

Company registration number: 05717237
Charity registration number: 1122809

Pearl of Africa Child Care Ltd

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 28 February 2013

Pearl of Africa Child Care Ltd

Contents

| | |
|--|----------|
| Reference and Administrative Details | 1 to 2 |
| Trustees' Report | 3 to 14 |
| Independent examiner's report | 15 to 16 |
| Statement of financial activities | 17 |
| Balance Sheet | 18 |
| Notes to the financial statements | 19 to 24 |

Pearl of Africa Child Care Ltd
Reference and Administrative Details

| | | |
|------------------------------------|--|--|
| Charity name | Pearl of Africa Child Care Ltd | |
| Charity registration number | 1122809 | |
| Company registration number | 05717237 | |
| Principal office | Pearl of Africa Child Care Ltd 12 Roydon Road Launceston Cornwall PL15 8JT | |
| Registered office | 52 Fore Street Callington Cornwall PL17 7AJ | |
| Trustees | R G Whaite, Chairman C G Paxman C Blyth M K Black (Resigned 11 May 2013) L W Baker (Resigned 26 May 2012) S A Rowland (Resigned 26 May 2012) | |
| Secretary | M S MacOun | |
| Bankers | Barclays Bank plc Burgess Hill Lewes Area Branches 1 Lewes East Sussex NatWest Launceston Branch 14 Westgate Street Launceston Cornwall | |

Pearl of Africa Child Care Ltd
Reference and Administrative Details

Accountant

Rickard Keen LLP
Chartered Accountants
7-11 Nelson Street
Southend-on-Sea
Essex
SS1 1EH

Pearl of Africa Child Care Ltd

Trustees' Report

The Trustees of Pearl of Africa Child Care Limited present their annual report and accounts for the year ended 28 February 2013.

The financial statements have been prepared in accordance with the Memorandum and Articles of Association, the Charities Act 2011, the Statement of Recommended Practice: Accounting and Reporting by Charities (issued in March 2005), the Small Companies Regime under the Companies Act 2006 and the Financial Reporting Standard for Smaller Entities (effective April 2008).

Charitable Status

Pearl of Africa Child Care Limited (PoACC) has charitable status (registered charity (England & Wales) registration number: 1122809).

Structure, Governance and Management

PoACC is controlled by its Memorandum & Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006. Details of the Trustees (who, for the purposes of company law are the directors of the company) during the year and up to the date this report was signed, together with any special responsibilities they held, are set out below.

Trustees

All Directors of the Company are also Trustees of the Charity. The Directors who held office during the year were:

R. G. Whaite
C. Paxman
S. Rowland (resigned 26 May 2012)
L. Baker (resigned 26 May 2012)
C Blyth
M. K. Black (resigned 11 May 2013)
K. Jones (appointed 26 May 2012 - resigned 29 January 2013)

Their roles are defined as:

R. G. Whaite: Chairman, ensures that PoACC is effectively governed and that its resources are prudently managed

C. Paxman: Treasurer, manages the company's financial affairs

S. Rowland: Founder Trustee, adviser

L. Baker: Founder Trustee, adviser

C Blyth: Designated Safeguarding Officer, Tour Coordinator and Chair of Tour Committee

M. K. Black: Deputy Safeguarding Officer, Communications Team Coordinator, and responsible for producing and disseminating tour policy and procedures

K. Jones: Adviser and confidant of choir members, providing pastoral care insights

Pearl of Africa Child Care Ltd

Trustees' Report

Criteria for Selection of Trustees

The criteria are as follows:

1. Membership of PoACC
2. A commitment to the aims and the objectives of PoACC
3. A specific set of skills and experience needed by the Charity and complementary to that of the other trustees; and
4. An ability and preparedness to give time regularly to the running of the Charity.

The minimum number of trustees is three with a maximum of nine. Each year one third of trustees (or the nearest number to one third) are required to retire and may stand for re-election. Potential new trustees are identified by the board for the particular skills, knowledge or experience they can bring to enhance its skill set. The induction of new trustees involves: attendance at one or more meeting as an observer prior to co-option, provision of recent minutes, financial reports and other relevant materials and close liaison with other trustees. The trustees generally meet 3 times a year when they consider the strategic direction and governance for PoACC. The trustees also hold regular minuted telephone conferences (telecon's) to discuss matters arising and general governance between meetings.

