

Charity no. 1158079

Starehe UK
Report and Unaudited Financial
Statements
31 March 2017

Starehe UK

Reference and administrative details

For the year ended 31 March 2017

Charity number	1158079
Registered office and operational address	c/o The Dulverton Trust 5 St James's Place London SW1A 1NP
Trustees	Trustees who served during the year and up to the date of this report were as follows: Will Cavendish Lord Valentine Cecil Timothy Faithfull Chair David Kisiaky Ronald Onyango Keith Price Carole Spencer Helen Varma Mark Webb Paul Whitehouse
Administrative support	Michael Burton (Charity Coordinator, until 28 September 2016) Joanne Knight (Charity Manager, from 29 September 2016) Margaret Shaylor (Accountant)
Bankers	CAF Bank Limited 25 Kings Hill Avenue Kings Hill West Malling ME19 4JQ
Solicitors	Farrer and Co LLP 66 Lincoln's Inn London WC2A 3LH
Investment advisers	Smith & Williamson Portwall Place Portwall Lane Bristol BS1 6NA
Independent examiners	Godfrey Wilson Limited Chartered accountants and statutory auditors 5th Floor, Mariner House 62 Prince Street Bristol BS1 4QD

Starehe UK

Report of the trustees

For the year ended 31 March 2017

The trustees present their report and the examined financial statements for the period ended 31 March 2017.

Reference and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the charity's governing document and the Statement of Recommended Practice - Accounting and Reporting by Charities (effective from January 2015).

Structure, governance and management

The Starehe Endowment Fund (UK) charity (1035323) was formed by Trust Deed on 2 March 1994 and changed its name to Starehe UK (SUK) on 17 July 2008. On 1 April 2015 SUK became a Charitable Incorporated Organisation, with a new registered charity number (1158079). SUK's principal aim is to support the Starehe Boys' and Starehe Girls' Centres in Nairobi, Kenya, and is set out under objectives and activities below. The charity is governed by its trustees who meet annually.

Following the end of the successful StareheFuture Appeal in late 2011, SUK has focused on managing the endowment fund, providing annual distributions of income to support specific developments and running costs at the two schools, receiving and forwarding annual individual donations, usually for sponsorship, as well as acting in support of specific projects developed between UK based donors and the Centres.

This requires continual liaison between the schools and existing and potential donors in the UK. Part-time administrative support was provided during the year by Michael Burton as the Charity Coordinator until 28 September 2016; SUK would like to thank Michael Burton for his loyal service to the charity. The role was then converted to Charity Manager and taken up by Joanne Knight on 29 September 2016. This role is self-employed working the equivalent of 0.2 FTE. The Charity Manager provides the link between the schools, individual sponsored students, and their supporting donors and also supports trustees with the charity governance. Accountancy support is provided by Margaret Shaylor a few hours each month.

Trustees

The trustees who have served throughout the year are shown on page 1. New trustees are appointed at the discretion of existing trustees. Trustees serve for a fixed period, usually five years, at the end of which they may offer themselves for reappointment for a further period. Details of all trustees and the secretary are available on the Starehe UK website.

Tim Faithfull was appointed Chairman, as of 1 April 2013, succeeding Paul Whitehouse. Paul continues as a trustee. He was Founder Chairman of Starehe UK, and its prior UK bodies for over 40 years. As a former volunteer at Starehe, between 1963 and 1964, and with his continuing involvement with the schools and the funding arrangements in the UK, Paul provides continuity, substantial experience and judgment to the Trust.

Tim Faithfull has been a trustee since 1994, and was chairman of the Management Committee at Starehe Boys' Centre between 1985 and 1989, whilst working in Kenya.

David Kisiaky, an Old Stareheian resident in the UK, was appointed a trustee in 2008, and has been Treasurer since 2012.

For the period of this report, the secretary to the trustees was Michael Burton until 28 September 2016, and Joanne Knight from 29 September 2016 onwards.

