

PEPO LA TUMAINI
(A COMPANY LIMITED BY GUARANTEE)
ANNUAL REPORT AND FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2019

Charity Registration No 1161928
Registered Company No 9515118

CONTENTS

| | Page |
|--------------------------------------|-------------|
| Reference and Administrative Details | 2 |
| Chair's forward | 3 - 8 |
| Trustees' Annual Report | 9-11 |
| Independent Examiner's Report | 12 |
| Statement of Financial Activities | 13-14 |
| Balance Sheet | 15 |
| Notes to the Financial Statements | 16-20 |

REFERENCE AND ADMINISTRATIVE DETAILS

| | | |
|------------------------------------|--|--|
| Trustees | Stephen Oxley Sarah Kruger Jacqueline Stuart Maria Teresa Heuze Catriona Spiller Angela Whittle | Chair Executive Director Treasurer |
| Company Secretary | Angela Whittle | |
| Key Management Personnel | Trustees | |
| Charity Registration Number | 1161928 | |
| Company Registration Number | 9515118 | |
| Principal Office | 16 Connaught Place London W2 2ED | |
| Registered Office | Azets Audit Services Limited Greytown House 221/227 High Street Orpington Kent, BR6 0NZ | |
| Independent Examiner | M A Wilkes FCA Azets Audit Services Limited Chartered Accountants Greytown House 221/227 High Street Orpington Kent, BR6 0NZ | |
| Banker | Metro Bank One Southampton Row London WC1B 5HA | |

CHAIR'S FORWARD

I am delighted to submit our 2019 Annual Report for Pepo La Tumaini (PLT) to the Charity Commission for England and Wales and am pleased to report our progress and achievements during 2019.

Highlights for the year

1. Our education programme succeeded in educating 215 pupils at primary school level. Extra-curricular activities included taekwondo, computer skills, agriculture and home economics.
2. Referrals by our Youth Peer Providers (YPP) to our youth-friendly service for sexual health increased by 75% bringing our total number of young adults seen in our health facility to some 2,350.
3. Our home-based carers visited and cared for 105 terminally and chronically ill patients in their homes.
4. We provided crisis relief to some 225 pastoralist families living in rural communities around our base in Isiolo who were affected by flooding, through our rural centre points.
5. We enrolled 50 new community members into our Art4Life programme; providing psycho-social support to over 345 children, youth and their families.

COVID 19

This report concerns itself primarily with activity in 2019 but, as it is being written, the pandemic is having a significant impact on communities around the world including those in Kenya. Our next report will contain full details of the changes that have been necessitated by the crisis, but I wish to note here briefly how PLT is adapting.

The school has been closed by government edict and children have returned to their families or to foster homes. Our on-site activities have necessarily been reduced but we have been able to refocus our activities working with our local communities with a dedication and organisation that is a tribute to the staff and management of PLT and an endorsement of the deep roots and trust that the organisation has in local communities. We have been able to help by practical steps such as the distribution of masks and cleansing aids across a broad area: nutritional support, educational messaging and micro-finance initiatives. We have increased our home-based care work both in Isiolo and the surrounding rural communities. We are concerned that the closure of schools may result in an increase in abuse against children and have started an initiative to work with a local group of women in Isiolo to develop protective measures and work on continuing the education, protection and empowerment of our children.

Our funders have stepped up and provided special grants in recognition our ability to provide support through the crisis and the importance of continuity. The Trustees and management have moved to holding meetings using video conferencing and we have been able to adjust budgets to reflect the change of focus even as we plan for a return to school and a resumption of the full range of activities outlined here. Despite the difficulties caused by the pandemic, we are pleased to report that our supporters have continued to provide financial assistance and in some cases have increased donations and provided special grants to cover this period so that the charity finds itself in a healthy financial position in the last quarter of 2020.

2019 Achievements and Performance

Healthcare

PLT continues its core work to respond to HIV and AIDS in our communities in many different ways; through leadership and advocacy that ensures the response remains relevant and grounded, keeping people at the centre of the response and ensuring that no one is left behind. Our communities include peer educators, networks of people living with or affected by HIV, young adults, children, households, key and priority populations, counsellors and community health workers.

