



Women of Silika village Malawi celebrate the self-reliance that Eagles has helped them to achieve: they meet together, save money and take out loans so they can run their own businesses.

They can provide for their families. Men in the community now respect them more.

# MALAWI SUPPORT ANNUAL REPORT AND ACCOUNTS 1 JANUARY - 31 DECEMBER 2018

#### MALAWI SUPPORT TRUSTEES REPORT 2018

#### A. Charity Details

Name: Malawi Support

Charity No: 1115747 - registered in England and Wales

Address: 32 Corston Lane, Corston, Bath BA2 9AE

Contact email: tonyhaines47@gmail.com

**Trustees:** 

Chair – Tony Haines
Treasurer – Diane Haines
Trustee – Rick James
Trustee – Beverly Stark
Trustee – Cathy James

#### B. Charity Structure

Malawi Support is a small charity governed by five trustees. Trustees are selected to contribute a range of skills, knowledge and experience that is needed to perform the charity's duties in administering grants to Eagles Relief and Development Programme in Malawi (Eagles) and in monitoring the work and the use of the funds. Current trustees have skills in finance, international development, education, organisation development and communications.

Trustees hold at least two ordinary meetings a year. New trustees are appointed by a resolution at a special trustee meeting. The charity keeps records of trustee appointments, contact details and resignations.

#### C. Malawi Support's Aim

Malawi Support was established with the following object:-

 to develop the capacity and skills of socially and economically disadvantaged communities in Malawi in such a way that they are better able to identify and help meet their needs and participate more fully in society; and in particular to support the charitable work of Eagles Relief and Development Programme.

#### D. Malawi Support 2018 expenditure

Malawi Support raised £57,031 for Eagles' work in 2018, in addition to £45,163 carried over from 2017. Total expenditure for 2018 amounted to £75,437, enabling Malawi Support to carry over £26,757 to 2019 (enough to cover the January commitment of a £20,000 transfer to Eagles).

In 2018 almost 98% of Malawi Support's expenditure went directly to Eagles' work in Malawi. The remaining funds covered travel for a trustee monitoring visit, as well as administrative and communication expenses in the UK. The funding that went to Eagles included the Malawi Support annual commitment of £40,000 to support the national church and community work against an agreed budget. Trustees send this in two annual instalments in January and June each year to help Eagles manage cash flow, especially early in the year, when institutional donor funds are often delayed. Additional grants from Malawi Support to Eagles responded to specific needs that arose during the year and that were not covered by other donors. Malawi Support intentionally uses its funding to

cover core costs that are hard to fully meet through institutional donors and Eagles' highly effective national church and community mobilisation programme.

#### E. Brief statement of the charity's policy on reserves

The charity's policy is

- to ensure that it can contribute to an annual agreed budget for Eagles national programme, currently set at £40,000 a year;
- to retain enough surplus to use flexibly to respond to specific needs that arise, such as natural disasters and shortfalls in institutional funding
- to forecast giving for the next year as far as feasible in order to retain enough to support its core commitments.

#### E. Summary of the main activities in 2018

#### Public benefit

When planning our activities for the year, the Malawi Support trustees have considered the Charity Commission's guidance on public benefit and have ensured that the charity is compliant. Throughout its work, Malawi Support and Eagles ensure that projects reach those who are in need, regardless of their tribe, faith, ethnicity, gender or disability. It aims to mobilise churches to work with their local communities to identify and find solutions to their own needs, encouraging them to develop methods of doing things that will last and supporting them in appropriate ways that do not create dependency. Eagles trains churches and communities to work with local and national government as well as with non-government services.

#### **UK** activities

In 2018 Malawi Support sustained its role as the primary donors for Eagles' Community and Church Mobilisation (CCM) Programme. This programme is the core of Eagles' work as it enables churches and communities to work together to prioritise their own needs and identify ways to tackle them using their own resources and drawing on local expertise. It is therefore long-term and sustainable.