The Trustees are guided in their responsibilities by the Company's Memorandum of Association and the Charity Commission's publication "Good Governance - A code for the Voluntary and Community Sector".

Pearl of Africa Child Care Ltd

Trustees' Report

The Trustees embrace the Code's six key principles which describe how an effective board provides good governance and leadership:

- Understanding their role;
- Ensuring delivery of organisational purpose;
- Working effectively both as individuals and a team;
- Exercising effective control;
- Behaving with integrity;
- Being open and accountable.

A countrywide community of volunteers provided technological support as well as PR, marketing, finance and also legal advice on a pro-bono basis.

Remuneration

None of the Trustees, or volunteers supporting PoACC, received remuneration for their work. The Charity has mechanisms in place to allow for claiming reimbursement for reasonable out of pocket expenses, though frequently the Trustees and supporters forgo such claims.

Objects of the Charity, principal activities, and organisation of our work

PoACC's objects are the relief of poverty and the advancement of education in Uganda. Thus we aim for the improvement of education, health and welfare especially for people suffering through disease, war and poverty in that country and our more specific objectives are to

- Advance the education of children and families
- Provide resources for schools
- Support children through their education
- Provide resources and education to improve health, nutrition and care
- Promote and encourage sustainable projects in farm produce, health and welfare, renewable energy production, sanitation and clean water

We do this by providing both financial support and also professional and practical assistance to a Ugandan education foundation with whom we have a close working relationship.

Pearl of Africa Child Care Ltd

Trustees' Report

Activities, Achievements and Performance

The Charity's main work during the year was to continue to support and raise funds for the Molly & Paul Childcare Foundation (MPCCF) of Uganda. This is a non-governmental organisation (NGO) and charity, with origins 30 years ago, which today runs a group of schools, orphanages, a farm college, and two clinics in Southern Uganda, providing education, food, accommodation and basic healthcare for about 2,200 children, many of whom are orphans or otherwise destitute. In particular, the Charity (alongside other volunteer organisations, charities and individuals) has provided professional support and advice to MPCCF, especially in the fields of teaching, management and accounting, agriculture, and safeguarding. PoACC currently provides this Ugandan NGO with over a third of its income and in addition an even greater proportion of its logistical support in terms of accountancy and business advice. As part of our effort to strengthen MPCCF's management and accountancy, for the past three years, we have also funded the audit of their accounts by reputable auditors with expertise in the field of NGOs.

The Trustees would like to place on record their thanks to the many people who gave generously of their time, money, commitment and enthusiasm over the past twelve months and beyond.

The work is enhanced by the dedication, skills and commitment of the teachers employed and we pay tribute to the MPCCF management for their willingness to adopt new practices to improve their working methods and standards.

The units/schools in Uganda supported by POaCC noted the following as their key achievements during the year:

v i

Pearl of Africa Child Care Ltd

Trustees' Report

The units/schools in Uganda supported by POaCC noted the following as their key achievements during the year:

Wheeling Preparatory School

The new term opened on 4 February and the number of pupils has grown consistently with 120 new entrants (53 in the baby class). This illustrates the success, trust, respect and improvements at this school. An additional security guard has been employed.

Challenges that remain are: the level of staff salaries, sanitation improvements, improved standards of premises particularly in the nursery section (as required by the Uganda Ministry of Education).

Kamuzinda Farm School:

The Kamuzinda Farm School experienced severe problems during 2012. The problems resulted from the departure of the former principal (who left to set up a similar operation elsewhere) and, at the same time, the loss of funding streams from two groups of supporters. This had a huge impact on the welfare of the animals, because the Farm had to resort to giving the animals cheaper, less nutritious feeds. The animals' health deteriorated, and many had to be sold off, or slaughtered for consumption. In addition there was a drought that reduced crop yields. The Farm's productivity fell significantly, and so did livestock and planting levels, creating on-going problems that have not been resolved to date. The Farm had been striving towards self-sustainability but the momentum has been lost for now. In response, the Charity is working with the new principal of the Farm School to draw up a 3-year production plan, backed up by measures to protect funds budgeted for running costs, such as animal feeds and veterinary drugs.