This year the PLT team has been reshaping the Tumaini health operation in order to focus more on outreach and education rather than clinical care, bringing us in closer alignment with our strategic and funder milestones. The new community health department will run a responsive healthcare programme prioritising health education and outreach services for the rural pastoralist communities. Our focus will be around sexual health, HIV, maternal and child health needs. This department will be led by key leaders from the youth, home based care and community health worker outreach teams.

CHAIR'S FORWARD

Health & Welfare activities include:

- Community Home Based Care
- Community Outreach led by Community Healthcare Workers
- Family Planning & Maternal/Child Health
- Health & Welfare Camps
- HIV testing and care for people living with HIV.

Youth Peer Provider (YPP) activities include:

- Youth awareness initiatives (sports, social gatherings)
- Sexual Reproductive Health (SRH) education through school visits targeting pupils age 12-18.
- Special health promotional events informing the wider community about SRH.

Community

Sarova Shaba Challenge Gala: in conjunction with the national government hosted a myriad of organisations such as Ministry of Tourism, Action Aid and USAID. Tumaini's Nubian community group was invited to join 12 other musical dance groups to represent the cultures of the north eastern region in an evening of entertainment. Tumaini has been helping to advocate for the rights of the Nubian community in Isiolo for the last 8 years. Originally from South Sudan, they remain a minority and stateless tribe still fighting for recognition from the State of Kenya. We enjoy working with them to channel their rich artistic heritage and musical culture to preserve and present the best of their identity.

Youth Leadership

The YPP had 13 active leaders including two teachers. They have been working with high-risk groups such as motorcycle taxi riders and getting their message over via the local Isiolo radio station which can reach over 30,000 listeners. The YPP were also involved with different outreach to clubs and social hangouts at night with sex education and condom dispensing and door to door counselling. A most notable success led by two Tumaini alumni members, was the establishment of the young mothers' drama club with some 30 members who meet twice a month to learn and perform about maternal/child health, exchange experiences and train to become YPP educators.

Education

Academic grades at Tumaini Senior School (TSS) improved with an increase in the mean score. We have succeeded in sustaining a good team of four teachers and a full team of caretakers at the boarding school. The teachers were able to offer further tuition in the evenings targeting the pupils with additional learning needs. 15 pupils succeeded in sitting for the Kenya Primary Schools Examination (KCPE) in which 45% achieved over the pass mark.

We are extremely happy to note a decrease in our drop-out rate from 10% to 2.5% in 2019, having only said goodbye to 2 out of 79 TSS pupils. Instability such as domestic violence, criminality and arrests continues to cause anxiety among pupils affecting their ability to stay in school. Helping to combat this, we have continued to provide means-tested bespoke support packages for families in desperate circumstances as well as ensuring our family feeding programme reaches those households with single parents and grandparents.

Vocational training activities included painting, beading, blockmaking, recycling, mat making, fibre glass moulding, furniture making from recycled tyres, baking and tailoring. The introduction of a new competence based curriculum (CBC) now means that the Kenyan government are advocating for schools to become specialised institutions that will provide further opportunities for increasing practical training and employable skills.

This is good news for us at Pepo La Tumaini as we continue to increase emphasis on life skills education with a focus on creative arts and vocational training projects. This year teachers will be undergoing continued training in the new CBC teaching approach. As an organisation we will be nurturing a community engagement programme, necessary to strengthen the involvement of parents and carers in this more practical and talent-based focus of education.

CHAIR'S FORWARD

Vocational Training

With funds raised through Property Race Day UK, we are completing our new vocational training centre, which we have called the Trade and Talent Centre focused on the nurturing of trade skills, artistic talent, recycling and crafts. The centre is planned to open in the Spring of 2021. In the meantime, Tumaini Senior students have been piloting new courses in fibreglass moulding for play park features, beading work, bread-making, tyre furniture making and clay pot making. Our goal is to showcase and offer a unique range of products and courses that will enhance employment and business opportunities for the youth, while producing graduates who stand out from the crowd.

A visit to Swahili Pot in Mombasa introduced us to an urban community approach targeting the youth through creative talent and digital media. Swahili Pot works with over 1,000 multi-disciplinary artists (actors, poets, dancers, singers, painters) many of whom are famous in Kenya. They use digital spaces to help enhance opportunities for the artists as well as offer opportunities for mentorship, education and community cohesion. We were able to identify a possible partnership to promote artistic exchange and skills development for our pupils and youth. Such an exchange programme would greatly enhance the development of the Trade and Talent Centre and would help to amplify the rich artistic talent we have among our young people. We hope to introduce a pilot run next year as we open the Centre.

