

Charity Registration Number: 1158392

CHRYSALIS YOUTH EMPOWERMENT NETWORK
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018



Adventure Skills Training for Confidence Building in Uganda

CHRYSALIS YOUTH EMPOWERMENT NETWORK

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

I. Godfree
C. Parkinson
N. Jewitt
C. Cooper (to November 2017)
P. Hazlewood
P. DaCosta
C. Oh

Charity Number

1158392

Charity Address

31 Prince of Wales Lane,
Birmingham B14 4LB, UK

Charity Website

www.cyen.org.uk

CHRYSALIS YOUTH EMPOWERMENT NETWORK

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CHRYSALIS YOUTH EMPOWERMENT NETWORK

CHAIRMAN'S STATEMENT

Having been involved in CYEN for a few years now, and having seen that through CYEN, the Butterfly Project has grown, we look forward to another year with lots of different aspects of the project being developed.

With the trainee Butterflies in Uganda growing in number, the teaching and support that the Butterfly project has given them over the years, has been invaluable to their lives and we hope to continue to support this in the future.

Along with the board games events that have taken place recently and the athletics projects, we want to thank all the supporters that have made this possible in this last year.

We look forward to another year, with more Butterflies growing up and being trained in Uganda. Our thoughts and prayers are with Ben and his team of workers there.

Ian Godfree
Chairman

CHRYSALIS YOUTH EMPOWERMENT NETWORK

TRUSTEE'S REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2018

The trustees present their report and financial statements for the year ended 30 September 2018.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's [governing document], the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and Activities

The charity's objects are:

1. To advance in life and relieve needs of African young people
2. To promote children's rights
3. To prevent and relieve poverty in Africa
4. To advance the education of the African public in conservation, protection and improvement of the natural environment

The policies adopted in furtherance of these objects are the maintenance of a risk register, a child protection policy, a reserves policy and the maintenance of a conflicts of interest register. There has been no change in the policies during the year.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

MISSION STATEMENT

Chrysalis Youth Empowerment Network exists to provide financial support, training, advice and guidance to youth in Uganda that are prepared to create change in their communities and society.

VISION STATEMENT

Our vision is to see all youth in Africa achieve their potential, creating an Africa that leads the world in creativity, social enterprise and selflessness.

THE CHRYSALIS YOUTH EMPOWERMENT NETWORK (CYEN)

Since its launch in 2012, as a charitable incorporated organisation (CIO) in the UK, CYEN has been working with Chrysalis Ltd, in Uganda to develop and expand the unique Butterfly Project; this is a network of able young people, who are trained and empowered by Chrysalis Ltd to become catalysts for community change and young social entrepreneurs in Uganda.

Chrysalis Ltd achieves this by supporting two youth centres in Uganda, which provide learning and fun activities for children, and a training platform for those interested in creating change in their communities.

CYEN has provided the bulk of the support for the Chrysalis Centre in the Kireka suburb of Kampala, the headquarters for Chrysalis Ltd and it has been run by them since 2009. CYEN's support continues to enable a range of activities for children aged 6-16 including sports, in particular athletics, as well as art, music and dance, reading, games, community activities, such as cleaning, and mind-development activities such as puzzles, and computer and science practical learning. Children coming to both centres, in Kireka, Kampala and in rural Koro, near Gulu in Northern Uganda, provide a ready supply of willing participants in programmes designed by the young social entrepreneurs that are being trained.

The charity helped support two additional young people into university during the year and sponsored the education of more than 80 children and youth mainly in secondary education in Kampala; the number grows as more people recognise the value of both sponsoring and offering life skills, educational support, talent acquisition and development activities to children through the Chrysalis Centres.

CHRYSALIS YOUTH EMPOWERMENT NETWORK

TRUSTEE'S REPORT (CONTINUED)

2017-18 saw CYEN raise money for two events through Crowdfunding – the Uganda Village Board game Convention and a Board game Bootcamp. CYEN also acted as a collection point for donated board games, for use in Uganda, and supported the shipping of these games from the UK to Uganda for the Board games clubs.