The Farm School is responding to the current challenges, and we remain convinced that it has great potential, both as a centre for education up to tertiary level, and also as a self-sustaining farm, improving the nutrition of the children and also (by the production and sale of cash crops) generating income to help off-set other costs, such as teachers' salaries.

Nazarene Vocational High School

Four students were selected for the Ugandan national floor hockey team that competed in South Korea. They won Gold medals beating Hong Kong in a closely contested final.

New Kabaale Busega Primary School:

Thanks to the support from another UK based charity, this school's progress has continued with good exam results and a new unit created for the education of Special Needs children from an adjacent charity home. Pupil numbers have increased but their hard-working staff have the benefit of regular payment of salaries. Sanitation has been improved to cope with the needs of disabled children. There remain huge needs for building repairs and extensions for staff and pupils alike as well as more computers and a library.

Kamuzinda Clinic:

This offers a Health Centre II facility not just for the children in the MPCCF Children's Village but also to the wider area serving several thousand people. Thus people of all ages receive diagnostic and treatment facilities for a wide range of diseases such as; malaria, dysentery and typhoid fever as well as HIV/AIDS screening. Regular antenatal and family planning clinics are offered for all women with support from Marie Stopes.

Pearl of Africa Child Care Ltd

Trustees' Report

Kamuzinda Children's Homes:

Some 200 children are housed among the 8 homes. Each has a dedicated housemother (Mamas) who looks after 25-39 mixed age children. Older boys have their own separate home. But 50 children sleep on the floor, 73 beds have no mattresses and 77 beds need blankets (nights are cold).

However, most worrying of all, 160 children sleep without mosquito nets despite repeated programmes of mosquito net replacement. It is believed that the children often give nets to members of their extended family. The Ugandan Government has introduced a project to distribute mosquito nets to rural families and we have applied to have Kamuzinda as the local distribution centre. This will help to reduce the need for children to re-distribute the nets we provide.

Safeguarding

PoACC recognise that the welfare of the child is paramount and accept the need to provide a safe and caring environment for children, young people and vulnerable adults where they can reach their full potential. The Charity acknowledges that children, young people and vulnerable adults can be the victims of physical, sexual, and emotional abuse, and neglect. PoACC accept the United Nations Universal Declaration of Human Rights and the International Covenant of Human Rights, along with the Convention on the Rights of the Child.

PoACC have a designated Safeguarding Officer and Deputy, and adopted the procedures set out in the PoACC Safeguarding Policy in accordance with statutory guidance. This policy is subject to regular review. The policy had included a definition of Vulnerable Adults that was perhaps over cautious and as such at odds with other similar policies within the sector. This caused some confusion and the definition has been redrafted to be in line with governmental, legal and sector definitions. PoACC still recognises the potential vulnerability of the adult Ugandans we work with, both here in the UK and in Uganda.

Pearl of Africa Child Care Ltd

Trustees' Report

The Charity is committed to ensuring the safety of all children, young people and vulnerable adults who have contact with it. In addition the Charity strives to ensure no child or adult will be disadvantaged should she or he make a disclosure or allegation of abuse. In relation to M&PCCF's choir tours to the UK organized by PoACC, all relevant host families have been subject to enhanced Criminal Record Bureau (CRB) checks and, in line with best practice, these are subject to a three-year renewals schedule. In readiness for the 2012 choir tour, 88 CRB checks were carried out on new hosts, as most hosts had valid CRB's from previous years.

As the chief UK supporter of MPCCF, PoACC have worked closely with their board to draft and implement a Child Protection Policy for use in the Foundation and all of the units. This has included introductory training for all members of staff within MPCCF. Trustees of PoACC also ensure their own knowledge of Safeguarding is up to date e.g. by attendance at CCPAS training, or online training.

