



For-ethiopia

14th Annual Report

*for Year 1st October 2017
to 30th September 2018*



www.for-ethiopia.com

Registered Charity Number 1108526

1. REFERENCE AND ADMINISTRATIVE INFORMATION

For-ethiopia Trust Annual Report

The Trustees present their report and accounts for the year ended 30th September 2018.

For-ethiopia is a registered charity. Charity number 1108526.

Patron:

Professor Alice Roberts

Trustees:

Diana Brand	
Fraser Cardow	Appointed 5 February 2018
Nick Carroll	Appointed 30 April 2018
Robert Gentilli	(Treasurer)
Robert Grieve	(Secretary)
Tigist Grieve	
Mandy Risso	Appointed 5 March 2018
John Rosewell	(Chair) Retired 30 September 2018
Sue Thomas	(Vice-Chair)

Registered Office:

5 Broadoak Walk, Bristol, BS16 4AX

Contact:

Telephone:	0117 377 4347
Email:	information@for-ethiopia.com
Website:	www.for-ethiopia.com

Bankers:

Barclays Bank Plc, Leicester, LE87 2BB

Independent Examiner:

Rupert Taylor, Easton Business Centre, Felix Rd, Bristol BS5 0HE

CHAIR'S INTRODUCTION

During 2018 there have been two major building projects for **Education**. Firstly, we have been able to complete the building work and fitting out of the tailoring workshop at the Girls Hostel, a vocational training and income generating initiative, with financial investment from both the Afford-Pharo Trust and Ethiopia Aid. The impact of this project will be further evaluated next year. Secondly, we have constructed latrine blocks at two primary schools with help from the Sutherland Trust and Christchurch school, Clifton. In addition to these works with help from The George Muller Trust we have been able to give support to orphaned and disadvantaged children so that they complete their primary education and do not drop out.

We have also made great progress in **Health provision**. Firstly, the main centre at Addis Alem received blood testing equipment and other much needed medical supplies and improvements to its sluice room and laundry. Secondly, a start has been made on upgrading Gorba health centre's maternity suite. A large amount of the money for these health projects was raised by supporters sponsored to take part in the Great Ethiopia Run. A big thank you is due to all those who participated; they will never forget the experience! Additionally we were able to give special support to seven children with disabilities. Preliminary needs assessment already suggests that this is an area that needs greater attention in the future.

For further details of our development work see Section 4 of this report. All that has been achieved is in partnership with our stake holders in Ethiopia and chief amongst them our operational arm, FDAE, For Development Association-Ethiopia (FDA-E). Together we are determined to continue making a difference.

In the UK we are very grateful to all those who have given financial support over the last year which has funded the work. In addition to those mentioned above we are delighted that both the Just Trust and Paradigm Norton have continued and increased their donations. Many individuals regularly support us and thereby continue to make a significant contribution to our capacity. We simply could not achieve as much without them.

We were very grateful to Richard Drake who took on the position of our Independent Examiner for a year pro bono. We have now moved on for this and successive years to a local accountancy provider Rupert Taylor.

Thanks are always due to all our Associates for their hard work and commitment during the year. One of the highlights for many of them this year was the special event in May when Dr Helen Pankhurst came to speak to us about *Deeds not Words!* She grew up in Ethiopia as she is the grand-daughter of the suffragette Sylvia and daughter of late Richard Pankhurst, Professor of History at Addis Ababa University. Her encouraging message has certainly inspired us to look forward to meeting the opportunities and challenges of 2019 with renewed vigour.

John Rosewell, Chair

30th September 2018

2. STRUCTURE, GOVERNANCE & MANAGEMENT

For-ethiopia was formally constituted with the signing of the Trust Deed on 26th September 2004 by the four original trustees. Registration with the Charity Commission was achieved on 10th March 2005.

