

CHARITY REGISTRATION NUMBER 1148745
COMPANY REGISTRATION NUMBER 08034496

DIG DEEP (AFRICA)
CONSOLIDATED ACCOUNTS
FOR THE YEAR ENDED 31 OCTOBER 2019

DIG DEEP (AFRICA)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr P R Fitzsimmons Mrs J Green Mr J N J Pallett Ms D Harrison Mr D S Fitzsimmons
Company number	08034496
Charity number	1148745
Registered office	2 Rushdale Road Sheffield South Yorkshire S8 9QB
Independent examiner	AM Wells Counterculture Partnership LLP 99 Western Road Lewes East Sussex BN7 1RS
Bankers	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ Standard Chartered Bank Westlands Branch PO Box 14438-00800 Nairobi Kenya

DIG DEEP (AFRICA)

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DIG DEEP (AFRICA)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 OCTOBER 2019

The trustees present their report and accounts for the year ended 31 October 2019.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply 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)".

Objectives and activities

The objects of the charity ('the objects') are:

To promote sustainable development in East Africa for the benefit of the public by:

- the relief of poverty and the improvement of the conditions of life in socially and economically disadvantaged communities;
- the preservation, conservation and the protection of the environment and the prudent use of resources;
- the promotion of sustainable means of achieving economic growth and regeneration;
- sustainable development means "development which meets the needs of the present without compromising the ability of future generations to meet their own needs."

For the public benefit, to promote the mental, moral and physical development and improvement of young people and to provide opportunities for them to develop their full capacities and enable them to become responsible members of society, to include:

- providing facilities for young people for recreation or other leisure time occupation in the interests of social welfare;
- advancing the education of young people by the provision, encouragement and promotion of education, instruction or training in professions, vocations, industries, crafts, trades or the skills needed in employment;
- arranging periods of voluntary work in the community; and
- encouraging and assisting young people in their understanding of and practical action in support of the natural and build environment.

Risk factors

The trustees have reviewed the key risks to which the charity is exposed together with the operating and financial compliance controls that have been implemented to mitigate those risks. The trustees are of the view that there is a formal ongoing process for identifying, evaluating and managing the charity's significant risks. This process is regularly reviewed by the trustees.

Achievements and performance

Details of the achievements of the charity during the year are detailed in the Impact Report which is available on the charity's website – www.digdeep.org.uk. A printed version can also be requested by contacting the charity directly.

DIG DEEP (AFRICA)

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2019

Financial Review

The Consolidated Statement of Financial Activities shows a net decrease in funds of £79,535 (2018: decrease of £8,727).

The charity has general unrestricted reserves of £51,084 and restricted funds of £23,905. The freely available unrestricted reserves were £51,084. The trustees aim to keep reserves at a level to cover 6 months' investment in running costs and confirmed charitable activities. At the end of the financial year, the trustees took the decision to reduce reserves to the level of approximately 4 months running costs and confirmed charitable activities in order to utilise a time limited co-funding agreement with the Kenyan Government's Constituency Development Fund.

Subsidiary company

The achievements and performance of the charity's subsidiary company for the year ended 31 October 2019 was as follows:

- Dig Deep Challenges Limited through its trading activities made a profit of £145,533 (2018: £124,039) before gift aid payments made to Dig Deep (Africa) of £143,803 (2018: £123,039). Closing shareholders' funds were £3,501 (2018: £1,803).

Structure, governance and management

The charity is a company limited by guarantee (number 08034496) and a registered charity (number 1148745). On 31 July 2013 the charitable company took over the assets and liabilities of Dig Deep (Africa) (registered charity number 1121493) and started trading.

The trustees who served during the year were:

Mr P R Fitzsimmons
Mrs J Green
Mr J N J Pallett
Ms D Harrison
Mr D S Fitzsimmons

The management of the charity is carried out by the trustees and the CEO.

The trustees meet at regular intervals throughout the year to review the charity's strategy and performance, approve plans and monitor budgets.

The day to day operations of the charity are carried out by the CEO Ben Skelton and the wider staff team.