Communications Team

A group of supporters volunteered to set up a team to take responsibility for communications with our supporters. Facebook, Twitter and a newly designed website have already been instrumental in disseminating information about the Charity's work to them. Donors may now send funds via "Just Giving", in person, by post online or by text. The work of the volunteers has been affected by changes to personal circumstances, and the Trustees wish them all well.

The design of our corporate image is now established and we still strive to publish a twice yearly newsletter for members and supporters. However, despite these setbacks the charity gained access to a wider audience through several newspaper articles in local press in; Morpeth, Scarborough, Ormskirk and Kidderminster, as well as ITV's Tyne Tees news programme. In addition some useful contacts were gained at concerts and venues which the team hopes to further develop during the next twelve months.

Choir Tour 2012

In 2012 two simultaneous choir tours were not possible, this resulted in a single choir touring the 'North' of England and the Midlands. The choir consisted of some well known faces and was one of the best we have ever supported. The tour took place from mid September - early December. There was fabulous commitment from all; the choirs (leaders and members), local organisers, volunteers, - who showed ability, as well as unflagging enthusiasm, energy, and stamina - and amazing support of schools and churches. We are very grateful to all those who hosted events especially those who hosted for the first time. Some were a little unsure and didn't know what to expect but, when they found out just how good the choir was they responded magnificently. For example the choir visited the Scarborough area for a full week and we are delighted to be planning to return to this area.

The children and Head teachers of the choir were very grateful for the generous hosting in the homes of children's parents in the UK schools and for care, generosity and affection shown to them.

The total funds raised during the tour were £97,151. The costs of running the tour were £37,811 so the net proceeds are £59,340.

Pearl of Africa Child Care Ltd

Trustees' Report

Outline plans of the Charity for the future

Uganda in context:

Uganda is an East African country with a population of 33.8 million. Despite robust economic development since the 1990s- exceeding five percent annually-about 23.1% of the population is poor and over 90% of this poverty is concentrated in rural areas where nearly 87% of the population lives. Uganda's 3.2% population growth rate is the second highest in the world, adding more than one million people to the population every year. As a result, the population is expected to double in 20 years and will register 100 million people by 2050. The high population growth rate is driven by Uganda's total fertility of 6.7 births per woman-the third highest in the world. A significant rural/urban divide persists, with rural fertility at 7.1% and urban at 4.4%. Sustained high fertility rates over decades created a disconcerting youth bulge with half of the population under 15 years of age. Continued population pressures have the potential to negatively impact not only health outcomes but also hinder economic growth, strain the environment, and threaten political stability.

Corruption also is a chronic development challenge. [Global Health Initiative: Uganda A Strategy for Accelerating Reductions in Maternal and Neonatal Mortality, U.S. Mission Uganda Interagency Health Team December 9, 2011]

During the next twelve months, the Trustees will continue to provide the foundations to build capacity at MPCCF and PoACC.

In Uganda this will involve continued training of staff in accountancy with the aim of improving; financial reporting, transparency and analysis; management - to enhance skills and safeguarding to improve child welfare still further.

For PoACC, the recruitment of new trustees and utilisation of our pool of supporters more effectively for specific tasks such as accessing grant funding. PoACC Trustees will continue to support MPCCF with modernisation and reform of their constitution whilst reviewing PoACC's own aims, practice, policies and procedures.

Pearl of Africa Child Care Ltd

Trustees' Report

i. Finance

PoACC aims to continue the close monitoring of MPCCF accounts for their compliance with international standards of accountancy. PoACC recognises the need to reduce the reliance upon UK choir tours as the main source of income and accordingly the steps required to achieve this are set as our medium term (3-5 year) goals. We will look to do this by:

- Sourcing and actively pursuing opportunities for further funding whether on the small scale in terms of individual donors or large, international donors thereby furthering our aim to relieve the hardships endured.
- Encouraging our Ugandan beneficiaries to progress towards self sustainability and targeting our funding towards that aim.
- In particular, encouraging MPCCF's farming projects designed to raise standards of nutrition and welfare and generate income; by the increased production of selected crops and animals for internal consumption and for sale in the local markets.
- Investigate and source alternative fundraising avenues to reduce the scale of reliance on the funds generated by the annual choir tours while allowing the tours to develop their ambassadorial role.
- Continue to foster relationships and explore the potential of collaborative working with ITV and an international film company.