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Report of the trustees

For the year ended 31 March 2017

Objectives and activities

The purpose of SUK is the furtherance of the education of pupils at both Starehe Boys' Centre (from 1972) and Starehe Girls' Centre (from 2005), schools which provide free secondary education to needy children in Kenya. These exceptional schools provide a home and a first-class education for bright boys and girls from Kenya's most impoverished communities.

Trustees also have discretion to support other similar causes, but to date all funds have been directed to the Starehe schools.

SUK receives income from donors and its own investments, which enables it to further its charitable purpose for the public benefit as follows:

- Providing funds to the schools through a student sponsorship scheme to support the education of poor or orphaned children. Donors are assigned as sponsor for one or more named pupils and receive termly school reports and letters from their sponsored student(s). The schools receive up to £750 per year for each sponsored student which contributes towards the cost of providing a free home and education for children in need. Donors can provide funds either by sponsoring a student through regular donations, or by payment of a lump sum creating an endowed bursary place to be allocated to successive students.
- Providing funds for a designated capital expense such as the purchase of music equipment or the construction of a new building. Projects such as these are initiated when a donor is interested in supporting a specific development at one of the schools.
- Providing general funds to the schools to support the running costs.

The trustees confirm that they have referred to the Charity Commission's guidance on public benefit when reviewing SUK's aims and objectives and planning activities for the year.

Achievements and performance

The academic year in Kenya runs from January to December. Therefore, funds distributed by SUK between 1 April 2016 and 31 March 2017 contribute towards the schools' costs for academic years 2016 and 2017 as detailed below:

Starehe Girls' Centre

- SUK contributed £39,377 towards 54 named places for girls from deprived backgrounds to live and study at Starehe Girls' Centre during the academic year of 2017. 23 of these students were funded via endowed places, and 31 by regular payments. As well as giving these students a first class education, the school provides a safe home for girls during term time and school holidays if required.
- SUK provided £97,351 (£92,351 in 2016/17, £5,000 in 2015/16), generously donated by Independent Franchise Partners, for the construction of a Physics Lab and developments to the Health Centre at Starehe Girls' Centre. Building work was completed in early 2017 and the new building will be officially opened in Summer 2017.
- SUK contributed £6,750 towards the general running costs of the school for the academic year of 2017, helping to support the education of 640 students throughout the year, 480 of whom are from a deprived background.
- SUK provided £750 for the purchase of new music equipment.
- Students of Starehe Girls' Centre visited the UK for a music event hosted the Royal College of Music.
- SUK also contributed £47,750 during the year towards named places and running costs for the 2016 academic year.

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Report of the trustees

For the year ended 31 March 2017

SUK would like to congratulate the Starehe Girls' Centre for winning the Africa Continent High School category in the 2017 Zayed Future Energy Prize, Dubai for energy innovation.

Starehe Boys' Centre

- SUK contributed £14,753 towards 21 sponsored places for boys from deprived backgrounds to live and study at Starehe Boys' Centre during the academic year of 2017. 17 of these students were funded via endowed places, and 4 by regular payments.
- SUK contributed £36,000 towards the general running costs of the school for the academic year of 2017, helping to support the education of 1,024 students throughout the year, 717 of whom are from a deprived background.
- SUK also contributed £33,750 during the year towards named places and running costs for the 2016 academic year

SUK would like to thank Matthew Kithyaka who stepped down as Director of Starehe Boys' Centre in December 2016 after 7 years of supporting education for young people in need in Kenya. SUK welcomes the appointment of Charles Amulavu Masheti as the Acting Director and looks forward to working with him whilst recruitment is underway for a new permanent Director.

Starehe UK

During the year ended 31 March 2017, the charity's total incoming resources were £211,661, of which £117,500 was from donations and grants of various types, £7,116 from fundraising activities, and £87,045 from growth and income from investments.

Overall between 1 April 2016 and 31 March 2017, SUK disbursed £271,482 to the two schools as follows:

- £93,103 for funds restricted to capital projects specified by donors;
- £55,379* from regular donations by donors sponsoring students; and
- £123,000* from the yield on the funds raised by the Aim High and Starehe Future Appeals, including donations for bursary endowments for student places (restricted) or for general support (unrestricted).