In November 2017, an event was run in the UK, to raise money for core funds for Chrysalis Uganda; it was a memory verse competition and it raised more than £500. Other fundraising in the UK, through events, ebay and car boot sales, individual donations and sponsorship, enable CYEN to provide continued support to the work of Chrysalis Ltd in Uganda.

Achievements and Performance

Service Delivery in Uganda

In 2016-17, CYEN helped Chrysalis Limited implement some creative strategies for youth development in Uganda, in addition to their Butterfly training. These included:

A Fourth Cohort of Butterfly Trainees

- The recruitment and implementation of a fourth Butterfly training cohort of 13 children aged 11-15. This time they were exclusively recruited from remote village areas in Northern Uganda, in Pader and Agago districts. This group have proved to be very productive and each has started their own social project this year.
- Continued support to the Chrysalis Athletics Club in Uganda, whose young members are moving towards being of international standard for their age group, winning every event that they have participated in this year. The Athletics Club is one of a number of sporting activities run at the Chrysalis Centres, including a Rugby Club which has also been successful in competitions.
- Starting a carpentry project, working with young people from the fourth cohort. They have developed omweso sets (an indigenous game played in Uganda) and have also made furniture for the centre.



CHRYSALIS YOUTH EMPOWERMENT NETWORK

TRUSTEE'S REPORT (CONTINUED)

- We have encouraged the development of board games in Uganda this year, which we believe can empower both children and adults in Africa. There are now four regular board games clubs happening in Gulu, Kampala, Koro and Kireka, Uganda. The intention is also to set up a Board Games Hub in Kampala, where young people can design their own games for the international market. We also helped Chrysalis launch Gamechangers, a programme which uses games to identify young changemakers in Uganda.



Development of a New School in rural Koro

In February, CYEN was gifted the money to buy a brickmaking machine and this was acquired for Chrysalis in Uganda and they have been making high quality compressed interlocking bricks throughout the year. So far, two buildings have been put up on the Koro site – a brickmaking workshop and the girls' dormitory, with foundations and bricks produced for two further buildings – the boys' dormitory and two classrooms.

To the right you can see the girls' dormitory in progress.



CHRYSALIS YOUTH EMPOWERMENT NETWORK

FINANCIAL REVIEW

Financial Review

It is the policy of the charity that unrestricted funds, which have not been designated for a specific use, should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities, whilst consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year. The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, Governance and Management

The charity is controlled by its governing document, a deed of trust, and is constituted as a charitable trust, as defined by the Charities Act 2006.

MANAGEMENT STRUCTURE

Chairman of Board: Mr I Godfree

STAFF

The Charity Board are all volunteers. There are no paid staff. Funds are raised to support Chrysalis Limited, a Company Limited by guarantee, operating the Butterfly Project in Uganda.

ADVISORS

Mr D Bale – Advisor on strategy and good practice in Africa
Dr D Taylor – Public relations and social media training
Mr K Hazel – Ethics and curriculum development
Mr R Blakesley – Training and syndicate development
Mr David Turner – Partnership development

VOLUNTEERS

Ann Reaney and many from the congregation of Small Heath Baptist Church.

Ben Parkinson acts on a voluntary basis for CYEN, providing accounting support, as well as liaising for the trust in the UK and Uganda and co-ordinating UK sponsors.

Nick Jewitt visited the project in Uganda in 2018.

DONORS AND INCOME GENERATION

This year saw a continuation of donation of items to the project, such as antiques to be sold to generate income and items to be taken to Uganda for use at the Chrysalis Centres; these included laptops, USB drives, tablets, laptops, children's reading books, sports' equipment etc. We would like to give special thanks to all of the people who donated money or equipment. Thanks also to Dr Christine Parkinson, who masterminded the eBay and car boot sales, which provided regular income to the charity throughout the year.

We would particularly like to thank Alfred Haynes Charitable Trust for their financial support this year; this was used to provide training activities for the new Butterfly cohort.

We would like to thank Infraspaces Limited for continuing to support the Chrysalis School development. Thanks too to the John Wiltshire Estate, whose financial support underpinned some of the school fees and boarding costs during 2018.