In 2019 the vocational training centre was focused on teaching artisan craft projects including mat making out of wool, beading, tyre recycling to make furniture (chairs, tables, beds, etc), fibreglass moulding (e.g. for fairground type rides – with an order for horses, swans and squirrels for a children's playground), breeze block making, tailoring (e.g. for school uniforms) and painting. All of the above are geared towards income generation in order to work towards self-sufficiency.

Music Festival

The 2019 inter-schools music festival competition saw Tumaini Senior School take top positions in both the regional and provincial heats. Our team of 35 students participated with a traditional folk song about the rite of passage for young boys, an original 'shahiri' poem written by one of our teachers about vocational training and the future of Kenyan youth. The school's Sudanese dance for peace in the cultural dance section qualified them for the Nationals where they came 2nd in the whole country. We received top scores for costumes, soloists, drums and presentation. This year's festival participation could not have been possible without the donation of our school bus from NDL Foundation. Pupils were able to travel to three different venues around Kenya, visiting wildlife parks along the way.

Art4Life: Artist in Residency Programme

The artist residency programme provides opportunities to creative individuals who are seeking to connect their artistic practice with community building. Artists are invited to volunteer their time and creative skills to work on creative projects with both the community and pupils at Pepo La Tumaini Jangwani.

The artist in residency programme 2019 had a considerable impact for everyone involved, taking people out of their comfort zones and exposing them to new concepts and challenging ideas. The artists involved brought a professional level of education around modern developments within the digital world, sharing the opportunities available to us as citizens of the new global village. In exchange the artists learnt about the value of human communication in a community where human touch and interaction still takes priority over screen time.

UK street artist and community leader Boyd Hill from Brixton Street Gym in South London spent his second art residency working with a group of Tumaini Senior School children on mural painting and specialist design techniques. Boyd and his team painted all the water tanks at the school and complex and taught the children how to use digital technology to create documentation that can be shared more widely. Boyd facilitated studio sessions with his art group creating a series of one-off artworks for exhibition in the US, based on Kenyan nature and wildlife inspired by a school trip to Samburu nature reserve.

CHAIR'S FORWARD

General

US Visit & Board Gathering

In September 2019 Khadija Omar (Director of Kenyan Board) and Sarah Kruger (Executive Director) travelled to New Orleans and Alabama, where they were hosted by US Board members Kate Spencer and Alison Neumann who introduced them to many of their friends. Alison hosted a small fundraising gathering at her house of 35 friends from her community, Khadija and Sarah spoke about their work at Pepo and thanked them for their support hosting and organizing the art exhibitions of the children's work over the years. In New York, Jean-Pierre and Alexia Feghali hosted an event for their friends and contacts, which managed to galvanize interest from a young crowd in helping to support and partner with us in different ways.

Segal Family Foundation

Following their annual site visit we are grateful to the team at Segal Family Foundation for renewing their partnership with us for the next year. Included in our new milestones for the coming year are the diversification of funding resources, succession planning strategies and diversified impact measurement. As we build up our storytelling capacity through projects like the artist in residency, we look forward to being able to measure our impact not only through numbers but through the images and stories that we have to share.

Khadija and Sarah were invited to join over 400 African partners in community development at Segal's 2019 AGM in New Jersey. This three day thought-provoking event enabled like-minded individuals and organisations to meet and exchange methods and ideas to address common challenges in their field such as funder accountability and building organisational health.

Elma Philanthropies

We are extremely proud to be starting a two year partnership in 2020 with Elma Philanthropies to help fund our activities providing support to child-headed households, families affected by HIV/AIDS and empowering the poorest families in pastoral communities. The ELMA Community Grants Program (ECGP) is a programme of The ELMA Foundation and is managed by the ELMA Philanthropies Services (Africa) (Pty) Ltd based in Cape Town and Johannesburg.

The ELMA Foundation's mission is to improve the lives of Africa's children. One of the ways in which it fulfils this mission is through providing financial grants to community-based organisations that serve the humanitarian needs of children in Eastern and Southern Africa. Some of our targets will include rehabilitating 100 children through the rehabilitative art programme (Art4Life), providing sexual health and HIV education to over 1,000 youth in the community and providing home based care and support to 60 patients needing HIV and other chronic palliative care needs.