* Funds distributed for the sponsored student places, endowed bursary places and general running costs have provided contributions to the schools across the 2016 and 2017 academic years.

SUK is indebted to a number of individuals and organisations for their fundraising support in the year, including:

- Independent Franchise Partners for sponsoring students and funding the construction of a Physics Lab and developments to the Health Centre at Starehe Girls' Centre;
- Next PLC for choosing SUK as the beneficiary of the July 2016 'bouquet of the month' by Next Flowers, whereby SUK received 10% of the cost of each charity flower bouquet sold during the month which amounted to £6,300. SUK will also be the beneficiary of the April 2017 'bouquet of the month';
- Individual donors who all agreed to commit to sponsoring new Form 1 students for 4 years;
- Lockhart Family, Rushton Family, St Mary's Church Lasham, Westfield School, Wellington College and Mayer Brown LLP and The Horsell Rainbows for sponsoring students at Starehe Girls' Centre; and
- Rushton Family, Lockhart Family and Rotary Club of West Wickham for sponsoring students at Starehe Boys' Centre.

We are sincerely thankful to all the individuals, schools, colleges and organisations that support students through sponsorships and regular donations.

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Report of the trustees

For the year ended 31 March 2017

SUK continues to be indebted to Shell UK for the company's ongoing and very generous gift-in-kind of office space, and associated expenses, for the Charity Coordinator/Manager role.

Financial review

Sources of funding

The charity's investment funds have been secured through two major appeals in the UK: Aim High 1996-98 and StareheFuture 2008-2011. Donations were pledged through these appeals as either bursary endowments for student places (restricted) or for general capital (unrestricted). In addition, SUK receives regular donations from individuals and organisations during the year which are either restricted for student sponsorship or a specific development project, or are gifted as an unrestricted contribution towards general funds.

All restricted donations are passed directly to the schools. The amount of unrestricted income passed to the schools towards their general running costs is at the trustees' discretion, taking into account the funds needed to cover the administration and governance costs of SUK. Funds for the schools' general running costs are allocated in a ratio of 60:40 to Starehe Boys' Centre and Starehe Girls' Centre respectively. This ratio reflects the different size of the schools.

Financial position

There was a net deficit for the year of £101,649. After accounting for the gain on investments of £194,044 arising from the revaluation of investments held at 31 March 2017 to market value, the total net increase in the funds for the year is £92,395.

Investment policy

The trustees have established an investment policy, which is agreed with the fund manager. The overall aim is to produce the optimum total return from the investment portfolio so as to generate a relatively high income return whilst maintaining the real value of the assets over the long term. The trustees accept a medium degree of risk, with a high proportion of the portfolio invested in equities.

Investment performance

The primary investment objective is to achieve an annual return equivalent to the Retail Price Index (RPI) plus 3.75%, net of fees, over a five year rolling period. A composite index is also used to assess performance in the context of wider market conditions.

The value of SUK's investments at the end of March 2017 was £2,088,775.

The return generated over the financial year to the end of March was 14.8%. Over the same timeframe, the composite benchmark rose by 20.2% and the long term objective, Retail Price Index (RPI) +3.75%, implied a return of 7.1%.

The portfolio generated an income of £86,916, which compares to the income target set of £75,000.

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For the year ended 31 March 2017

The direct equity portion of the SUK investment portfolio is orientated towards robust, cash-generative companies which benefit from strong market-leading positions in multiple markets. Such companies should continue to prosper, and are able to provide investors with sustainable and growing dividend payments – key for SUK's objectives. The overseas equity element of the portfolio is primarily maintained through collectives, in order to ensure a good level of diversification. The remainder of the portfolio is invested in a combination of corporate and index linked bonds, commercial property and infrastructure assets, in order to enhance the capital stability of the overall portfolio and contribute to the income required.