Thanks too to Matthew Leacock, the designer of the Pandemic board game, Tony Boydell, the designer of the Snowdonia board game, Rory O'Connor of the Creativity Hub in Belfast, the creator of Rory's Story Cubes, for their support this year with the board game developments that took place in Uganda, as well as hundreds of board game players around the world who responded to our fundraisers.

CHRYSALIS YOUTH EMPOWERMENT NETWORK

STRUCTURE, GOVERNANCE AND MANAGEMENT (CONTINUED)

Special thanks should go to Hub Games Limited, who helped to buy a car for Chrysalis Uganda, for their work in reaching remote rural communities. Roads in Uganda in this area can be treacherous and this purchase is improving the safety of the work taking place there.

In addition, individual donations were received from Geoffrey Adams, Jane Bailey, David Bale, Bangor Quakers, Richard Blakesley, Valerie Blakesley, Jackie Brosseuk, Bryan and Anne Collis, Chris Cooper, Anne-Marie Cunningham, Vanetta Cunningham, Adrian Edmonds, Simon Ellis, D Gibson, Ian Godfree, Anna Green, Roger Green, Janet Griffith, Andrea Hamilton, David Harmer, Janet Harmer, Ken Hazel, Glyn Howells, Howitt Consulting, Dana Huber, iFlourish Yoga, Nick Jewitt, Malcolm John, Blandine Joseph, Vicki Krueger, Judith Lawrence, Mary Lewis, Ovoke Malgwi, Chris McNeil, Audrey Miller, Susan Milner, Janice Msuya, Ester Mulonda, Rob Newman, Barbara Panvel, Alan Paull, Christine Parkinson, Jacqueline Price, Robert Radford, Simon Richards, C Richardson, Ann Reaney, Clive Rodney, Helen Routledge, Joanna Ruddick, Nichola Ruddick, Joy Salu, Cathryn Schoch, Maria Shcherbinin, Paul Sims, Sarah Simpson, Raphael Spencer-James, The Dell House, Jim Vernal, Anne Walker, Paul Watson, Pauline Wilkes, Gloria Wray and Kevin Yates.

We also received donations, both financial and in kind, from Boys' Brigade Birmingham, Bridge PR Limited, Broomfield House School, which were passed on to the work in Uganda.

The trustees who served during the year and up to the date of signature of the financial statements were:

C. Parkinson
I. Godfree
N. Jewitt
C.Cooper (to November 2017)
P.Hazlewood
P. DaCosta
C.Oh

None of the trustees has any beneficial interest in the charity. Trustees are recruited by recommendation and interviewed by at least two existing members of the Board.

The trustee's report was approved by the Board of Trustees

Ian Godfree
Trustee
Dated: 2nd July 2019

CHRYSALIS YOUTH EMPOWERMENT NETWORK

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF CHRYSALIS YOUTH EMPOWERMENT NETWORK

I report to the trustees on my examination of the financial statements of Chrysalis Youth Empowerment Network (the charity) for the year ended 30 September 2018.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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 charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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 financial statements to be reached.

Barrie Buels FCCA FCIE
Crestmere Limited
Unit F1, Intec, Parc Menai
Bangor LL57 4FG

Dated: 2 July 2019

CHRYSALIS YOUTH EMPOWERMENT NETWORK

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

		Unrestricted funds 2018 £	Restricted funds 2018 £	Total 2018 £	Total 2017 £
	Notes				
<u>Income from:</u>					
Donations and legacies	3	59,847	4,317	64,164	69,332
Investments	4	1	-	1	-
Total income		<u>59,848</u>	<u>4,317</u>	<u>64,165</u>	<u>69,332</u>
<u>Expenditure on:</u>					
Charitable activities	5	<u>57,519</u>	<u>10,383</u>	<u>67,902</u>	<u>67,202</u>
Net incoming/(outgoing) resources before transfers		2,329	(6,066)	(3,737)	2,130
Gross transfers between funds		<u>(132)</u>	<u>132</u>	<u>-</u>	<u>-</u>
Net income/(expenditure) for the year/ Net movement in funds		2,197	(5,934)	(3,737)	2,130
Fund balances at 1 October 2017		<u>585</u>	<u>6,485</u>	<u>7,070</u>	<u>4,940</u>
Fund balances at 30 September 2018		<u>2,782</u>	<u>551</u>	<u>3,333</u>	<u>7,070</u>

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

All income and expenditure derive from continuing activities.