Members of the Board of Trustees give their time voluntarily. When appointing Trustees, the charity places emphasis on the skills, knowledge and experience that is required for the Board to adhere to undertake its responsibilities effectively. Nominations for potential Board members come from a variety of sources and the process may include personal approaches to potential candidates. Induction and training for Board members is personalised on the basis of their existing skills, knowledge and experience and to reflect any prior knowledge that they have of the charity.

DIG DEEP (AFRICA)

**TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 OCTOBER 2019**

The charitable company also controls Dig Deep Challenges Limited (registered company number 0591740) a company limited by guarantee. The company was incorporated on 1 July 2013 and started trading on 1 August 2013.

On behalf of the board of trustees

Mr J N J Pallett
Trustee

Dated: 24th August 2020

99 Western Road
Lewes
East Sussex
BN7 1RS

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF DIG DEEP (AFRICA)

I report to the trustees on my examination of the accounts of the charitable company for the year ended 31 October 2019.

Responsibilities and basis of report

As the charity Trustees, who are also directors for the purposes of company law, 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 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 examiners statement

Since the Charitable company's gross income exceeded £250,000, your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination by virtue of my membership of Association of Accounting Technicians, which is one of the listed bodies.

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 that in any material respect:

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 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.

AM Wells FMAAT

Dated: 24th August 2020

DIG DEEP (AFRICA)

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 2019

	Notes	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Income from:					
Donations	3	72,050	100,108	172,158	122,745
Charitable activities	4	<u>730,784</u>	<u>-</u>	<u>730,784</u>	<u>831,128</u>
Total income		<u>802,834</u>	<u>100,108</u>	<u>902,942</u>	<u>953,873</u>
Expenditure on:					
Raising funds:					
Costs of generating voluntary income	6	59,303	-	59,303	48,634
Charitable activities	7	<u>821,223</u>	<u>101,951</u>	<u>923,174</u>	<u>913,966</u>
Total expenditure		<u>880,526</u>	<u>101,951</u>	<u>982,477</u>	<u>962,600</u>
Net income before transfers		(77,692)	(1,843)	(79,535)	(8,727)
Gross transfer between funds		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net movement in funds		(77,692)	(1,843)	(79,535)	(8,727)
Fund balances at 1 November 2018		<u>132,277</u>	<u>25,748</u>	<u>158,025</u>	<u>166,752</u>
Fund balances at 31 October 2019		<u>54,585</u>	<u>23,905</u>	<u>78,490</u>	<u>158,025</u>

The statement of financial activities has been prepared on the basis that all operations are continuing operations. The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

DIG DEEP (AFRICA)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 2019

	Notes	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Income from:					
Donations	3	72,050	100,108	172,158	122,745
Charitable activities	4	14,774	-	14,774	62,892
Investment income (gift aid payments from subsidiary undertaking)	5	<u>143,835</u>	<u>-</u>	<u>143,835</u>	<u>123,039</u>
Total income		<u>230,659</u>	<u>100,108</u>	<u>330,767</u>	<u>308,676</u>
Expenditure on:					
Raising funds:					
Costs of generating voluntary income	6	36,417	-	36,417	24,215
Charitable activities	7	<u>273,632</u>	<u>101,951</u>	<u>375,583</u>	<u>294,188</u>
Total expenditure		<u>310,049</u>	<u>101,951</u>	<u>412,000</u>	<u>318,403</u>
Net income before transfers		(79,390)	(1,843)	(81,233)	(9,727)
Gross transfers between funds		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net movement in funds		(79,390)	(1,843)	(81,233)	(9,727)
Fund balances at 1 November 2018		<u>130,654</u>	<u>25,748</u>	<u>156,402</u>	<u>166,129</u>
Fund balances at 31 October 2019		<u>51,264</u>	<u>23,905</u>	<u>75,169</u>	<u>156,402</u>

The statement of financial activities has been prepared on the basis that all operations are continuing operations. The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

DIG DEEP (AFRICA)