#### Trustee monitoring and capacity-building support

Trustees held three formal check-in meetings with Eagles' leadership in 2018 to monitor progress. In July 2018, the Eagles Director Victor Mughogho and the Eagles CCM Coordinator Cuthbert Gondwe visited the UK. Malawi Support organised and paid for this trip to provide feedback to its core supporters. During their time in the UK, Eagles met with Malawi Support Trustees and the main CCM funders at All Saints Weston Church Bath, including the leadership and the building committee that agreed £20,000 support to the purchase of land for Eagles' offices. Eagles also strengthened their relationships with other UK funders, such as Tearfund and All We Can.

In October 2018 Rick James, trustee and organisation development specialist, facilitated a two-day strategic planning workshop. Cathy James, trustee and international consultant spent five days with Eagles in November 2018, working with staff to revise their Bible School curriculum (God's heart for the poor) and helping them develop systems for monitoring and evaluating the impact of their church and community mobilisation work. During 2018, Malawi Support also provided capacity building support to Eagles through the voluntary services of Steffie Kemp and Jonathan Kemp who relocated to Malawi in July 2018. Jonathan has a Masters' degree from UCL in Engineering for International Development and Steffie already has considerable development experience with International Justice Mission in India and Eagles in Malawi. In 2018 Steffie and Jonathan responsibilities included:

- Ensuring that Eagles' CCM work takes a more explicit perspective on gender issues, in particular child marriage and gender-based violence
- Assisting Eagles' staff and communities to integrate advocacy more intentionally into the CCM work so local and national government take up their responsibilities
- Documenting Eagles approach to CCM in a practitioner-friendly toolkit
- Writing the Malawi Support newsletters Connecting Lives
- Providing technical advice on Eagles' engineering-related work, such as solar driers and irrigation

#### Fundraising and awareness-raising

During 2018 Malawi Support published and circulated three Connecting Lives newsletters. These newsletters updated supporters on Eagles' activities, challenges and achievements throughout the year. Malawi Support ensured GDPR compliance by getting written assent from all its supporters for communication preferences and explicit permission to keep contact details (email and /or address) to enable the charity to contact them in relation to Eagles' updates and to apply for Gift Aid on financial contributions, where relevant and agreed.

One major fundraising event was the wedding of Steffie and Jonathan Kemp. In lieu of wedding gifts, they asked people to give money to Eagles through Malawi Support. This raised £5000.

In 2018, Malawi Support registered Eagles with Benevity Causes. This enabled Eagles to become a potential recipient of gifts from staff of Gates Foundation (which the Foundation would then multiply by three). At the end of 2018, Eagles was informed they would receive a significant donation in 2019.

Individual supporters of Malawi Support have also undertaken one-off fundraising events, including WestFest Café; sponsoring Christmas gifts through Eagles; and coffee mornings.

During 2018, Malawi Support also began planning to produce a short film on the work of Eagles for use in awareness raising and fundraising. This will involve a filming visit in 2019.

#### Malawi Support governance

Malawi Support trustees met four times in 2018, in line with their legal responsibilities. They maximised one of these meetings to have a face-to-face meeting with the Eagles leadership who visited in July. They also constantly liaised with each other by email and phone to monitor progress and provide encouragement and advice where needed.

#### Malawi activities 2018

In 2018, Eagles continued to work with about 300 local churches and communities, mobilising them and empowering them so that they take responsibility for their own development, demonstrate ownership, develop self-reliance, and keep improving their living standards in a holistic way, i.e. physically, socially, spiritually and emotionally. Eagles facilitates a process where vulnerable people:

- improve their living standards,
- improve their health,
- improve management of their environment,
- improve their adaptation to climate change,
- improve disaster risk reduction, and
- have an increased and active faith, which keeps them resilient and responsive to others' needs.

Eagles also mobilised ten churches from other denominations to undertake social action and engage in integral mission.