The last financial year has been highly unusual, with the unexpected EU referendum outcome having a significant and binary impact on UK equities. The subsequent fall in sterling disproportionately benefitted companies which are UK-listed but generate most of their earnings from overseas markets, and which, by virtue of their size, dominate the UK equity index. The portfolio, whilst exposed to most of these companies, is more balanced reflecting the need to maintain a more diverse income source, and as such only partially benefitted from the fall in sterling and rise in the FTSE All Share Index over the period.

The latter half of 2016 saw further unexpected political events, with Donald Trump elected President of the United States. Despite his aggressive campaign rhetoric, his first 100 days are yet to see these pledges come to fruition. The most recent announcement on tax reform was rather limited in detail and given the cost - estimated to increase the Federal budget deficit by up to \$7 trillion over a decade - is unlikely to ever be approved by Congress in its current form. Although the labour market remains strong, consumer spending has faded and the economy grew by just 0.7% in the first three months of 2017, a three-year low. Against this backdrop, the 4% annual growth target set by the President looks to be a stretch too far. However, we do expect economic activity in the US to trend higher over the next 18 months.

In Europe, Eurosceptic 'populist' parties have been challenging the status quo and political concerns were elevated throughout the financial year. 2017 will be a key year for European elections, although economic growth in the region has started to gain traction. With the European Central Bank (ECB) reiterating that its monetary support will continue as planned, the European markets appear to be entering a "sweet spot" where growth and corporate profits are rebounding, political risk reducing and an accommodative ECB in no rush to slam on the brakes.

Overall, the outlook for markets is slowly improving and the major global macro risks, whilst remaining elevated, have ebbed somewhat. However, it is expected that global economic growth and inflation, over the medium term, will remain below historic averages.

Reserves policy

It is the policy of the charity to maintain its free reserves at a level which generates sufficient income to enable it to meet annual funding requirements agreed with the two schools, and to respond to emergency needs which arise from time to time. As the Fund is intended to provide an assured source of income to both schools, it necessarily has substantial investments which are shown in the accounts as unrestricted funds.

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Report of the trustees

For the year ended 31 March 2017

Risks

The trustees have examined the major risks which the charity faces and confirm that processes are in operation to enable these risks to be mitigated:

- Funds are managed by a reputable manager, with whom the trustees have agreed an investment policy with clear parameters for risk exposure, asset allocation, and income levels;
- Strict controls are applied to operation of bank accounts; and
- Regular communication takes place with the two schools on the deployment of funds.

Plans for the future

SUK aims to continue to provide both annual income and capital development support, as agreed from time to time with the schools, and in furtherance of donors' specific wishes and project development goals, whilst maintaining the capital value of the endowment in the medium term.

Statement of responsibilities of the trustees

The trustees are required to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and the incoming resources and application of resources, including the net income or expenditure, of the charity for the year. In preparing those financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- observe the methods and principles in the applicable charities SORP;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the Charities Act 2011 and the applicable Charities (Accounts and Reports) Regulations. The trustees 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.

The trustees confirm that to the best of their knowledge there is no information relevant to the independent examination of which the examiner is unaware. The trustees also confirm that they have taken all necessary steps to ensure that they themselves are aware of all relevant information and that this information has been communicated to the examiners.

Independent examiners

Alison Godfrey of Godfrey Wilson Limited was appointed as the charity's independent examiner during the year and has expressed her willingness to continue in that capacity.

Approved by the trustees on 28 June 2017 and signed on their behalf by



Timothy Faithfull - Chairman



David Kisiaky - Treasurer

Independent examiner's report

To the members of

Starehe UK

I report on the accounts of the charity for the year ended 31 March 2017, which are set out on pages 9 to 19.

Respective responsibilities of trustees and examiner

The trustees 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 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 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records, comply with the accounting methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities (revised 2015);have not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Alison Godfrey
Date: 28 July 2017.

