are set out on pages 4 to 9.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's 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. Having satisfied myself that the charity is not subject to audit under Part 16 of the Companies Act 2006 and is eligible for independent examination, 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 the seeking of 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 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 386 of the Companies Act 2006; and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities.

have not been met;

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

Friend-James Ltd

Michelle Westbury FCCA

Friend-James Limited
Chartered Accountants
4th Floor, Park Gate
161-163 Preston Road
Brighton BN1 6AF

Date : *26 June 2017*

UKUTHEMBA FOUNDATION LIMITED

BALANCE SHEET

AS AT 30 SEPTEMBER 2016

	Notes	2016 £	£	2015 £	£
Current assets					
Debtors	7	16,650		10,337	
Cash at bank and in hand		<u>69,118</u>		<u>6,367</u>	
		85,768		16,704	
Creditors: amounts falling due within one year	8	<u>1,428</u>		<u>11,525</u>	
Net current assets			<u>84,340</u>		<u>5,179</u>
Total assets less current liabilities			<u>84,340</u>		<u>5,179</u>
Income funds					
Unrestricted funds	9		<u>84,340</u>		<u>5,179</u>
Total reserves			<u>84,340</u>		<u>5,179</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 2016. No member of the company has deposited a notice, pursuant to section 476, 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 23 June 2017



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 2016

	Notes	Unrestricted Funds	Restricted Income Funds	Endowment Funds	Total 2016 £	Total 2015 £
Income and endowments						
Donations and legacies		8,200	0	0	8,200	12,288
Charitable activities		157,618	0	0	157,618	0
Total income and endowments	2	165,818	0	0	165,818	12,288
Expenditure						
Expenditure on raising funds		210	0	0	210	9
Expenditure on charitable activities		86,447	0	0	86,447	22,788
Total expenditure	3	86,657	0	0	86,657	22,797
Net income/(expenditure)	9	79,161	0	0	79,161	(10,509)
Total funds b/fwd as at 1 October 2015		5,179	0	0	5,179	15,688
Total funds c/fwd as at 30 September 2016		84,340	0	0	84,340	5,179

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.

UKUTHEMBA FOUNDATION LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 SEPTEMBER 2016

	Notes	2016 £	£	2015 £	£
Cash flows from operating activities					
Cash generated from operations	10	62,751		(12,621)	
Net Cash flows from investing activities			0		0
Net Cash flows from financing activities			0		0
Net increase in cash and cash equivalents		62,751		(12,621)	
Cash and cash equivalents at beginning of year			6,367		18,988
Cash and cash equivalents at end of year			<u>69,118</u>		<u>6,367</u>

UKUTHEMBA FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2016

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 effective 1 January 2015)'. 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:

These accounts for the year ended 30th September 2016 are the first accounts of Ukuthemba Foundation Limited prepared in accordance with FRS 102. The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 October 2014. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

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.

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 ENDED 30 SEPTEMBER 2016

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 £	2016 Total £	2015 Total £
Donations	8,200	0	8,200	12,288
Charitable event	157,618	0	157,618	0
	<u>165,818</u>	<u>0</u>	<u>165,818</u>	<u>12,288</u>

3 Included in Charitable Expenditure

	2016 Total £	2015 Total £
Charitable Donations made during the year	55,303	19,488
Fundraising event management	30,844	3,000
Governance costs	<u>300</u>	<u>300</u>

Charitable donations of £55,303 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

	2016 £	2015 £
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 £1,128 for charitable expenditure relating to event running costs which is repayable to her. Expenditure related to charity auction prizes partially donated.

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 ENDED 30 SEPTEMBER 2016

7 Debtors	2016	2015
	£	£
Trade debtors	16,650	5,500
Other debtors	0	4,837
	<u>16,650</u>	<u>10,337</u>
8 Creditors: amounts falling due within one year	2016	2015
	£	£
Other creditors	<u>1,428</u>	<u>11,525</u>
9 Statement of movements on profit and loss account		Profit and Loss Account
		£
Balance b/fwd 01 October 2015		5,179
Profit for the year		79,161
Balance as at 30 September 2016		<u>84,340</u>
10 Cash generated from operations	2016	2015
	£	£
Surplus / (deficit) for the year	79,161	(10,509)
Movements in working capital:		
(Increase)/decrease in debtors	(11,150)	(5,500)
(decrease)/Increase in creditors	553	(2,425)
(decrease)/increase income in advance	(10,650)	10,650
decrease)/(increase) expenses in advance	4,837	(4,837)
Cash generated from operations	<u>62,751</u>	<u>(12,621)</u>

UKUTHEBMA FOUNDATION LIMITED
SCHEDULE OF ADMINISTRATIVE EXPENSES
FOR THE YEAR ENDED 30 SEPTEMBER 2016

This schedule does not form part of the financial statements

	2016	2015
	£	£
Charitable expenditure		
Charitable donations	55,303	19,488
Event management	25,963	2,971
Event entertaining	3,550	0
Event travel	724	0
Accountancy	300	300
Sundry	167	0
Bank charges	210	9
Printing, postage and stationery	440	29
	<hr/>	<hr/>
	86,657	22,797
	<hr/> <hr/>	<hr/> <hr/>