Administration & Governance

Scaling up & Succession Planning

During our annual visit for the AGM in November 2019, UK Board members spent meaningful time with many stakeholders within Tumaini including elders from the wider community, teachers, youth peer providers and community leaders, as well as - most importantly - pupils at Tumaini Senior School. The Board saw first-hand the new vocational training expansion, learned about the increased youth leadership programmes and current issues affecting Isiolo today.

During our Board discussions, we completed a risk assessment exercise, helping us to begin the process of succession planning and risk minimisation for PLT. We focused on scaling up and organisational health development with plans to build up middle management by employing new key staff members. The Board reviewed the structure, roles and responsibilities for the management team at PLT, acknowledging the importance of keeping up our high standards and managing the expansion of the Trade and Talent Centre while avoiding burnout for the Programme Directors. While the job roles were reviewed and amended, the Board agreed to hire a new Administrator and a new Finance Administrator to expand the middle management level and help to provide succession.

CHAIR'S FORWARD

Fundraising

We had two successful fundraising and awareness events in the US in September, with one in Alabama and one in New York. Between the two events we were able to raise over US\$10,000. We were also able to engage new young members who not only want to contribute financially but who also want to help the Board with raising awareness in the US.

Finally, our focus areas for 2020 include:

1. Renewal of safeguarding policies for staff and beneficiaries including child protection training for staff.
2. Providing individual clinical therapeutic support for TSS pupils who have experienced extreme neglect and abuse.
3. Increasing capacity by building up the middle management team at PLT.
4. Complete construction of our Talent and Trade Centre (TTC) and seek out new partnerships to enhance opportunities for the youth.
5. Diversification of funding income and budget restructuring to improve cost alignments with modified programme activities.

We are grateful to all our international friends and local organisations who were able to coordinate visits and donations during the year. We are especially grateful to Mama Ibaado, Star of Hope in partnership with World Muslim League who continue to support us with much needed school and community donations. Their annual donations of food during the Eide festivals have reached over 800 families living in the poorest slums in our region. We would also like to thank Sirikoi Lodge at Lewa for organising conservation trips and luxurious teas for our school pupils.

With special thanks to our supporters around the world:

Alex Beard
Gerard and Louise Dolan
Vesta Fort
Boyd Hill
Neumann Family
Solomon Rice
Riley Family
Speed Family
Van Der Griend Family
Whelan Family

Brixton Street Gym
Elma Philanthropies
Honey Guide Safaris
Lewa Wildlife Conservancy
The Claude and Sofia Marion Foundation
NDL Foundation
Property Race Day UK
Segal Family Foundation, USA
Sirikoi Lodge, Lewa
Swiss Foundation (Anonymous)
Tara House Montessori, London

Stephen Oxley
Chair

Date: 16 October 2020

TRUSTEES' ANNUAL REPORT

The Trustees present their report and financial statements for the year ended 31 December 2019. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' (FRS 102) in preparing the annual report and financial statements of charitable company.

The financial statements comply with Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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 (FRS 102) published on 16 July 2014 as amended by Bulletin 1 & 2.

Objectives and Activities

The objects of the charity are set out in the charity's trust deed and are summarised as follows:

1. To advance education by the provision of financial support for costs related to the administration, bursary and maintenance of the Pepo La Tumaini nursery and Senior School located in Isiolo, Kenya.
2. To advance education by the provision of periodic financial aid to the Pepo la Tumaini clinic and school in Isiolo, Kenya.
3. To advance education and health by the provision of grants to other accredited organisations, schools or registered charities involved in education and health in Kenya.

The Tumaini Senior School programme seeks to empower the surrounding communities by offering full boarding scholarship education to the most vulnerable child heading a household.

- Good working knowledge of the English language, both written and spoken.
- Evaluation of home situation (in cooperation with Social Services) as a desperate case with no other option of support for the child's education.
- Marks above 200. This can only be waived if the child is extremely vulnerable and is able and willing to participate in the full rehabilitation programme
- Special cases are taken into consideration if pass mark is not attained in academic performance.