Alison Godfrey FCA

Member of the ICAEW

For and on behalf of:

GODFREY WILSON LIMITED

Chartered accountants and statutory auditors

5th Floor, Mariner House

62 Prince Street

Bristol

BS1 4QD

Starehe UK

Statement of financial activities

For the year ended 31 March 2017

	Note	Restricted £	Unrestricted £	2017 Total £	2016 Total £
Income from:					
Donations - general	2	-	12,811	12,811	23,450
Donations - transfer from Starehe UK	3	-	-	-	2,067,917
Charitable activities	4	104,689	-	104,689	64,087
Other trading activities	5	-	7,116	7,116	9,451
Investments		-	87,045	87,045	66,694
Total income		<u>104,689</u>	<u>106,972</u>	<u>211,661</u>	<u>2,231,599</u>
Expenditure on:					
Raising funds		-	24,943	24,943	25,682
Charitable activities		<u>148,482</u>	<u>139,885</u>	<u>288,367</u>	<u>71,949</u>
Total expenditure	6	<u>148,482</u>	<u>164,828</u>	<u>313,310</u>	<u>97,631</u>
Net gains / (losses) on investments		-	194,044	194,044	(96,926)
Net income and net movement in funds	8	(43,793)	136,188	92,395	2,037,042
Reconciliation of funds:					
Total funds brought forward		<u>1,505,680</u>	<u>531,362</u>	<u>2,037,042</u>	-
Total funds carried forward		<u><u>1,461,887</u></u>	<u><u>667,550</u></u>	<u><u>2,129,437</u></u>	<u><u>2,037,042</u></u>

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in Note 16 to the accounts.

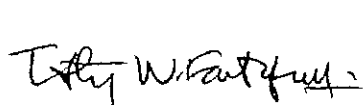
Starehe UK

Balance sheet


As at 31 March 2017

	Note	£	2017 £	2016 £
Fixed assets				
Investments	10		<u>2,088,775</u>	<u>1,899,569</u>
			2,088,775	1,899,569
Current assets				
Debtors	11	899		494
Cash at bank and in hand		<u>53,728</u>		<u>162,225</u>
		54,627		162,719
Liabilities				
Creditors: amounts falling due within 1 year	12	<u>13,965</u>		25,246
Net current assets			<u>40,662</u>	<u>137,473</u>
Net assets	13		<u>2,129,437</u>	<u>2,037,042</u>
Funds	16			
Restricted funds			1,461,887	1,505,680
Unrestricted funds:				
General funds			<u>667,550</u>	<u>531,362</u>
Total charity funds			<u>2,129,437</u>	<u>2,037,042</u>

Approved by the trustees on 28 June 2017 and signed on their behalf by



Timothy Faithfull - Chairman



David Kisiaky - Treasurer

1. Accounting policies

a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities in preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Starehe UK meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

b) Going concern basis of accounting

The accounts have been prepared on the assumption that the charity is able to continue as a going concern, which the trustees consider appropriate having regard to the current level of unrestricted reserves. There are no material uncertainties about the charity's ability to continue as a going concern.

c) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the items of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

d) Donated services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item, is probable and the economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

e) Interest receivable

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

f) Funds accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

g) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

h) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities on the following basis:

Charitable activities	80%
Raising funds	20%

i) Investments

Listed investments held at the year end are valued at the current market value at that date. Investment income from dividends is included in incoming resources while realised and unrealised losses and gains on investments are shown separately on the statement of financial activities (SOFA). Realised gains and losses are calculated on investment disposals during the year as the difference between the opening market value and the proceeds received on sale. Unrealised gains and losses are calculated on investment holdings at the year end as the difference between the closing market value and the opening market value or purchase value during the year.

j) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

k) Creditors

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

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Notes to the financial statements

For the year ended 31 March 2017

l) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

m) Financial instruments

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently recognised at amortised cost using the effective interest method.

n) Grants payable

Grants payable are charged in the year in which the offer is conveyed to the recipient except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attached have been fulfilled. Grants offered subject to conditions at the year end are noted as commitment but are not accrued as expenditure.