CONSOLIDATED BALANCE SHEET AS AT 31 OCTOBER 2019

	Notes	£	2019 £	£	2018 £
Fixed assets					
Tangible assets	10		3,501		1,944
Current assets					
Debtors	12	2,378		16,672	
Cash at bank and in hand		<u>86,839</u>		<u>166,219</u>	
		89,217		182,891	
Creditors: amounts falling due within one year	13	<u>(14,228)</u>		<u>(26,810)</u>	
Net current assets			<u>74,989</u>		<u>156,081</u>
Total assets less current liabilities			<u>78,490</u>		<u>158,025</u>
Income funds					
Restricted funds	14		23,905		25,748
Unrestricted funds			51,084		37,009
Designated funds			-		93,465
Non-charitable trading funds			<u>3,501</u>		<u>1,803</u>
			<u>78,490</u>		<u>158,025</u>

For the financial year ended 31 October 2019 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

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 24th August 2020

Mr J N J Pallett
Trustee

Company number: 08034496

DIG DEEP (AFRICA)

BALANCE SHEET AS AT 31 OCTOBER 2019

	Notes	£	2019 £	£	2018 £
Fixed assets					
Tangible assets	10		-		141
Investments	11		<u>-</u>		<u>-</u>
			-		141
Current assets					
Debtors	12	11,128		81,607	
Cash at bank and in hand		<u>71,056</u>		<u>78,253</u>	
		82,184		159,860	
Creditors: amounts falling due within one year	13	<u>(7,015)</u>		<u>(3,599)</u>	
Net current assets			<u>75,169</u>		<u>156,261</u>
Total assets less current liabilities			<u>75,169</u>		<u>156,402</u>
Income funds					
Restricted funds	14		23,905		25,748
Unrestricted funds			51,264		37,189
Designated funds			<u>-</u>		<u>93,465</u>
			<u>75,169</u>		<u>156,402</u>

For the financial year ended 31 October 2019 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

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

Mr J N J Pallett
Trustee

Company number: 08034496

DIG DEEP (AFRICA)

STATEMENT OF CASH FLOWS AS AT 31 OCTOBER 2019

		Group			
	Notes	2019	2018		
		£	£	£	£
Cash flow from operating activities					
Cash generated from operations	16		(75,481)		19,994
Investing activities					
Purchase of tangible fixed assets		(3,899)		(2,705)	
Net cash (used in) investing activities			-		-
Net cash used in financing activities			-		(2,705)
Net increase in cash and cash equivalents			(79,380)		17,289
Cash and cash equivalents at beginning of year			<u>166,219</u>		<u>148,930</u>
Cash and cash equivalents at end of year			<u>86,839</u>		<u>166,219</u>

		Charity			
		2019	2018		
		£	£	£	£
Cash flow from operating activities					
Cash generated from operations	16		(7,197)		32,794
Investing activities					
Purchase of tangible fixed assets			-		-
Net cash (used in) investing activities			-		-
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			(7,197)		32,794
Cash and cash equivalents at beginning of year			<u>78,253</u>		<u>45,459</u>
Cash and cash equivalents at end of year			<u>71,056</u>		<u>78,253</u>

DIG DEEP (AFRICA)

NOTES TO THE CONSOLIDATED ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 2019

1 Accounting policies

Company information

Dig Deep (Africa) is a charitable company limited by guarantee incorporated in England and Wales. The registered office is 2 Rushdale Road Sheffield South Yorkshire S8 9QB.

1.1 Accounting convention

These accounts have been prepared in accordance with FRS 102 “The Financial Reporting Standard applicable in the UK and Republic of Ireland” (“FRS 102”), “Accounting and Reporting by Charities” the Statement of Recommended Practice for charities applying FRS 102, the Companies Act 2006 and UK Generally Accepted Accounting Practice as it applies from 1 January 2015. The charity is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in sterling, which is the presentational currency of the company. Monetary amounts in these financial statements are rounded to the nearest £. The functional currencies of the charitable company are sterling and Kenyan shillings.

The accounts have been prepared on 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.

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.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

1.4 Incoming resources

Grants are accounted for on a receivable basis.

Voluntary income is received by way of donations and gifts and is included in the Statement of Financial Activities when receivable except insofar as they are incapable of measurement.

Income from activities for generating funds represents amounts receivable for challenge events.