The trustees who held office during the financial year and at the date of this report are set out on page two. The Trust Deed states that there must be at least three trustees. Apart from the first trustees, every trustee must be appointed for a term of three years by a resolution of the trustees passed at a special meeting called under clause 15 of this deed. During the year 2017/18 eight ordinary meetings of the trustees were held in addition to three operational meetings with Associates and the Away Day.

The Trust's headquarters are at its registered office in Bristol. The Trust is committed to ensuring that the maximum amount of money raised from donations is spent on development projects in Ethiopia. Therefore in the UK no salaries or office rental is paid and all administrative costs including the cost of organising events are carefully scrutinised and kept to a minimum. Furthermore, all monitoring visits by trustees to Ethiopia are self-financed.

The Trust works collaboratively through its sister organisation 'For Development Association Ethiopia' (FDAE), an NGO based in Addis Ababa (Ethiopian registration number 0573), in assessing and selecting development projects, raising funds for those projects, supervising the work, monitoring the impact of the resulting development and maintaining the effectiveness of the projects. All projects must meet the criteria set by the charity before the money is sent to Ethiopia. An interest has been declared in that the general manager of FDAE, an Ethiopian national, is a related party to two of the UK trustees. This is managed by our Conflicts of Interest policy.

Currently the work in Ethiopia is focussed on rural communities in Ejerie District where Addis Alem is the administrative centre. Our procedure for selection of projects and beneficiaries incorporates the following safeguards:

- All trustees will be involved in reviewing identified projects or applications.
- All trustees will consider whether we need to consult independent experts to assess viability of proposed projects.
- Partners may be recommended by individual trustees.
- No work with new partner organisations will occur without a personal meeting with their leaders.
- To further enable effective decision making in-depth analysis of the local situation and context will be undertaken, including cross-checking our understanding of unfamiliar social / cultural situations.

Risk Management

The trustees recognise that some areas of our work require the acceptance and management of risk if our key objectives are to be achieved. We recognise that risk may be involved in initial project assessment and implementation. Major risks, for this purpose, are those that may have a significant effect on:

- a. operational performance, including risks to our personnel and volunteers;
- b. achievement of our aims and objectives; or
- c. meeting the expectations of our beneficiaries or supporters.

The following framework is central to ensuring adequate risk assurance:

- monitoring of major risks and development of action plans;
- establishing a clear structure of delegated authority and control;
- maintaining sufficient reserves to guarantee project completion;
- reviewing progress and impact of projects in trustees' meetings.

The trustees are determined to satisfy themselves that adequate procedures are in place to manage the risks identified.

We maintain Public and Employees Liability Insurance with Ecclesiastical Insurance, together with Trustee indemnity. With the international recession continuing the exchange rate is monitored regularly and financial advice is always taken as to the timing of sending funds to Ethiopia.

As part of our Risk Management several visits to Ethiopia for planning, monitoring and evaluation were undertaken during the year by different trustees and by consultants.

We have also revised our Safeguarding Policy and given further annual training to all FDAE staff in Ethiopia and encouraged our beneficiaries themselves to be pro-active in whistle blowing should the need arise.

Having reviewed the level of corporate expertise needed from any future Independent Examiner in the light of bank de-risking policies. We decided that there would be advantages in moving to an accountancy firm to give greater reassurance to third parties. We have therefore reached an agreement with Rupert Taylor Accounts to take on Independent Examination for us.

3. OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT

For-ethiopia is a charity operating from Bristol, UK with the aim of providing sustainable development to help the people of Ethiopia move towards self-sufficiency. The Trust deed defines the charity's Objects as being:

'To relieve poverty and sickness, to preserve and protect health and advance education, among the people of Ethiopia who are in need.'

How our activities deliver public benefit

We have referred to the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future objectives. The For-ethiopia Trust's principal activity continues to be supporting the development of services in health, education and water supply for the benefit of communities in the Ejere District of Ethiopia.

Activities undertaken to meet our objectives

We do not work in isolation, but in close partnership with a wide range of local authorities and stakeholders including the Ejere District administration offices for water resources, health and education in Addis Alem as well as the target beneficiaries of different Kebele Associations, water engineers, school directors and teachers and health care professionals.