Eagles strengthened church and community capacity to manage their own development not only through technical training but also attitude change processes. It provided training and support in areas such as food security, environmental management, climate change adaptation and mitigation, disaster risk reduction and childcare. It also helped churches and communities to identify and use local resources, community-based assets and skills, enabling them to carry out these initiatives themselves. In this way, Eagles empowers Malawian communities to become self-reliant, resilient, improve their living standards, and live healthier and more productive lives, maximizing their potential.

#### F. Summary of Eagles main achievements in Malawi in 2018

Malawi Support is working with Eagles to strengthen its monitoring systems so it can better capture the impact of its work and ensure its quantitative results are reliable. It has also been discussing with management the need to improve the efficiency of reporting, as figures for its 2018 achievements are still not confirmed and finalised in its 2018 annual report. This means that Malawi Support has omitted these from the summary of 2018 achievements below. It has discussed with Eagles making its July transfer of funding conditional on receipt of the annual report.

#### Changes in people's lives

During 2018, Eagles contributed to significant changes in people's lives in the following areas:

#### **Improved food security:**

In 2018, Eagles supported people to improve their food security through livestock pass-on schemes, seed banks, solar powered irrigation, fertilizer-making, conservation agriculture and postharvest management training. It also provided food relief for the vulnerable. Specific achievements included:

- Households in Chikwawa and Balaka districts received certified seeds of maize, pigeon peas, orange fresh sweet potatoes, cassava, cowpeas, millet, sorghum and assorted vegetables which improved food and nutrition security.
- Pump or solar powered irrigation schemes in Chikwawa, Mulanje, Mzimba and Ntcheu districts enabled households to cultivate different crops such as cassava, sweet potatoes, maize and vegetables throughout the year, thereby increasing food availability.
- Training households in Lilongwe, Mzimba, Mchinji, Balaka and Mulanje districts to make local fertiliser improved maize production. On average families harvested 25 bags of maize weighing 50kgs each from one hectare using locally made fertiliser.
- Eagles trained households in agroecology in Chikwawa and Balaka districts, improving availability of food while protecting and improving care for the environment.
- Helping households in Chikwawa rear goats and pass on kids to others provided an additional source of food and income, as well as animal manure which goes into local fertiliser-making.
- Eagles trained farmers to identify common pests and diseases and how they harm crops; how to
  manage them and make natural remedies to avoid losses in crop production; and how to use them
  as natural pesticides.

#### Better environmental protection and disaster mitigation:

Climate change is one of the greatest threats to people's livelihoods, food security and their lives in Malawi. Eagles helped people protect themselves from disasters and improve the environment by:

- Training people in tree-planting, tree-regeneration and in recording, assessing survival rate and reporting they planted along riverbanks, hillsides, flood plains and water catchment areas to improve water levels and conserve the environment
- Training households to make and use energy-efficient stoves the stoves use less firewood

• Training people in use and management of forest and natural resources, in soil conservation and in agro-forestry

#### **Improved living standards:**

Eagles helped communities improve and diversify livelihoods, so they were less vulnerable to climate change related risks and stresses. They trained villages to run their village savings and loans and self-help groups, which enable people to save the small amounts of money they have, get loans from the group for income generation activities and start their own businesses.

#### Improved health:

Churches and communities improved health in the following areas:

- Improved HIV prevention and support: After Eagles' training, churches raised awareness on HIV; reduced stigma and discrimination; cared for people living with HIV through counselling and by providing daily needs, farm inputs, livestock and housing; set up support groups; and helped transport people to hospitals and clinics for testing and to receive anti-retroviral treatment.
- Improved health and hygiene: training households in sanitation and hygiene, including soap-making, led to many households adopting good practices and improving facilities such as using kitchens, pit latrines, hand-washing, rubbish pits, dish-drying racks and clothes drying lines.

#### Improved support for children and vulnerable people

Eagles trains churches and communities to identify and care for the most vulnerable people among them – to provide a social support system that is absent in government.