1.5 Resources expended

Resources expended are recognised in the year in which they are incurred inclusive of irrecoverable VAT and are allocated to the headings in the Statement of Financial Activities based on their nature. Costs have been apportioned on the basis of time spent by individuals on the relevant costs and usage of resources.

DIG DEEP (AFRICA)

NOTES TO THE CONSOLIDATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2019

1 Accounting policies (continued)

Costs of generating voluntary income includes expenditure relating to the raising of funds.

Costs of generating funds relate to costs incurred by the trading subsidiary.

Expenditure relating to charitable activities includes all the costs relating to the delivery of its activities and services to its beneficiaries.

Support costs are overheads with the allocation of support salary costs and other administration costs.

Governance costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

During the year the charity's objectives were amended to more correctly reflect its aims. These objectives are set out in the Trustees Report in page 1. Accordingly costs of challenge events are now included as charitable activities and the comparatives have been restated where appropriate.

1.6 Tangible fixed assets and depreciation

Fixtures, fittings and equipment of less than £500 in value are expended in the year of purchase. Fixtures, fittings and equipment having an initial cost greater than £500 are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Computer equipment	33.33% straight line
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1.7 Investments

Fixed assets investments are stated at cost.

Unrealised gains and losses on investments are recognised in the Statement of Financial Activities in the year in which they arise.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss, if any.

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/(expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

DIG DEEP (AFRICA)

NOTES TO THE CONSOLIDATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2019

1 Accounting policies (continued)

1.8 Impairment of fixed assets (continued)

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowing in current liabilities.

1.10 Financial instruments

The company 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 when the charity becomes party to the contractual provisions of the instrument.

Financial assets are offset, with the net amounts presented in the accounts 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.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Impairment of financial assets

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected. If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in profit or loss.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in profit or loss.

DIG DEEP (AFRICA)

NOTES TO THE CONSOLIDATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2019

1 Accounting policies (continued)

1.10 Financial instruments (continued)

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Foreign exchange

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date and the gains and losses on translation are included in the statement of financial activities.

1.12 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

DIG DEEP (AFRICA)

NOTES TO THE CONSOLIDATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2019

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the directors are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods. There are no judgements or estimates which have a significant risk of causing material adjustment to the carrying amount of assets and liabilities.

3 Donations

	Unrestricted funds £	Group and Charity Restricted funds £	Total 2019 £	Total 2018 £
Donations and grants	<u>72,050</u>	<u>100,108</u>	<u>172,158</u>	<u>122,745</u>
For the year ended 31 October 2018	<u>46,953</u>	<u>75,792</u>		
Included in donations and grants are:				
Kenyan Government's Constituency Development Fund	-	24,035	24,035	-
Challenge Africa	-	4,816	4,816	-
Cambridge Open Art Exhibition	-	7,500	7,500	-
Rotary Clubs of Milimani (Kenya) and Chelan (USA)	-	21,415	21,415	-
David Solomons Charitable Trust	-	5,000	5,000	-
St James Place Charitable Foundation	-	11,766	11,766	-
A Better World	-	-	-	30,984
Allan and Nestor Ferg Foundation	-	-	-	24,808
Cole-Medlock Foundation	-	-	-	10,000
Waterloo Foundation	-	-	-	10,000
Other small grants and donations	<u>72,050</u>	<u>25,576</u>	<u>97,626</u>	<u>46,953</u>
	<u>72,050</u>	<u>100,108</u>	<u>172,158</u>	<u>122,745</u>

4 Other trading activities: Income from challenge events

	Group Total 2019 £	Total 2018 £	Charity Total 2019 £	Total 2018 £
Income from challenge events	<u>730,784</u>	<u>831,128</u>	<u>14,774</u>	<u>62,892</u>

DIG DEEP (AFRICA)

NOTES TO THE CONSOLIDATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2019

5 Investment income

	Group		Charity	
	Total 2019 £	Total 2018 £	Total 2019 £	Total 2018 £
Donations from Dig Deep Challenges Ltd	<u>-</u>	<u>-</u>	<u>143,835</u>	<u>123,039</u>