We do this by working through FDAE in Addis Ababa. FDA-E, now also in its 14th year, has been recognised in Ethiopia as a model non-governmental organisation. For the second year running our General Manager has been shortlisted for the Women of Excellence Award in Ethiopia.

4. ACHIEVEMENTS AND PERFORMANCE IN 2017/18

Our target area in Oromia Regional State in Ethiopia continues to be the 3 urban and 27 rural kebeles (which are similar to parishes) in the Ejerie Woreda (District). According to the Government's 2015 census this rural area had a total population of 109,000; it surrounds and includes the town of Addis Alem (13,000). We successfully completed all of our projects in health, sanitation, water and education scheduled for 2017/2018 on time. We continue to monitor our programmes with particular reference to their impact on the health, well-being and life opportunities of the beneficiaries and their future families.

Health & Sanitation Projects

This year because of limited funds our focus was on sanitation rather than water supply. Two latrine blocks were constructed. One at Ifa Beri which was much needed because it is the largest Primary school in the district with more than 1,000 pupils and yet only had one block previously built by us in 2007. The other at Hawi Boru is also a school where we have worked before in 2009. Hygiene training was also provided this year at both schools.

Further significant progress has been made at Addis Alem Health Centre which including retiling the sluice room and improving the water supply and providing a washing machine. At Gorba Health Centre as well as furniture a long list of medical equipment has been provided which directly benefits mothers and babies. They are so pleased that they have asked is this a private hospital?

Education Projects

In direct response to requests received from their Headteachers further resources were delivered to the three schools that we supported last year namely Ikkur, Bore and Teladu Korche with a total of 891 pupils on roll.

The hardship funds at Ejere, Hawi Boru and Ifa Beri schools now support a total of 85 disadvantaged pupils with uniforms, stationery and soap. This is managed by a committee of parents and teachers. Without this support many would have had to drop out of primary education.

The Underhill Award scheme continues to provide support for 32 teenage girls from remote villages allowing them to live away from home safely and access secondary education at Addis Alem High School. At Toby's House support is provided by the Housemother with extra tuition in the evenings, mentoring and a programme of extra-curricular activities.

In addition to academic achievements, attention is also given to their personal well-being and the acquisition of life skills. The tailoring workshop has now been completed and fully fitted out. This provides vocational skills in clothes making, but also generates income for the hostel. Furthermore, subject to funding we anticipate developing a project to supply sanitary pads in furtherance of our aim of helping girls access secondary education as hygiene issues have been a great concern to them.

5. FINANCIAL REVIEW

During the financial year 2017/18 the charity received income of £53,453 and sent £63,744 to Ethiopia to fund the development projects for that year. In addition £2,000 was transferred to the tailoring workshop for staff wages.

As of 30th September 2018 there was a net unrestricted funds balance of £63,564. Of this £56,580 is designated for development work in 2019 and a further £2,000 for the tailoring workshop. £4,984 therefore remains as General Funds.

For further financial details refer to the Balance Sheet and the SoFA in the Financial Statements of the accounts that follow.

Reserves and Investments

Our stance on both reserves and investments is regularly reviewed under our Financial Controls Policy.

- Our current policy is to ensure our cash reserves are readily accessible within reasonable notice and we hold no long term investments.
- The Trust is entirely dependent on the receipt of unguaranteed donations, so trustees intend to maintain a cautious approach to finances over the next twelve months.
- Our policy on reserves is to maintain sufficient funds to cover baseline operational costs in Ethiopia for the year ahead. The level of this fund is based on regular review of staffing levels, office rental and transport costs there. As of September 2018 this was set at £12,000. For the year in question, there is £9,860 available (including both unrestricted and restricted funds, given that currently the restricted funds contribute to the charity's regular work). This has therefore been nearly achieved for this year, and we know that there are guaranteed funds arriving that will make up the difference.