Steps taken in the last year to achieve these goals:

- Trustees' visit to all units, conducting a 'reality check' and providing on the ground guidance in finance/book keeping.
- The current drive to find participants/donors to undertake the Kilimanjaro Challenge and develop a new revenue stream.
- A PoACC Trustee co-ordinated and assisted MPCCF in drafting a capital bid to 'STARS'. The STARS Foundation (STARS) finds and invests in outstanding local organisations that transform the lives of disadvantaged children. Founded by the Dabbagh Group in 2001 and based in London, STARS has provided grants to non-profit making organisations working with disadvantaged children and in 2007 launched the STARS Impact Awards. Each year, the STARS Impact Awards identify and support local organisations that achieve excellence in the provision of services to disadvantaged children and that demonstrate effective management practices. This bid was made following an invitation from STARS, though unfortunately this bid was unsuccessful.
- A PoACC Trustee submitted a funding proposal to; Global Poverty Action Fund (GPAF): Innovation Grant. The Global Poverty Action Fund (GPAF) is a demand-led fund supporting projects focused on poverty reduction and pursuit of the Millennium Development Goals (MDGs) through tangible changes to poor people's lives. This fund is administered by the British Council on behalf of the Department for International Development. This bid was unsuccessful.
- Trustees met with and explored bidding in partnership with Mega Consults a Ugandan consultancy firm specialising in capital bids in the UK. We did not pursue this proposal because we were not convinced that the consultancy was in a position to project manage the proposed bid.

ii. Safeguarding

The Trustees of PoACC continue to strive for robust safeguarding procedures here in the UK and in Uganda and consider safeguarding to be part of everyday business (a standard reporting item) and not as a tool only used to tackle allegations. The aim must be to strive for best practice and adherence to international standards.

Pearl of Africa Child Care Ltd

Trustees' Report

PoACC aim to continue to cooperate with MPCCF in this work by:

- Continuing to look for a way to implement The National Quality Standards for the Protection, Care and Support of Orphans and Other Vulnerable Children in Uganda (OVC) as a driver for safeguarding within MPCCF with the aim of developing and implementing these Standards across the organisation.
- The continuation of regular review of policies and procedures and of the knowledge base of the Safeguarding Officers and other Trustees.
- The identification of suitable partner organisations, both within the UK and in Uganda that can help to develop safeguarding standards. The first steps for this would be exploring a bid by PoACC and MPCCF for membership, individually or together, as partners of Keeping Children Safe (<http://www.keepingchildrensafe.org.uk/> membership) (a task started last year and continuing).

iii. Communications team

The Trustees are committed to sharing information and progress reports from the beneficiaries in Uganda.

The communication team aim to:

- Review and improve methods of disseminating appropriate information to those involved with the Charity at every level.
- Explore ways of utilising popular media and internet social networks.

Pearl of Africa Child Care Ltd

Trustees' Report

Financial Review, Risks and Reserves

The Charity has no salaried employees and depends on the close involvement of the Trustees and the generous commitment of a large number of unpaid volunteers. In this way, the Charity's overheads are kept at a minimal level enabling us to maximise the transfer of funds to its Ugandan beneficiaries. We recognise the need for strong governance and have demonstrated the impact that Trustees' visits to Uganda can have.

Risk Management

The Trustees have regularly reviewed the risks to which the Charity is exposed and, focusing on the Charity Commission's Risk Assessment Cycle, have implemented a risk management strategy that comprises these steps:

- Identify, assess and prioritise risk and gain an understanding of how risks might present themselves. For each risk identified, there are actions agreed by the Trustees to manage or mitigate its effects.
- Design systems and procedures to mitigate or manage the identified risk.
- Implement procedures within the organisation, seek out and take advantage of training to support the Charity, offer guidance to the organisation's partners and beneficiaries to manage the risk.
- Monitor and review performance, taking on board lessons learned.