6 Raising funds

	Group		Charity	
	Total 2019 £	Total 2018 £	Total 2019 £	Total 2018 £
Costs of generating voluntary income	<u>59,303</u>	<u>48,634</u>	<u>36,417</u>	<u>24,215</u>

DIG DEEP (AFRICA)

NOTES TO THE CONSOLIDATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2019

7 Charitable activities

	Group & Charity 2019			
	Charitable Activities £	Support Costs £	Governance £	Total £
Taps - investment in clean water projects	48,178	-	-	48,178
Toilets - investment in safe sanitation projects	120,578	-	-	120,578
Training - investment in hygiene education projects	35,998	-	-	35,998
Monitoring and Support - investment in monitoring and supporting projects completed in previous years	51,839	-	-	51,839
Challenge Event Programme - direct costs of challenge events (using funds paid and raised specifically for these purposes).	488,557	-	-	488,557
Challenge Event Programme - investment in supporting the development of the young people taking part in this programme (using funds paid and raised specifically for these purposes).	151,700	-	-	151,700
Finance and Governance - accounting, financial management and ensuring that all of our work complies with legal requirements and guidelines, both in the UK and Kenya	-	25,724	600	26,324
	<u>896,850</u>	<u>25,724</u>	<u>600</u>	<u>923,174</u>
Analysis by fund				
Unrestricted funds	794,899	25,724	600	821,223
Restricted funds	<u>101,951</u>	-	-	<u>101,951</u>
	<u>896,850</u>	<u>25,724</u>	<u>600</u>	<u>923,174</u>

DIG DEEP (AFRICA)

NOTES TO THE CONSOLIDATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2019

7 Charitable activities (continued)

	Group & Charity 2018			
	Charitable Activities £	Support Costs £	Governance £	Total £
Taps - investment in clean water projects	61,777	-	-	61,777
Toilets - investment in safe sanitation projects	109,196	-	-	109,196
Training - investment in hygiene education projects	47,119	-	-	47,119
Monitoring and Support - investment in monitoring and supporting projects completed in previous years	36,167	-	-	36,167
Challenge Event Programme - direct costs of challenge events (using funds paid and raised specifically for these purposes).	496,260	-	-	496,260
Challenge Event Programme - investment in supporting the development of the young people taking part in this programme (using funds paid and raised specifically for these purposes).	136,148	-	-	136,148
Finance and Governance - accounting, financial management and ensuring that all of our work complies with legal requirements and guidelines, both in the UK and Kenya	-	26,699	600	27,299
	<u>886,667</u>	<u>26,699</u>	<u>600</u>	<u>913,966</u>
Analysis by fund				
Unrestricted funds	818,118	26,699	600	845,417
Restricted funds	<u>68,549</u>	-	-	<u>68,549</u>
	<u>886,667</u>	<u>26,699</u>	<u>600</u>	<u>913,966</u>

Governance costs includes payments to the independent examiner of £600 for independent examination fees (2018: £600) of the charity and consolidated group accounts. Support costs of the charity and the group include £1,650 (2018: £1,650) paid to the independent examiner for other services.

DIG DEEP (AFRICA)

NOTES TO THE CONSOLIDATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2019

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or expenses during the year (2018: £nil).

9 Employees

Number of employees

The average monthly number of employees during year was:

	2019	2018
Operations	7	7
Administration	<u>2</u>	<u>2</u>
	<u>9</u>	<u>9</u>

Employment costs

	2019	2018
	£	£
Wages and salaries	202,794	191,585
Social security costs	13,248	13,452
Pension costs	<u>3,081</u>	<u>2,600</u>
	<u>219,123</u>	<u>207,637</u>

There were no employees whose annual emoluments were £60,000 or more.