6. PLANS FOR THE FUTURE 2018/2019

We are moving forward with a one year programme for 2019 as the first part a 5 year strategic plan 2019-23.

Water Supply projects.

The locations of two spring capping sites have been agreed with the local water authority for development in 2019.

Health and Sanitation projects

In 2019 we intend to roll out the upgrading of maternity suites initiative to another of the four health centres probably Geba Jimata.

We also plan to equip Dhakabora Health Post with furniture, medical equipment and improved arrangements for water storage to facilitate hygiene. This will be the last of the 27 health posts in the entire district to receive basic provision from us; a moment that will mark the fulfilment of a dream!

We also plan to support the local health authority by commissioning independent research into current provision and future needs at all 27 health posts, including a survey of the levels of disability in children, following the United Nations SDG motto – 'Leave no one behind'. We also wish to know more about the newly constructed, but currently empty, hospital in the grounds of the Addis Alem Health centre.

Education projects

We have been offered an exciting opportunity by Addis Alem town council to develop land adjacent to our Toby's house campus to further the aims of the girls access to secondary education programme. This will require careful planning and probably four years to achieve. Any 'profits' from the tailoring enterprise will be used for the girls access project. In the meantime we will continue to support the 32 girls already on the Girls' Access to Secondary Education programme and provide Hardship Funds to the 83 disadvantaged students at Ejere, Hawui Boru and Ifa Beri primary schools.

Administration

In Ethiopia We hope to make further progress on staff training, restructuring and career development including succession planning. We will continue to monitor the rate of inflation in Ethiopia and its effect on all aspects of our development work including the alignment of salaries paid to FDAE staff. We will also look for other NGO's to partner with in the development work.

In the UK our biggest challenge for 2019 remains increasing our capacity both in finances and in management. We aim to generate further income through grant fund applications. We will need to give further thought to succession planning and business continuity.

7. ACCOUNTS

Trustees' responsibilities in relation to the Financial statements

The charity trustees are responsible for preparing a trustees' annual report and 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 and Wales requires the charity trustees to prepare financial statements for each 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 the financial statements, the trustees are required to:

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

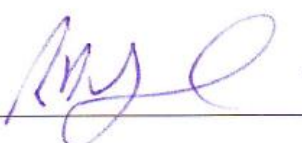
The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the charity and taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website in accordance with legislation in the United Kingdom governing the preparation and dissemination of financial statements.

Approved by the trustees on 9th December 2018 and signed on their behalf by:

By  _____

Robert Gentilli

By  _____

Robert Grieve

INDEPENDENT EXAMINER'S REPORT

I report on the accounts of the charity for the year ended 31st March 2018 which are set out on pages 12 to 19.

Respective responsibilities of trustees and examiner

The trustees are responsible for the preparation of the accounts. The 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.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with 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 seeking 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 Charities Act; and
- to prepare accounts which accord with the accounting records, and comply with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities (2015)

have not been met; or

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



..... 10th December 2018

Rupert Taylor
Easton Business Centre, Felix Road
Bristol BS5 0HE

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30TH SEPTEMBER 2018

	Note	Unrestricted funds £	Restricted funds £	Total funds 2018 £	Total funds 2017 £
Income from:					
Donations and legacies					
Donations		20,473	8,788	29,261	19,953
Gift Aid Tax Recoverable		4,548	1,455	6,003	2,763
Grants from Trusts		6,500	10,370	16,870	35,454
Tax Included Donation		855	-	855	9,482
		32,375	20,613	52,989	67,652
Charitable activities					
Events		464	-	464	264
Investments					
Bank Interest		-	-	-	-
Total Income		32,840	20,613	53,453	67,916
Expenditure on:					
Raising funds	3	413	-	413	236
Charitable Activities	4,5	1,000	64,744	65,744	57,000
Other	3	1,502	-	1,502	489
Total Expenditure		2,915	64,744	67,658	57,725
Net income/(expenditure)		29,925	(44,131)	(14,206)	10,191
Transfers between funds		(3,142)	3,142	-	-
Net movement in funds	6	26,783	(40,989)	(14,206)	10,191
Reconciliation of funds:					
Total funds brought forward		36,781	45,864	82,645	72,454
Total funds carried forward	6	63,564	4,875	68,440	82,645

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

All income and expenditure derive from continuing activities.