Certain risks are inevitable, because of the nature of the activities we engage in, and their location in Uganda. We manage these risks as best we can, for example by the implementation and operation of rigorous systems of safeguarding, and of financial accounting and reporting. Some of the main risks we work with relate to our principal beneficiary - MPCCF, in Uganda. At the beginning of 2010, the Charity entered into a Memorandum of Understanding ('MoU') with MPCCF, governing our working relationship, and providing for accounting, reporting, and other essential matters. The MoU codified and built on the "TAP" principles that had applied since the start of the relationship, that is, the principles of Transparency, Accountability, and Participation (i.e. active participation by all parts of MPCCF, not just senior management). Pursuant to the MoU, the Charity's relationship with MPCCF is itself subject to regular review. Trustees make regular visits to MPCCF for the purpose (among others) of monitoring MPCCF's activities; in-between these visits, the Charity is in frequent contact with MPCCF, to obtain additional information and explanation as required, supplementing the regular reports.

Certain risks relate to the size and structure of the beneficiary organisation, and its need to become more self-sufficient. To help manage the available resources, and to mitigate such risks, we aim to recruit a Chief Operating Officer to MPCCF to strengthen its management, and help oversee development. This plan has been agreed in principle by the Boards of both PoACC and MPCCF. It is envisaged that the COO would be a suitably qualified volunteer with relevant experience in the UK.

Statement of the Charity's Reserves Policy

Because the Charity does not generally incur liabilities and endeavours to donate nearly all its funds to its beneficiaries in Uganda, the level of unrestricted reserves is kept to a minimum consistent with a fairly even distribution throughout the year.

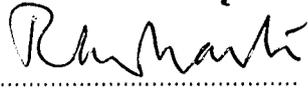
Some restricted fund reserves are held by the UK charity for projects for which insufficient funds have thus far been raised.

Pearl of Africa Child Care Ltd
Trustees' Report

Small company provisions

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

Approved by the Board on 19 November 2013 and signed on its behalf by:



R G Whaite
Trustee

Independent Examiner's Report to the Trustees of Pearl of Africa Child Care Ltd

I report on the accounts of the company for the year ended 28 February 2013, which are set out on pages 17 to 24.

Respective responsibilities of trustees and examiner

The Trustees (who are also the directors of the company for the purposes of company law) 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.

Having satisfied myself that the Charity is not subject to audit under company law and is eligible for independent examination, 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 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 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 Report to the Trustees of
Pearl of Africa Child Care Ltd**

..... continued

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 386 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

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.


.....
W J GOULD
Rickard Keen LLP

19 November 2013

Chartered Accountants
7-11 Nelson Street
Southend-on-Sea
Essex
SS1 1EH

Pearl of Africa Child Care Ltd

**Statement of Financial Activities (including Income and Expenditure Account)
for the Year Ended 28 February 2013**

| | Unrestricted Funds | Restricted Funds | Total Funds 2013 | Total Funds 2012 | |
|---|-----------------------|----------------------|---------------------|----------------------|-----------------------|
| Note | £ | £ | £ | £ | |
| Incoming resources | | | | | |
| Incoming resources from generated funds | | | | | |
| Voluntary income | 2 | 71,664 | 13,193 | 84,857 | 99,222 |
| Activities for generating funds | 3 | 97,151 | - | 97,151 | 150,700 |
| Other incoming resources | 4 | 267 | - | 267 | 2,616 |
| Total incoming resources | | <u>169,082</u> | <u>13,193</u> | <u>182,275</u> | <u>252,538</u> |
| Resources expended | | | | | |
| Costs of generating funds | | | | | |
| Costs of generating voluntary income | 5 | 2,855 | - | 2,855 | 6,853 |
| Fundraising trading: cost of goods sold and other costs | 5 | 37,813 | - | 37,813 | 51,669 |
| Charitable activities | 5 | 145,734 | 12,559 | 158,293 | 173,370 |
| Governance costs | 5 | 241 | - | 241 | 251 |
| Total resources expended | | <u>186,643</u> | <u>12,559</u> | <u>199,202</u> | <u>232,143</u> |
| Net (expenditure)/income before transfers | | (17,561) | 634 | (16,927) | 20,395 |
| Transfers | | | | | |
| Gross transfers between funds | | (977) | 977 | - | - |
| Net movements in funds | | (18,538) | 1,611 | (16,927) | 20,395 |
| Reconciliation of funds | | | | | |
| Total funds brought forward | | <u>102,643</u> | <u>3,412</u> | <u>106,055</u> | <u>85,660</u> |
| Total funds carried forward | | <u><u>84,105</u></u> | <u><u>5,023</u></u> | <u><u>89,128</u></u> | <u><u>106,055</u></u> |