DIG DEEP (AFRICA)

NOTES TO THE CONSOLIDATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2019

10 Tangible fixed assets

	Computer equipment £	Group Total £
Cost		
At 1 November 2018	7,864	7,864
Additions	<u>3,899</u>	<u>3,899</u>
At 31 October 2019	<u>11,763</u>	<u>11,763</u>
Depreciation		
At 1 November 2018	5,920	5,920
Charge for the year	<u>2,342</u>	<u>2,342</u>
At 31 October 2019	<u>8,262</u>	<u>8,262</u>
Net book value		
At 31 October 2019	<u>3,501</u>	<u>3,501</u>
At 31 October 2018	<u>1,944</u>	<u>1,944</u>
	Computer equipment £	Charity Total £
Cost		
At 1 November 2018	2,732	2,732
Additions	<u>—</u>	<u>—</u>
At 31 October 2019	<u>2,732</u>	<u>2,732</u>
Depreciation		
At 1 November 2018	2,591	2,591
Charge for the year	<u>141</u>	
At 31 October 2019	<u>2,732</u>	<u>2,592</u>
Net book value		
At 31 October 2019	<u>—</u>	<u>141</u>
At 31 October 2018	<u>141</u>	<u>141</u>

DIG DEEP (AFRICA)

NOTES TO THE CONSOLIDATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2019

11 Fixed assets investments

The charitable company controls Dig Deep Challenges Limited, which is a UK company limited by guarantee. This subsidiary is included in these consolidated accounts.

12 Debtors

	Group		Charity	
	2019	2018	2019	2018
	£	£	£	£
Trade debtors	-	-	-	-
Amounts owed by group undertakings	-	-	8,750	78,859
Accrued income and prepayments	2,378	2,705	2,378	2,705
Other debtors	-	13,967	-	43
	<u>2,378</u>	<u>16,672</u>	<u>11,128</u>	<u>81,607</u>

13 Creditors: amounts falling due within one year

	Group		Charity	
	2019	2018	2019	2018
	£	£	£	£
Trade creditors	-	-	-	-
Amounts owed by group undertakings	-	-	-	-
Tax and social security costs	2,126	1,496	2,103	1,496
Other creditors	404	1,109	404	483
Accruals and deferred income	<u>11,698</u>	<u>24,205</u>	<u>4,508</u>	<u>1,620</u>
	<u>14,228</u>	<u>26,810</u>	<u>7,015</u>	<u>3,599</u>

DIG DEEP (AFRICA)

NOTES TO THE CONSOLIDATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2019

14 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes.

	Group and Charity Movement in funds				
	Balance at 1 November 2018	Incoming resources	Resources expended	Transfer between funds	Balance at 31 October 2019
	£	£	£	£	£
Allan and Nesta Ferg Foundation	17,426	-	(17,426)	-	-
Waterloo Foundation	8,322	-	(8,322)	-	-
Kenyan Government's Constituency Development Fund		24,035	(11,496)	-	12,539
Challenge Africa	-	4,816	(4,816)	-	-
Cambridge Open Art Exhibition	-	7,500	(7,500)	-	-
Rotary Clubs of Milimani (Kenya) and Chelan (USA)	-	21,415	(21,415)	-	-
David Solomons Charitable Trust	-	5,000	(5,000)	-	-
St James Place Charitable Foundation	-	11,766	(11,766)	-	-
Other small funds	-	<u>25,576</u>	<u>(14,210)</u>	-	<u>11,366</u>
	<u>25,748</u>	<u>100,108</u>	<u>(101,951)</u>	<u>-</u>	<u>23,905</u>

Allan and Nesta Ferguson Charitable Trust

The Allan and Nesta Ferguson Charitable Trust was set up in 1979 by their son and daughter in law, John and Elnora. Its objectives have closely followed the interests of the Ferguson family in their commitment to education, peace and development. These funds are being used to support the construction of rainwater harvesting systems, the construction of toilets, and hygiene education at Kamugeno Primary, Kamenes Primary and Kapsiongo Primary Schools in Bomet County.

Waterloo Foundation

The Waterloo Foundation (TWF) is an independent grant-making Foundation which invests in projects which help globally, with particular focus on the disparity of opportunities, wealth and the unsustainable use of the world's natural resources. These funds are being used to support the installation of sustainable water and sanitation infrastructure, and to deliver a complementary hygiene training programme, at Kapsiongo Primary School in Bomet County.