CHRYSALIS YOUTH EMPOWERMENT NETWORK

BALANCE SHEET AS AT 30 SEPTEMBER 2018

	Notes	2018 £	£	2017 £	£
Current assets					
Cash at bank and in hand		3,736		7,070	
Creditors: amounts falling due within one year					
	9	<u>(403)</u>		<u>-</u>	
Net current assets			<u>3,333</u>		<u>7,070</u>
Income funds					
Restricted funds	10		551		6,485
Unrestricted funds			<u>2,782</u>		<u>585</u>
			<u>3,333</u>		<u>7,070</u>

The financial statements were approved by the Trustees on 30th June 2019

I. Godfree
Trustee 2nd July 2019

CHRYSALIS YOUTH EMPOWERMENT NETWORK

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

1 Accounting policies

Charity information

Chrysalis Youth Empowerment Network is constituted as a charitable trust.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

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

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

CHRYSALIS YOUTH EMPOWERMENT NETWORK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2018

1 Accounting policies

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

1.5 Resources expended

1.6 Cash and cash equivalents

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

Basic financial assets

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

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

2 Critical accounting estimates and judgements

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

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

CHRYSALIS YOUTH EMPOWERMENT NETWORK
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 2018

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Total
	2018 £	2018 £	2018 £	2017 £
Donations and gifts	59,847	4,317	64,164	69,332
For the year ended 30 September 2017	<u>57,067</u>	<u>12,265</u>		<u>69,332</u>

4 Investments

	Unrestricted funds	Total
	2018 £	2017 £
Interest receivable	1	-
	<u>1</u>	<u>-</u>

CHRYSALIS YOUTH EMPOWERMENT NETWORK
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 30 SEPTEMBER 2018

5

Charitable activities

	Charitable Expenditure Heading 1 2018 £	Charitable Expenditure Heading 1 2017 £
Beneficiary costs	25,940	22,024
Chrysalis Uganda costs	27,702	25,505
Other operating costs	1,720	12,829
Administration and travel	2,157	1,904
Construction of borehole	-	4,940
Purchase of vehicle in Uganda	2,949	-
Koro school development	7,434	-
	<u>67,902</u>	<u>67,202</u>
	<u>67,902</u>	<u>67,202</u>
Analysis by fund		
Unrestricted funds	57,519	56,482
Restricted funds	10,383	10,720
	<u>67,902</u>	<u>67,202</u>
For the year ended 30 September 2017		
Unrestricted funds	56,482	
Restricted funds	10,720	
	<u>67,202</u>	

6 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

7 Employees

There were no employees during the year.

8 Financial instruments

	2018 £	2017 £
Carrying amount of financial liabilities		
Measured at amortised cost	403	-
	<u>403</u>	<u>-</u>

CHRYSALIS YOUTH EMPOWERMENT NETWORK
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED SEPTEMBER 2018

9 Creditors: amounts falling due within one year

	2018	2017
	£	£
Other creditors	403	-

10 Restricted funds

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

	Movement in funds				
	Balance at 1 October 2017	Incoming resources	Resources expended	Transfers	Balance at 30 September 2018
	£	£	£	£	£
Purchase of vehicle in Uganda	-	2,817	(2,949)	132	-
Koro School development	6,485	1,500	(7,434)	-	551
	<u>6,485</u>	<u>4,317</u>	<u>(10,383)</u>	<u>132</u>	<u>551</u>

11 Analysis of net assets between funds

	2018	2018	Total 2018	Total 2017
	£	£	£	£
Fund balances at 30 September 2018 are represented by:				
Current assets/(liabilities)	3,333	-	3,333	7,070
	<u>3,333</u>	<u>-</u>	<u>3,333</u>	<u>7,070</u>

12 Related party transactions

During the year amounts totalling £27,702 (2017 - £25,505) were transferred to Chrysalis Limited, a company registered in Uganda, for the purpose of implementing the charity's objects.