STATEMENT ON PUBLIC BENEFIT

The objectives and activities, and achievement and performance sections of this report clearly set out the activities which the charity undertakes for the public benefit. The Trustees confirm that they have complied with the duty in section 17(5) of the Charities Act 2011 to have due regard to public benefit guidance published by the Commission in determining the activities undertaken by the charity.

ACHIEVEMENTS AND PERFORMANCE

Information about our achievements and performance can be found in our Chairman's Forward on pages 3 to 7.

FINANCIAL REVIEW

During the year ended 31 December 2019 the charity received income totalling £52,253 (2018: £363,360). Expenditure totalled £208,711 (2018: £192,094) before other gains and losses. The result for the year a deficit of £159,089 (2018: surplus £171,405). In the 2018 financial year the charity benefited from donations received at a large fundraising event. We were able to use these funds over the subsequent financial year to help with the expansion of the programme and to maintain our reserves. As we move forward, our expectation is that the costs of the programme will be met by current donations.

TRUSTEES' ANNUAL REPORT

Reserves policy

The Trustees have reviewed the reserves of the charity. Their policy is to hold enough funds to meet the operating costs as per the annual budget for up to 6 months being £100k (2018: £100k).

At 31 December 2019, the charity had total funds of £64,485 (2018: £220,574) including unrestricted funds of £29,657 (2018: £175,215) and restricted funds totalling £34,828 (2018: £45,359). Details of the restricted funds are set out in note 10.

The Trustees will review the reserves policy on an annual basis.

Principal funding sources

The charity's only source of income is giving/donations from individual and corporate sponsors. Two of the corporate sponsors have already made additional donations in 2020 to help with the Covid crisis.

POST BALANCE SHEET EVENTS AND COVID-19

In light of the Covid-19 crisis, we have adjusted our 2020 budget to reflect the reduced expenditure on the education programme and have received additional funding specifically to help with costs incurred on food packages, communications (including community outreach awareness campaigns), sanitation supplies and mask making materials. The Trustees remain confident that Pepo La Tumaini remains a going concern during this crisis.

PLANS FOR FUTURE PERIODS

The Trustees will continue to raise donor funding to support Pepo La Tumaini.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Structure

The charity Trustees are responsible for the general control and management of the charity. The Trustees give their time freely and receive no remuneration or other financial benefits for acting as trustees. One of the Trustees (Sarah Kruger) is remunerated by the charity for the provision of consultancy services to the charity.

Trustees

The Trustees who served during the period to date were:

Stephen Oxley - Chair
Sarah Kruger
Maria Teresa Heuze
Catriona Spiller
Jacqueline Stuart
Angela Whittle - Appointed 05/11/2019

Governance and Management

Pepo La Tumaini is constituted as a charitable company limited by guarantee and was established under its Memorandum and Articles of Association, which established the objects and powers of the charitable company, and is governed by its Articles of Association dated 27 March 2015. It is registered with the Charity Commission for England and Wales. In the event of the company being wound up, members are required to contribute an amount not exceeding £1. The company received charitable status on 1 June 2015 and began operating on 1 August 2015.

TRUSTEES' ANNUAL REPORT

There shall be at least three Trustees. Should the need arise to appoint persons as Trustees, the Trustees shall take into account the benefits of appointing a person who through residence, occupation, employment or otherwise has special knowledge of the area of benefit.

Organisation

The charity is administered by the Board of Trustees, which meets at least 3 times per annum. Meetings take place in both London and Kenya. One of the Trustees is based in Kenya and fulfils a bridging role between operations in Kenya and the charity in the UK. She is responsible for monitoring operations and the expenditure incurred by them and verifies and accounts for the end use of funds. In this capacity, she acts as consultant to the charity and is remunerated for the provision of consultancy services. All of the Trustees try to visit the charity in Kenya at least once a year.

RISK MANAGEMENT

The Trustees have reviewed the major and financial risks that impact on the work of the charity. The systems that have been established enable the Trustees to review and take necessary steps to lessen these risks.

Strong governance of the Board and tight financial controls mitigates reputation risk. The breadth of donor funds from both Institutional and personal donations mitigates income risk.

The Trustees have also reviewed the following policies which are also in place and reviewed on an annual basis:

- Safeguarding
- Conflict of Interest
- Complaints
- Data Protection
- GDPR
- Risk Management Policy

INDEPENDENT EXAMINER

On 7 September 2020 Wilkins Kennedy Audit Services changed its name to Azets Audit Services Limited. The name they practice under is Azets Audit Services and accordingly they have signed their report in their new name.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' Annual 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 2015 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charity will continue in operation.