2. Donations - general

	Restricted	Unrestricted	2017 Total	2016 Total
Individual Donations With Gift Aid	-	5,730	5,730	5,880
Individual Donations Without Gift Aid	-	1,248	1,248	2,448
Gift in kind*	-	5,833	5,833	15,122
	-	12,811	12,811	23,450

* Gifts in kind are represented by:

Office space (Shell)	-	5,833	5,833	15,122
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3. Donations - transfer from Starehe UK

	Restricted £	Unrestricted £	2017 Total £	2016 Total £
Aim High Appeal	-	-	-	865,288
Bursaries	-	-	-	569,487
Sponsorship - Starehe Girls' Centre	-	-	-	26,224
Sponsorship - Starehe Boys' Centre	-	-	-	1,201
Unrestricted general funds	-	-	-	605,717
	-	-	-	2,067,917

On 1 April 2015 Starehe UK, an unincorporated charity (no. 1035323), transferred all of its assets, liabilities and activities to Starehe UK, a CIO (no. 1158079). The total funds transferred were £2,067,917 as shown above.

Starehe UK

Notes to the financial statements

For the year ended 31 March 2017

4. Charitable activities

	Restricted £	Unrestricted £	2017 Total £	2016 Total £
Bursaries - Gift Aid	125	-	125	125
Bursaries - Non Gift Aid	-	-	-	5,000
Capital Projects - SBC - Gift Aid	-	-	-	1,250
Capital Projects - SGC - Gift Aid	637	-	637	28,842
Capital Projects - SGC - Non Gift Aid	69,073	-	69,073	-
Sponsorships - SBC - Gift Aid	1,187	-	1,187	1,188
Sponsorships - SBC - Non Gift Aid	415	-	415	400
Sponsorships - SGC - Gift Aid	4,909	-	4,909	21,753
Sponsorships - SGC - Non Gift Aid	28,343	-	28,343	5,529
Total charitable activities	<u>104,689</u>	<u>-</u>	<u>104,689</u>	<u>64,087</u>

5. Other trading activities

	Restricted £	Unrestricted £	2017 Total £	2016 Total £
Fundraising activities	<u>-</u>	<u>7,116</u>	<u>7,116</u>	<u>9,451</u>

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Notes to the financial statements

For the year ended 31 March 2017

6. Total expenditure

	Raising funds £	Charitable activities £	Support and governance costs £	2017 Total £	2016 Total £
Grants payable to partners (note 7)	-	271,482	-	271,482	45,356
Freelance workers	2,465	2,465	7,395	12,325	17,273
General office expenditure	-	-	2,972	2,972	2,758
Accountancy and professional fees	-	-	2,700	2,700	2,700
Rent (gift in kind)	1,166	1,166	3,501	5,833	15,122
Bank charges	184	-	-	184	40
Investment charges	17,814	-	-	17,814	14,382
Sub-total	21,629	275,113	16,568	313,310	97,631
Allocation of support and governance costs	3,314	13,254	(16,568)	-	-
Total expenditure	24,943	288,367	-	313,310	97,631

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Notes to the financial statements

For the year ended 31 March 2017

7. Grants payable

	2017 £	2016 £
Grant to Starehe Boys' Centre	84,503	13,637
Grant to Starehe Girls' Centre	186,979	31,719
Total	271,482	45,356

All grants were to institutions and were in support of pupil places and capital projects.

8. Net movement in funds

This is stated after charging:

	2017 £	2016 £
Trustees' remuneration	Nil	Nil
Trustees' reimbursed expenses	Nil	Nil
Independent examiner's fees	2,700	2,700

9. Taxation

The charity is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

10. Listed investments

	2017 £	2016 £
Market value at 1 April 2016	1,899,569	-
Transfer of assets from Starehe UK (unincorporated charity)	-	1,890,530
Additions	441,068	1,923,715
Disposals proceeds	(444,945)	(1,812,965)
Equalisations	(961)	(4,785)
Realised gains / (losses)	8,722	(80,450)
Unrealised gains / (losses)	185,322	(16,476)
Market value at 31 March 2017	2,088,775	1,899,569
Historical cost:		
At 31 March 2017	1,827,138	2,100,920
Listed investments representing more than 5% of investments		
Schroder Unit Trusts Strategic Credit (European Alpha)	-	96,460