BALANCE SHEET


AS AT 30TH SEPTEMBER 2018

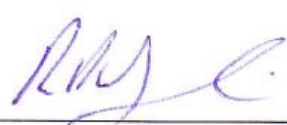
	Note	2018 £	2017 £
Current assets			
Debtors		1,901	9,200
Cash at bank and in hand		65,039	73,395
Undeposited Funds		2,000	50
Total Current Assets		68,940	82,645
Liabilities			
Creditors		(500)	-
Net Current assets		68,440	82,645
Total assets less current liabilities		68,440	82,645
Net assets		68,440	82,645
The funds of the charity:	6		
Restricted income funds		4,875	45,864
Unrestricted income funds		63,564	36,781
Total charity funds		68,440	82,645

The notes on pages 14 to 20 form part of these accounts.

Approved by the Board of Trustees on 9th December 2018

And signed on its behalf by


 Treasurer – Robert Gentilli


 Secretary – Rob Grieve

1. ACCOUNTING POLICIES

a. Basis of preparation and assessment of going concern

The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

The trust constitutes a public benefit entity as defined by FRS 102. The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. The most significant areas of adjustment and key assumptions that affect items in the accounts are to do with estimating the liability from multi-year grant commitments (see note 1(e) and notes 8 and 9 for more information). With respect to the next reporting period, 2018-19, there are no significant areas of uncertainty that affect the carrying value of assets held by the Trust given that the majority of the assets are cash held in sterling in the charity's bank account.

b. Funds structure

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed. There are three restricted funds – Education, Health & Sanitation and Water – each of which can only be used to fund development work on those particular sectors.

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have created a fund for a specific purpose.

Further details of each fund are disclosed in note 7.

c. Income recognition

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donations, are recognised when the Trust has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case by case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

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.

The charity benefits greatly from the involvement and enthusiastic support of its many volunteers, including both the trustees and Associates for governance and fundraising. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not recognised in the accounts.

d. Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings. For more information on this attribution refer to note (g) below.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Trust.

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable.

The provision for a multi-year grant is recognised at its present value where settlement is due over more than one year from the date of the award, there are no unfulfilled performance conditions under the control of the Trust that would permit the Trust to avoid making the future payment(s), settlement is probable and the effect of discounting is material.

The discount rate used is the average rate of investment yield in the year in which the grant award is made. This discount rate is regarded by the trustees as providing the most current available estimate of the opportunity cost of money reflecting the time value of money to the Trust.

e. Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

f. Allocation of support and governance costs

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to independent examination and legal fees together with an apportionment of overhead and support costs.

Governance costs and support costs relating to charitable activities have been apportioned based on the value of grant awards made in recognition that the administrative costs of awarding, monitoring and assessing grants are broadly equivalent. The allocation of support and governance costs is analysed in note 4.

g. Costs of raising funds

The costs of generating funds consist of investment management costs and certain legal fees.

h. Charitable activities

Costs of charitable activities include grants made, governance costs and an apportionment of support costs as shown in note 5.

i. Tangible fixed assets and depreciation

All assets costing more than £1,000 are capitalised and valued at historical cost. Depreciation is charged on furniture and equipment on a straight-line basis over their estimated useful life of six years from the year of acquisition.

j. Realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year.

Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value. Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

k. Contingent liabilities

A contingent liability is identified and disclosed for those grants resulting from:

- a possible obligation which will only be confirmed by the occurrence of one or more uncertain future events not wholly within the trustees' control; or
- a present obligation following a grant offer where settlement is either not considered probable; or
- the amount has not been communicated in the grant offer and that amount cannot be estimated reliably.