In 2018, this led to the following achievements:

- Churches looked after elderly people: they built them houses, helped them with household chores and farm work, provided their daily needs and offered spiritual support.
- Churches and communities supported vulnerable and orphaned boys and girls in education: they helped some with school fees; some constructed school blocks and toilets; and some provided notebooks, pens and other school needs to learners.
- Churches also facilitated adult literacy classes for men and women that did not know how to read and write.
- Churches set up childcare centres, which act like a springboard for the under-fives, preparing them for the primary school and freeing up parents to go on with their work while the children are under the care of trained, adult and engaging care givers.

#### G. Conclusion

Eagles' work enables communities to manage their own lives not only in the present but to develop the skills to solve problems that arise in the future. Its foundation is in training churches in how to work with their communities on shared priorities — and not merely provide services to them. Eagles therefore constantly envisions churches, taking advantage of services, meetings and conferences to inspire leaders and congregations to understand their mandate for justice and how to be effective in bringing and sustaining long-term change. It also trains new church leaders in effective integral mission in the International Bible School (seminary) so that they have the foundations for when they graduate. This makes the work sustainable and cost-effective.

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REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018 FOR MALAWI SUPPORT



Chartered Accountants & Financial Advisors

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#### REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2018

The trustees present their report with the financial statements of the charity for the year ended 31 December 2018. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

## **OBJECTIVES AND ACTIVITIES**

#### Objectives and aims

The aim of the charity is to develop the capacity and skills of socially and economically disadvantaged communities in Malawi, in such a way that they are better able to identify and help meet their needs and participate more fully in society and, in particular, to support the charitable work of Eagles Relief and Development Programme. The activities of the charity are raising funds from UK supporters to send to Eagles Relief and Development Programme in Malawi, to be used in development projects across Malawi.

## STRUCTURE, GOVERNANCE AND MANAGEMENT

#### Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

#### Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. The Trustees are satisfied that appropriate controls are in place.

#### REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1115747

#### Principal address

Eden Cottage 32 Corston Lane Corston Bath BA2 9AE

#### **Trustees**

A Haines Mrs D Haines Mrs B Stark R James C James

#### Independent examiner

PG Owen Limited Chartered Accountants The Terrace Suite Kelston Park Bath BA1 9AE

Mrs D Haines - Trustee

D.T. Haines

## INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MALAWI SUPPORT

#### Independent examiner's report to the trustees of Malawi Support

I report to the charity trustees on my examination of the accounts of the Malawi Support (the Trust) for the year ended 31 December 2018.

#### Responsibilities and basis of report

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

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

#### Independent examiner's statement

I have completed my examination. I confirm that no material 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 Trust as required by section 130 of the Act; or
- 2. the accounts do not accord with those records; or
- 3. the accounts 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 accounts to be reached.

Robin N Browning BA(Hons) FCCA FCA FAIA

PG Owen Limited Chartered Accountants The Terrace Suite Kelston Park Bath

BA19AE

Date: 9/10/19



## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2018

		2018 Unrestricted fund	2017 Total funds
INCOME AND ENDOWMENTS FROM Donations and legacies	Notes	£ 57,002	£ 72,777
Investment income	2	29	8
Total		57,031	72,785
EXPENDITURE ON			
Raising funds	3	379	440
Other		75,058	61,915
Total		75,437	62,355
NET INCOME/(EXPENDITURE)		(18,406)	10,430
RECONCILIATION OF FUNDS			
Total funds brought forward		45,163	34,733
TOTAL FUNDS CARRIED FORWARD		26,757	45,163

#### BALANCE SHEET AT 31 DECEMBER 2018

		2018 Unrestricted fund	2017 Total funds
	Notes	£	£
FIXED ASSETS Tangible assets	6	133	199
CURRENT ASSETS Debtors Cash at bank	7	7,405 19,719	8,765 36,679
		27,124	45,444
CREDITORS Amounts falling due within one year	8	(500)	(480)
NET CURRENT ASSETS		26,624	44,964
TOTAL ASSETS LESS CURRENT LIABILITIES		26,757	45,163
NET ASSETS		26,757 ————	45,163
FUNDS Unrestricted funds	9	26,757	45,163
TOTAL FUNDS		26,757	45,163

Mrs D Haines -Trustee

#### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

#### ACCOUNTING POLICIES

#### Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

#### Income

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

#### Expenditure

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 a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

#### Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer equipment

- 33% on reducing balance

The charity is exempt from tax on its charitable activities.

#### Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

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

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

#### 2. **INVESTMENT INCOME**

	Deposit account interest	2018 £ 	2017 £ 8
3.	RAISING FUNDS		
	Other trading activities		
	Interest payable and similar charges Support costs	2018 £ 175 204	2017 £ 243 197
		379	440

## NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2018

#### 4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2018 nor for the year ended 31 December 2017.

#### Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2018 nor for the year ended 31 December 2017.

#### 5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund
INCOME AND ENDOWMENTS FROM	£
Donations and legacies	72,777
Investment income	8
Total	72,785
EXPENDITURE ON Raising funds	440
Other	61,915
Total	62,355
NET INCOME/(EXPENDITURE)	10,430
RECONCILIATION OF FUNDS	
Total funds brought forward	34,733
TOTAL FUNDS CARRIED FORWARD	45,163

## NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2018

## 6. TANGIBLE FIXED ASSETS

<b></b>	TANGIBLE FIXED ASSETS			Computer equipment £
	COST At 1 January 2018 and 31 December 2018			447
	DEPRECIATION At 1 January 2018 Charge for year			248 66
	At 31 December 2018			314
	NET BOOK VALUE At 31 December 2018			133
	At 31 December 2017			199
7.	DEBTORS: AMOUNTS FALLING DUE WITHIN ONE Y	EAR		
	Other debtors		2018 £ 7,405	2017 £ 8,765
8.	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE	YEAR		
	Other creditors		2018 £ 500	2017 £ 480
9.	MOVEMENT IN FUNDS			
		At 1.1.18 £	et movement in funds £	At 31.12.18 £
	Unrestricted funds General fund	45,163	(18,406)	26,757
	TOTAL FUNDS	45,163	(18,406)	26,757
	Net movement in funds, included in the above are as follows:			
	Unrestricted funds	Incoming resources	Resources expended £	Movement in funds £
	Unrestricted funds General fund	57,031	(75,437)	(18,406)
	TOTAL FUNDS	57,031	(75,437) ———	(18,406) =====

## NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2018

#### . MOVEMENT IN FUNDS - continued

Comparatives for movement in fu
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•	At 1.1.17 £	et movement in funds £	At 31.12.17
Unrestricted Funds General fund	34,733	10,430	45,163
TOTAL FUNDS	34,733	10,430	45,163
Comparative net movement in funds, included in the above ar	e as follows:		
	r	D	Manager and in

	Incoming resources £	Resources expended £	Movement in funds
Unrestricted funds General fund	72,785	(62,355)	10,430
TOTAL FUNDS	72,785	(62,355) =====	10,430

A current year 12 months and prior year 12 months combined position is as follows:

	Net movement		
	At 1.1.17 £	in funds £	At 31.12.18 £
Unrestricted funds General fund	34,733	(7,976)	26,757
TOTAL FUNDS	34,733	(7,976)	26,757

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

Hancatriated Co. J.	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds General fund	129,816	(137,792)	(7,976)
TOTAL FUNDS	129,816	(137,792)	(7,976)

#### 10. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2018.

# DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2018

	2018 £	2017 £
INCOME AND ENDOWMENTS		
Donations and legacies Donations	57,002	72,777
Investment income Deposit account interest	29	8
Total incoming resources	57,031	72,785
EXPENDITURE		
Other trading activities Bank charges	175	243
Other Travel costs Gifts and donations	8,193 66,299	291 61,144
	74,492	61,435
Support costs Management Printing and reproductions	204	98
Other Depreciation of computer equipment Governance costs	66	99
Independent examiner's fees	500	480
Total resources expended	75,437	62,355
Net (expenditure)/income	(18,406) =====	10,430