The notes on pages 19 to 24 form an integral part of these financial statements.

Pearl of Africa Child Care Ltd (Registration number: 05717237)

Balance Sheet as at 28 February 2013

| | | 2013 | | 2012 | |
|------------------------------------|------|---------------|----------------------|---------------|-----------------------|
| | Note | £ | £ | £ | £ |
| Current assets | | | | | |
| Debtors | 8 | 15,517 | | 20,169 | |
| Cash at bank and in hand | | <u>73,611</u> | | <u>85,886</u> | |
| | | | <u>89,128</u> | | <u>106,055</u> |
| Net assets | | | <u><u>89,128</u></u> | | <u><u>106,055</u></u> |
| The funds of the charity: | | | | | |
| Restricted funds in surplus | | | 5,023 | | 3,412 |
| Unrestricted funds | | | | | |
| Unrestricted income funds | | | <u>84,105</u> | | <u>102,643</u> |
| Total charity funds | | | <u><u>89,128</u></u> | | <u><u>106,055</u></u> |

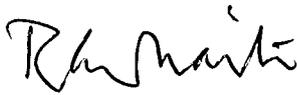
For the financial year ended 28 February 2013, the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board on 19 November 2013 and signed on its behalf by:



.....
R G Whaite
Trustee

The notes on pages 19 to 24 form an integral part of these financial statements.

Pearl of Africa Child Care Ltd

Notes to the Financial Statements for the Year Ended 28 February 2013

1 Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities (SORP 2005)', issued in March 2005, the Financial Reporting Standard for Smaller Entities (effective April 2008) and the Companies Act 2006.

Fund accounting policy

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Restricted funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Further details of each fund are disclosed in note 11.

Incoming resources

Donations are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

Incoming resources from tax reclaims are included in the statement of financial activities at the same time as the gift to which they relate.

Income derived from events is recognised as earned (that is, as the related goods or services are provided).

Resources expended

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs

Governance costs include costs of the preparation and examination of the statutory accounts, the costs of trustee meetings and the cost of any legal advice to trustees on governance or constitutional matters.

Pearl of Africa Child Care Ltd

Notes to the Financial Statements for the Year Ended 28 February 2013

..... continued

2 Voluntary income

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2013 £ | Total Funds 2012 £ |
|-------------------------------|----------------------------|--------------------------|--------------------------|--------------------------|
| Donations and legacies | | | | |
| Donations and gifts | 55,210 | 8,197 | 63,407 | 75,538 |
| Appeals and donations | 180 | 4,996 | 5,176 | 3,495 |
| Gift Aid tax reclaimed | 16,014 | - | 16,014 | 20,169 |
| Subscriptions | 260 | - | 260 | 20 |
| | <u>71,664</u> | <u>13,193</u> | <u>84,857</u> | <u>99,222</u> |

3 Activities for generating funds

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2013 £ | Total Funds 2012 £ |
|--------------------|----------------------------|--------------------------|--------------------------|--------------------------|
| Choir tours | | | | |
| Collections | 68,820 | - | 68,820 | 109,002 |
| Sale of crafts | 28,331 | - | 28,331 | 41,698 |
| | <u>97,151</u> | <u>-</u> | <u>97,151</u> | <u>150,700</u> |