2. RELATED PARTY TRANSACTIONS AND TRUSTEES' EXPENSES AND REMUNERATION

The trustees all give freely their time and expertise without any form of remuneration or other benefit in cash or kind (2017: £nil). No expenses were paid to the trustees in the year.

The total amount of donations received from trustees and other related parties without conditions in the year was £5,600 (2017: £1,550).

3. ALLOCATION OF GOVERNANCE AND SUPPORT COSTS

No support costs were incurred during the year. The trustees have decided to meet all governance costs from unrestricted funds and so no allocation or charge is made to restricted funds for any governance related costs.

	2018	2017
Governance costs:	£	£
Bank Charges	45	65
Cost of meetings	-	40
Insurance	277	236
Miscellaneous	450	148
Virgin Money Transaction Fees	413	236
Software	450	-
Event Costs	280	-
Total	1,915	725

Total governance and support costs are apportioned pro rata to the value of grants awarded as shown in the table below:

Allocation of governance and other support costs	2018	2017
	£	£
Education	1,167	445
Health & Sanitation	748	280
Water	-	-
Total Allocated	1,915	725

4. ANALYSIS OF CHARITABLE EXPENDITURE

The charity undertakes its charitable activities through grant making and awarded grants to For Development Association-Ethiopia (FDA-E) in furtherance of its charitable activities. No other institutions received grants from the charity during the year.

	Grant funded activity £	Support and governance costs £	Total 2018 £	Total 2017 £
Funded from unrestricted funds:				
Education	1,000	1,167	2,167	30,012
Health & Sanitation	-	748	748	22,280
Water	-	-	-	-
Funded from restricted funds:				
Education	39,061	-	39,061	5,433
Health & Sanitation	25,683	-	25,683	-
Water	-	-	-	-
Total Allocated	65,744	1,915	67,658	57,725

In 2018 the expenditure on charitable activities was £67,658 (2017: £57,725) of which £2,915 (2017: £52,292) was expenditure from unrestricted funds and £67,744 (2017: £5,433) was expenditure from restricted funds.

5. ANALYSIS OF GRANTS

	Grants to institutions £	Grants to individuals £
Education	40,061	-
Health & Sanitation	25,683	-
Water	-	-
Total Allocated	65,744	-

Predicted costs of Development Projects in 2019

The projects currently detailed in the Plans for the Future section of the Annual Report have been estimated to cost £58,580 and the Trustees have therefore designated funds to this total for this work. Decisions concerning the movement of funds to Ethiopia are made based on the current year end accounts for the following year and only for one year. However with considerable changes happening in the exchange rate we may need to send less money this year which allows us to expand our targets for 2019.

6. ANALYSIS OF CHARITABLE FUNDS

	Opening Balance £	Income £	Expenditure £	Transfers £	Closing Balance £
Restricted Funds					
Education	25,529	10,390	(39,061)	3,142	-
Health & Sanitation	18,472	9,073	(25,683)	-	1,862
Water	1,864	1,150	-	-	3,014
Total Restricted Funds	45,864	20,613	(64,744)	3,142	4,875
Unrestricted Funds:	36,781	32,840	(2,915)	(3,142)	63,564
Designated Funds					
2019 projects fund	-	-	-	56,580	56,580
Tailoring workshop fund	-	-	-	2,000	2,000
Total Designated Funds	-	-	-	58,580	56,580
General Funds	36,781	32,840	(2,915)	(61,722)	4,984
Total Unrestricted Funds	36,781	32,840	(2,915)	(3,142)	63,564
Total	82,645	53,453	(67,658)	-	68,440

- The restricted funds are only available for funding development work in the relevant sector to which the funds have been restricted (i.e. Education, Health & Sanitation and Water).
- The unrestricted funds are available to be spent for any of the purposes of the charity.