TRUSTEES' ANNUAL REPORT

The Trustees are responsible for keeping accounting records that 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.

Approved by the Trustees and signed on their behalf by:

Stephen Oxley
Chair

Catriona Spiller
Trustee

INDEPENDENT EXAMINER'S REPORT

I report to the charity trustees on my examination of the accounts of Pepo La Tumaini for the year ended 31 December 2019 which are set out on pages 12 to 19.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe 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 accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities.

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.

M A Wilkes (FCA)

For and on behalf of Azets Audit Services
Chartered Accountants
Greytown House, 221/227 High Street
Orpington, Kent, BR6 0NZ

Date: 26 October 2020

PEPO LA TUMAINI
(A Company Limited by Guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE PERIOD ENDED 31 DECEMBER 2019

| | Notes | Unrestricted funds £ | Restricted funds £ | Total 2019 £ | Total 2018 £ |
|--|--------------|-------------------------------------|-----------------------------------|-----------------------------|-----------------------------|
| Income from: | | | | | |
| Donations | 2 | 27,508 | 25,745 | 53,253 | 363,360 |
| Total income | | <u>27,508</u> | <u>25,745</u> | <u>53,253</u> | <u>363,360</u> |
| Expenditure on: | | | | | |
| Raising funds | | - | - | - | 63,174 |
| Charitable activities | | 162,211 | 46,500 | 208,711 | 128,920 |
| Total expenditure | 3 | <u>162,211</u> | <u>46,500</u> | <u>208,711</u> | <u>192,094</u> |
| Net income before other recognised gains and losses | | (134,703) | (20,755) | (155,458) | 171,266 |
| Gains on foreign exchange | | (631) | - | (631) | 139 |
| Net movement in funds | | <u>(135,334)</u> | <u>(20,755)</u> | <u>(156,089)</u> | <u>171,405</u> |
| Balances bought forward at 1 January 2019 | | <u>164,991</u> | <u>55,583</u> | <u>220,574</u> | <u>49,169</u> |
| Balances carried forward at 31 December 2019 | | <u><u>29,657</u></u> | <u><u>34,828</u></u> | <u><u>64,485</u></u> | <u><u>220,574</u></u> |

All transactions are derived from continuing activities.

All recognised gains and losses are included in the Statement of Financial Activities.

| COMPARATIVE INFORMATION | Notes | Unrestricted funds £ | Restricted funds £ | Total 2018 £ |
|--|-------|-------------------------|-----------------------|--------------------|
| Income from: | | | | |
| Donations | 2 | 295,725 | 67,635 | 363,360 |
| Total income | | 295,725 | 67,635 | 363,360 |
| Expenditure on: | | | | |
| Raising funds | | 63,174 | - | 63,174 |
| Charitable activities | | 74,420 | 54,500 | 128,920 |
| Total expenditure | 3 | 137,594 | 54,500 | 192,094 |
| Net income before other recognised gains and losses | | 158,131 | 13,135 | 171,266 |
| Gains on foreign exchange | | 139 | - | 139 |
| Net movement in funds | | 158,270 | 13,135 | 171,405 |
| Balances bought forward at 1 January 2018 | | 6,721 | 42,448 | 49,169 |
| Balances carried forward at 31 December 2018 | | 164,991 | 55,583 | 220,574 |

PEPO LA TUMAINI
(A Company Limited by Guarantee)

BALANCE SHEET
AS AT 31 DECEMBER 2019

REGISTERED COMPANY NUMBER: 9515118

| | Note | 2019 | | 2018 | |
|---|------|----------------|---------------|----------------|----------------|
| | | £ | £ | £ | £ |
| Current Assets | | | | | |
| Debtors | 7 | 2,552 | | 3,069 | |
| Cash at bank and in hand | | 64,739 | | 221,589 | |
| | | <u>64,291</u> | | <u>224,658</u> | |
| Creditors: amounts falling due within one year | 8 | <u>(2,806)</u> | | <u>(4,084)</u> | |
| Net Current Assets | | | 64,485 | | 220,574 |
| Net Assets | | | <u>64,485</u> | | <u>220,574</u> |
| Represented by: | | | | | |
| Restricted funds | 10 | | 34,828 | | 55,583 |
| Unrestricted funds : General funds | | | <u>29,657</u> | | <u>164,991</u> |
| Total funds | 11 | | <u>64,485</u> | | <u>220,574</u> |