4 Other incoming resources

| | Unrestricted Funds £ | Restricted Funds £ | Total Funds 2013 £ | Total Funds 2012 £ |
|---------------------|----------------------------|--------------------------|--------------------------|--------------------------|
| Other income | | | | |
| Other income | 267 | - | 267 | 2,616 |
| | <u>267</u> | <u>-</u> | <u>267</u> | <u>2,616</u> |

Pearl of Africa Child Care Ltd

Notes to the Financial Statements for the Year Ended 28 February 2013

..... continued

5 Total resources expended

| | Donations and legacies | Choir tours | Uganda | Governance | Total |
|---------------------|---------------------------|---------------|----------------|------------|----------------|
| | £ | £ | £ | £ | £ |
| Direct costs | | | | | |
| Craft materials | - | 13,399 | - | - | 13,399 |
| Transport | - | 21,110 | - | - | 21,110 |
| Sundry costs | 2,855 | 1,666 | - | - | 4,521 |
| Insurance | - | 445 | - | - | 445 |
| Safeguarding costs | - | 1,193 | - | - | 1,193 |
| MPCCF | - | - | 145,734 | - | 145,734 |
| Kamuzinda | - | - | 8,078 | - | 8,078 |
| Special projects | - | - | 1,245 | - | 1,245 |
| Kibuye | - | - | 3,236 | - | 3,236 |
| Bank charges | - | - | - | 241 | 241 |
| | <u>2,855</u> | <u>37,813</u> | <u>158,293</u> | <u>241</u> | <u>199,202</u> |

6 Trustees' remuneration and expenses

No Trustees received any remuneration and the Trustees paid for their own expenses during the year.

7 Taxation

The company is a registered charity and is, therefore, exempt from taxation.

Pearl of Africa Child Care Ltd

Notes to the Financial Statements for the Year Ended 28 February 2013

..... continued

8 Debtors

| | 2013 £ | 2012 £ |
|---------------|---------------|---------------|
| Other debtors | <u>15,517</u> | <u>20,169</u> |

9 Members' liability

The charity is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

Pearl of Africa Child Care Ltd

Notes to the Financial Statements for the Year Ended 28 February 2013

..... continued

10 Related parties

Controlling entity

The charity is controlled by the trustees who are all directors of the company.

Related party transactions

During the year Trustees, who are also Directors of the Charity made the following donations to the Charity:

L W Baker £45
S A Rowland £45
C Blyth £220
C G Paxman £590

11 Analysis of funds

| | At 1 March 2012 | Incoming resources | Resources expended | Transfers | At 28 February 2013 |
|--------------------------|--------------------|-----------------------|-----------------------|------------|---------------------------|
| | £ | £ | £ | £ | £ |
| General Funds | | | | | |
| Unrestricted income fund | 102,643 | 169,082 | (186,643) | (977) | 84,105 |
| Restricted Funds | | | | | |
| Maize Mill Fund | 2,428 | - | - | - | 2,428 |
| Wheeling Feeding | - | 100 | - | - | 100 |
| Kamuzinda Clinic | 324 | 4,010 | (4,043) | - | 291 |
| Kamuzinda Feeding | 660 | 4,996 | (4,035) | - | 1,621 |
| Special Projects | - | 1,828 | (1,245) | - | 583 |
| Kibuye Feeding Programme | - | 2,259 | (3,236) | 977 | - |
| | <u>3,412</u> | <u>13,193</u> | <u>(12,559)</u> | <u>977</u> | <u>5,023</u> |
| | <u>106,055</u> | <u>182,275</u> | <u>(199,202)</u> | <u>-</u> | <u>89,128</u> |

Pearl of Africa Child Care Ltd

Notes to the Financial Statements for the Year Ended 28 February 2013

..... continued

12 Net assets by fund

| | Unrestricted Funds | Restricted Funds | Total Funds 2013 | Total Funds 2012 |
|----------------|-----------------------|---------------------|---------------------|---------------------|
| | £ | £ | £ | £ |
| Current assets | <u>85,082</u> | <u>4,046</u> | <u>89,128</u> | <u>106,055</u> |
| Net assets | <u>85,082</u> | <u>4,046</u> | <u>89,128</u> | <u>106,055</u> |