Kenyan Government's Constituency Development Fund

The Constituency Development Fund supports constituency-level development projects that combat poverty at the grassroot. This is the first tranche of a co-funding agreement to provide 19 schools with safe sanitation in Bomet County, Kenya.

Challenge Africa

Challenge Africa support people out of poverty, one village at a time, by ensuring communities become self-supporting, resilient and able to care for their most Vulnerable. This grant was used to provide safe sanitation to the Uzima children's center in Bondo, Kenya.

DIG DEEP (AFRICA)

NOTES TO THE CONSOLIDATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2019

Cambridge Open Art Exhibition

COAX and Chairperson Jo Bishop have been fundraising for the past 3 years to support the Johabeto Orphanage, near Kitale. The grant provided to Dig Deep has provided for clean water and sanitation for the children at the centre ,many of whom suffer from disabilities.

Rotary Clubs of Milimani (Kenya) and Chelan (USA)

Rotary is a global network of 1.2 million neighbors, friends, leaders, and problem-solvers who see a world where people unite and take action to create lasting change. This grants was used to provide hygiene training and safe sanitation to Kisiriri Primary School in the Narok County of Kenya.

David Solomons Charitable Trust

Makes grants to organisations, with particular emphasis on those organisations providing services or other benefits for those with learning difficulties. This grant was used to create a clean drinking water supply for Kiptenden Primary school in the Bomet County of Kenya.

St James Place Charitable Foundation

St. James's Place Charitable Foundation has been supporting those in need since 1992, making a positive and lasting difference to people's lives by awarding grants to charities registered in the UK to assist them in the incredible work they do every day. This was used to provide Oldebesi Primary school in Bomet County (Kenya) with reliable access to clean drinking water and safe sanitation facilities.

DIG DEEP (AFRICA)

NOTES TO THE CONSOLIDATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2019

15 Analysis of net assets between funds

	Group		
	Unrestricted funds £	Restricted funds £	Total £
Fund balances at 31 October 2019 are represented by:			
Tangible fixed assets	3,501	-	3,501
Net current assets	<u>51,084</u>	<u>23,905</u>	<u>74,989</u>
	<u>54,585</u>	<u>23,905</u>	<u>78,490</u>

	Charity		
	Unrestricted funds £	Restricted funds £	Total £
Fund balances at 31 October 2019 are represented by:			
Tangible fixed assets	-	-	-
Net current assets	<u>51,264</u>	<u>23,905</u>	<u>75,169</u>
	<u>51,264</u>	<u>23,905</u>	<u>75,169</u>

16 Cash generated from operations

	Group		Charity	
	2019 £	2018 £	2019 £	2018 £
Net movement in funds	(79,535)	(8,727)	(81,233)	(9,727)
Adjustments for:				
Depreciation and amortisation of fixed assets	2,342	1,812	141	910
Movement in working capital:				
(Increase)/decrease in debtors	14,294	7,590	70,479	42,139
Increase/(decrease) in creditors	<u>(12,582)</u>	<u>19,319</u>	<u>3,416</u>	<u>(528)</u>
Cash generated from operations	<u>(75,481)</u>	<u>19,994</u>	<u>(7,197)</u>	<u>(32,794)</u>

DIG DEEP (AFRICA)

NOTES TO THE CONSOLIDATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2019

17 Related parties

The charitable company has control of 100% of the assets and trade of Dig Deep Challenges Limited, a company limited by guarantee. The company organises challenge events with the aim of generating profits which it can donate to its parent. The company was incorporated on 1 July 2013 and started trading on 1 August 2013 (company number 08591740).

Details of the subsidiary company's assets at 31 October 2019 and results for the year then ended are as follows:

	Dig Deep Challenges Limited £
Turnover	716,010
Cost of sales	<u>(498,475)</u>
Gross profit	217,535
Administrative expenses	<u>(215,837)</u>
Profit for the period	<u><u>1,698</u></u>
Tangible fixed assets	3,501
Debtors	11,900
Cash at bank and in hand	<u>15,783</u>
	27,683
Current (liabilities)	<u>(27,693)</u>
Net current (liabilities)	<u>-</u>
Net assets	<u><u>3,501</u></u>