For the year ending 31 December 2019 the charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Trustees' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476;
- The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

Approved by the Board of Trustees on 16th October 2020 and signed on their behalf by:

Stephen Oxley
Chair

Catriona Spiller
Trustee

The notes on pages 16 to 20 form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

1. ACCOUNTING POLICIES

1.1 Basis of preparation

Pepo La Tumaini is a company limited by guarantee in the United Kingdom. In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member of the charitable company. The address of the registered office is given in the charity information on page 2 of these financial statements. The nature of the charitable company's operations and principal activities are set out on page 8.

The charity constitutes a public benefit as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their account in accordance with Financial Reporting Standard applicable in the UK (FRS 102) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom (FRS 102), the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015 and updated by Bulletin 1 & 2.

The financial are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

1.2 Income

All income is included in the Statement of Financial Activities (SOFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Voluntary income including donations and gifts is included in full in the SOFA when receivable.

1.3 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Costs of raising funds are those costs incurred in attracting voluntary income.
- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs allocated directly to such activities and those costs of an indirect nature necessary to support them.

1.4 Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, and administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources.

Fund-raising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

The analysis of these costs is included in note 4.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

1.5 Funds accounting

Unrestricted general funds – these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees.

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

1.6 Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

1.7 Cash at bank and in hand

Cash at bank and in hand are short-term, highly liquid investments that are readily convertible to known amounts of cash that are subject to an insignificant risk of changes in value.

1.8 Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is therefore considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

1.9 Foreign currency

Foreign currency transactions are initially recognised by applying to the foreign currency amount of the spot exchange rate between the functional currency and the foreign currency at the date of the transaction.

Monetary assets and liabilities denominated in a foreign currency at the balance sheet date are translated using the closing rate.

1.10 Consolidation of the financial statements

Under the definition provided in the Statement of Recommended Practice, "Accounting and Reporting by Charities" (SORP 2015), issued in March 2005, the Charity constitutes a Parent Charity to the Pepo La Tumaini Jangwani Trust Fund by benefit of trustees control. As stipulated in the Charities Act 2011 exemption has been taken from the requirement to produce consolidated accounts on the basis that the aggregate gross income of the group does not exceed £500,000.

1.11 Going concern

The financial statements have been prepared on a going concern basis as the Trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern. This included consideration of the effect of the Covid-19 virus on the Charity's operations.

1.12 Judgements and key sources of estimation uncertainty

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

There are no key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019**

| 2. Donations | Total 2019 | Total 2018 |
|------------------------|-----------------------|-----------------------|
| | £ | £ |
| Donations from events | - | 250,424 |
| Donations | 53,253 | 112,936 |
| Total donations | 53,253 | 363,360 |

| 3. ANALYSIS OF EXPENDITURE | Donation to Tumaini school | Direct cost | Support Costs | Total 2019 | Total 2018 |
|-----------------------------------|---|------------------------|--------------------------|-----------------------|-----------------------|
| | £ | £ | £ | £ | £ |
| Raising funds | - | - | - | - | 63,174 |
| Charitable activities: | | | | | |
| Education provision at PLTJ | 120,660 | 35,366 | 6,185 | 162,211 | 74,420 |
| Building projects | 46,500 | - | - | 46,500 | 54,500 |
| Total expenditure | 167,160 | 35,366 | 6,185 | 208,711 | 192,094 |

All costs are allocated between the expenditure categories noted above on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis, being time spent.

| 4. SUPPORT COSTS | 2019 £ | 2018 £ |
|-------------------------------|-------------------|-------------------|
| Postage | - | 115 |
| Administration assistant | 3,200 | 4,800 |
| Governance costs (see note 5) | 2,985 | 8,156 |
| | 6,185 | 13,071 |

| 5. GOVERNANCE COSTS | 2019 £ | 2018 £ |
|-----------------------------|-------------------|-------------------|
| Independent Examination fee | 2,475 | 2,163 |
| Bank charges | 179 | 151 |
| Legal and professional fees | 331 | 5,841 |
| | 2,985 | 8,156 |

6. TRUSTEE REMUNERATION & STAFF COSTS

The Trustees consider the Board of Trustees as the key management personnel of the charity in charge of directing and controlling the charity and running and operating the charity on a day to day basis. All Trustees give their time freely and no Trustee remuneration or any other financial benefits was paid in the year. The Trustees were not reimbursed for expenses. Other transactions involving the Trustees are set out within the related parties note 12.