Starehe UK**Notes to the financial statements****For the year ended 31 March 2017****11. Debtors**

	2017 £	2016 £
Accrued income	405	-
Prepayments	494	494
	<u>899</u>	<u>494</u>

12. Creditors : amounts due within 1 year

	2017 £	2016 £
Trade creditors	1,407	2,744
Accruals	7,198	6,809
Sundry creditors	5,360	5,360
Gift aid overclaimed	-	10,333
	<u>13,965</u>	<u>25,246</u>

13. Analysis of net assets between funds

	Restricted funds	Unrestricted funds £	Total funds £
Investments	1,461,887	626,888	2,088,775
Current assets	-	54,627	54,627
Current liabilities	-	(13,965)	(13,965)
Net assets at 31 March 2017	<u>1,461,887</u>	<u>667,550</u>	<u>2,129,437</u>

14. Key management personnel

The key management personnel of the CIO comprise the trustees and the Charity Co-ordinator who is engaged on a freelance basis. Key management personnel received no employee benefits during the year. The Charity Co-ordinator was paid fees of £12,325 (2016: £15,625) during the year.

15. Related party transactions

There were no related party transactions for the year ending 31 March 2017 (2016: nil).

Starehe UK

Notes to the financial statements

For the year ended 31 March 2017

16. Movements in funds

	At 1 April 2016 £	Income £	Expenditure £	Investment gains/(losses) £	Transfers between funds £	At 1 April 2017 £
Restricted funds						
Capital Projects - Girls' Centre	23,392	69,711	(93,103)	-	-	-
Capital Projects - Boys' Centre	1,250	-	-	-	-	1,250
Aim High Appeal	865,288	-	-	-	-	865,288
Bursaries - Future Appeal	574,612	125	-	-	-	574,737
Sponsorship - Girls' Centre	40,738	33,251	(53,377)	-	-	20,612
Sponsorship - Boys' Centre	400	1,602	(2,002)	-	-	-
Total restricted funds	1,505,680	104,689	(148,482)	-	-	1,461,887
Unrestricted funds						
General funds	531,362	106,972	(164,828)	194,044	-	667,550
Total unrestricted funds	531,362	106,972	(164,828)	194,044	-	667,550
Total funds	2,037,042	211,661	(313,310)	194,044	-	2,129,437

Starehe UK

Notes to the financial statements

For the year ended 31 March 2017

16. Movements in funds (continued)

Purpose of restricted funds

Capital Projects - Starehe Girls' Centre	To fund infrastructure projects at Starehe Girls' Centre.
Capital Projects - Boys' Centre	To fund infrastructure projects at Starehe Boys' Centre.
Aim High Appeal	To fund endowed places at both Starehe Girls' and Boys' Centre. These monies form the income from the Aim High Appeal 1996 - 1998 which was invested with Cazenove. The returns on these investments are used to fund the endowed places.
Bursaries - Future Appeal	To fund endowed places at both Starehe Girls' and Boys' Centre from the recent Starehe Future Appeal. Monies transferred to Cazenove and returns to be transferred to the schools to fund the allocated places.
Sponsorship - Starehe Girls' Centre	To fund sponsored places at Starehe Girls' Centre.
Sponsorship - Starehe Boys' Centre	To fund sponsored places at Starehe Boys' Centre.

17. Statement of financial activities - prior period comparatives

	Restricted £	Unrestricted £	2016 Total £
Income from:			
Donations - general	-	23,450	23,450
Donations - transfer from Starehe UK	1,462,200	605,717	2,067,917
Charitable activities	64,087	-	64,087
Other trading activities	-	9,451	9,451
Investments	-	66,694	66,694
Total income	1,526,287	705,312	2,231,599
Expenditure on:			
Raising funds	-	25,682	25,682
Charitable activities	20,607	51,342	71,949
Total expenditure	20,607	77,024	97,631
Net gains / (losses) on investments	-	(96,926)	(96,926)
Net income and net movement in funds	1,505,680	531,362	2,037,042