The charity did not employ any staff during the year.

PEPO LA TUMAINI
(A Company Limited by Guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

| 7. DEBTORS | 2019 £ | 2018 £ |
|-------------------|-------------------|-------------------|
| Other debtors | 2,552 | 3,069 |
| | <u>2,552</u> | <u>3,069</u> |

| 8. CREDITORS: AMOUNTS FALLING DUE DUE WITHIN ONE YEAR | 2019 £ | 2018 £ |
|--|-------------------|-------------------|
| Trade creditors | - | 1,600 |
| Accruals and deferred income | 2,806 | 2,484 |
| | <u>2,806</u> | <u>4,084</u> |

9. SHARE CAPITAL

The company is limited by guarantee and has no share capital. The liability of its members is limited to £1 per member.

10. RESTRICTED FUNDS

| | Balance bought forward £ | Income £ | Expenditure £ | Balance carried forward £ |
|----------------------------|---|---------------------|--------------------------|--|
| 2019 | | | | |
| Scholarship fund | 7,290 | - | - | 7,290 |
| Construction projects fund | 38,069 | 25,745 | (46,500) | 17,314 |
| Health Clinic | 10,224 | - | - | 10,224 |
| | <u>55,583</u> | <u>25,745</u> | <u>(46,500)</u> | <u>34,828</u> |

Scholarship fund was provided for the sponsorship of certain children within the Tumaini Senior Primary School.

Construction projects fund represents donations received to fund building projects. The funds have been used for the volunteer house and nursery. The balance carried forward will be used for suitable projects in the future.

Health Clinic fund was provided by T J Meyer Foundation to fund the activities of the clinic.

| | Balance bought forward £ | Income £ | Expenditure £ | Balance carried forward £ |
|----------------------------|---|---------------------|--------------------------|--|
| 2018 | | | | |
| Scholarship fund | 2,290 | 5,000 | | 7,290 |
| Construction projects fund | 29,934 | 62,635 | (54,500) | 38,069 |
| Health Clinic | 10,224 | - | - | 10,224 |
| | <u>42,448</u> | <u>67,635</u> | <u>(54,500)</u> | <u>55,583</u> |

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2019

11. ANALYSIS OF NET ASSETS BETWEEN TOTAL FUNDS

| 2019 | Unrestricted funds £ | Restricted funds £ | Total 2019 £ |
|---------------------|---|---------------------------------------|---------------------------------|
| Current assets | 32,463 | 34,828 | 67,291 |
| Current liabilities | (2,806) | - | (2,806) |
| | <u>29,657</u> | <u>34,828</u> | <u>64,485</u> |
| 2018 | Unrestricted funds £ | Restricted funds £ | Total 2018 £ |
| Current assets | 164,075 | 55,583 | 224,658 |
| Current liabilities | (4,084) | - | (4,084) |
| | <u>164,991</u> | <u>55,583</u> | <u>220,574</u> |

12. RELATED PARTY TRANSACTIONS

During the year, the charity made donations of £167,160 (2018: £93,500) to Tumaini Education Trust Kenya, a charity registered in Kenya a sister charity to Pepo La Tumaini. These relate to the provision of educational services and towards funding construction projects, see note 3.

During the year the charity paid consultancy fees of £18,000 (2018: £22,348) to Sarah Kruger, a Trustee and Director, in respect of acting as primary liaison between the charity and Pepo La Tumaini Community Programme.

A travel allowance has been provided to Sarah Kruger, a Trustee and Director, to cover costs of attending meetings and amounted to £2,557 (2018: £nil).

The charity received donations totalling £10,017 (2018: £9,643) from Maria Teresa Heuze, a Trustee and Director of the charity.

13. POST BALANCE SHEET EVENTS

Subject to the financial impact of Covid-19 that has arisen in March 2020, the Trustees have assessed the operational and financial impact on the charity in Trustee's Report on pages 3, 9 and in the going concern statement at note 1.11.