

AKAMBA AID FUND

REPORT AND ACCOUNTS

For the year ended

31 JULY 2007

REGISTERED CHARITY NUMBER 1083554

CHALMERS & CO (SW) LIMITED

Chartered Accountants
Trading as Chalmers & Co.
6 The Linen Yard
South Street
Crewkerne
Somerset
TA18 8AB

AKAMBA AID FUND
ACCOUNTS FOR THE YEAR ENDED
31 JULY 2007

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AKAMBA AID FUND

OFFICERS AND PROFESSIONAL ADVISERS

Board of Trustees

Denis Michael Cannon (Chairman)
Colin Charles Martin
Tony Perry
Dr James Buckle
Rosie Crane

Secretary of the Trustees

Denis Michael Cannon

Charity Address

Broadshard
Great Street
Norton sub Hamdon
Stoke sub Hamdon
Somerset

Bankers

HSBC Bank plc
1 Middle Street
Yeovil
Somerset

Kenya Commercial Bank Limited
Nairobi

Independent Examiner

Dale Nicholas Parsons FCA
Chalmers & Co (SW) Limited
6 The Linen Yard
South Street
Crewkerne
Somerset

AKAMBA AID FUND
TRUSTEES REPORT FOR THE YEAR ENDED 31 JULY 2007

LEGAL STATUS

The Akamba Aid Fund is an independent charitable trust, registered number 1083554. The charity was set up under a trust deed dated 21 October 2000 and registered with the Charity Commission on 20 November 2000. Charitable status for tax purposes was granted by the Inland Revenue under reference XR48510 with effect from 21 October 2000.

CHARITABLE OBJECTIVES

The main objective of the charity continues to be the relief of poverty, sickness and distress, and the advancement of education, in the Mwingi region of Eastern Kenya.

REVIEW OF ACTIVITIES AND ACHIEVEMENTS

Total income to the charity increased considerably during the year, mainly by increased individual donations and grants from various bodies. Regular monthly giving and fundraising activities remained fairly constant, giving a total income of £68,085. These funds have enabled the trustees to carry out many more projects in Kenya to meet the charity's main aims and objectives.

- **Education** – Support of many poor pupils in primary schools by providing uniforms, text books and writing materials has continued, including financial support to four families of orphans enabling them to return to school. During the year twelve students were sponsored at secondary schools, two at Polytechnic Colleges and five on university courses. The charity was able to commence a building programme to provide more classrooms in the primary schools of the area and during the year six new classrooms and a book store were completed. These will provide the students of three schools with much better facilities than before. Repairs and improvements were carried out at a fourth school. Much of the funding for this project is from grants received from Cambridge University S.A.F.E. committees.
- **Health** – The charity was able this year from specific grants received to construct and equip a rural clinic at Kairungu which was completed and opened July 2007. Material support to Gai and Katakani clinics continued. The subsidised health care scheme “Harambee” continues to support needy families. This scheme also gives 100% subsidies for HIV+ patients on a limited scale. During the year, the charity was able to link with two international charities to provide 3,700 treated anti-mosquito nets free to every family in two sub-locations of the area. The effect this has on the prevalence of Malaria is now being researched.
- **Food** – Thankfully due to rains which provided better harvests this year, it was not necessary to continue special food deliveries, although we continued to monitor about 50 families who due to extreme poverty are at special risk.
- **Orphans** – Four families of orphan children are now being regularly supported with food, education, health and other needs. In several others cases the children's welfare is regularly monitored and assistance given when needed.
- **Needs Assessment.** On every trip to the area, the trustees together with the local chiefs and organisations carry out studies to evaluate the success of past projects and assess future needs.

AKAMBA AID FUND
TRUSTEES REPORT FOR THE YEAR ENDED 31 JULY 2007

ORGANISATION OF CHARITY

The charity is controlled by trustees who manage the finances and determine the policies of the charity. The trustees for the year were Denis Michael Cannon (Chairman), Colin Charles Martin, Rosie Crane, Tony Perry, and Dr James Buckle. The trustees meet as often as is necessary to run the charity. None of the trustees receive any financial remuneration.

FUTURE DEVELOPMENTS

The charity has the following plans for the future:-

- To continue supporting the poorest families of the area in famine relief, healthcare and education.
- To extend the availability of the health card scheme to more needy families, as funding allows.
- To continue the building programme for school classrooms in line with available funding.
- To give support to community self-help groups.
- To investigate how we can help encourage micro enterprise in an effort to generate small scale employment.
- To investigate how we can help more of the HIV/AIDS sufferers.

The trustees' feel that the present financial position of the charity, together with the steady growth in regular income, is satisfactory for its future plans.

CHARITIES ACCOUNTS

The charity's accounts attached to this report have been prepared in line with current statutory requirements, the charity's governing document and Statement of Recommended Practice, Accounting by Charities.

On behalf of the Trustees



Denis Michael Cannon

Dated 3 September 2008

AKAMBA AID FUND

INDEPENDENT EXAMINERS REPORT FOR THE YEAR ENDED 31 JULY 2007

I report on the accounts of The Akamba Aid Fund for the year ended 31 July 2007 which are set out on pages 5 to 8.

Respective responsibilities of trustees and examiner

As the charity's trustees you are responsible for the preparation of the accounts; you consider that the audit requirement of section 43(2) of the Charities Act 1993 (the Act) does not apply. It is my responsibility to state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under section 43(7)(b) of the Act, 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 Commissioners. 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 of 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 I do not express an audit opinion on the view given by the accounts.

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 41 of the Act; and
 - to prepare accounts which accord with the accounting records and to comply with the requirements of the Acthave 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.

DN Parsons FCA
Chalmers & Co (SW) Limited
6, The Linen Yard
South Street
Crewkerne
Somerset
TA18 8AB

3 September 2008

AKAMBA AID FUND

RECEIPTS AND PAYMENTS ACCOUNT SUMMARY
FOR THE YEAR ENDED 31 JULY 2007

			2007	2006
	Restricted	Unrestricted	£	£
RECEIPTS				
<u>Gross Income</u>				
Donations	19,075	24,102	43,177	37,286
Grants received	4,000	12,750	16,750	2,300
Investment income				
Interest received	-	292	292	160
Tax recovered from Gift Aid	3,059	4,807	7,866	4,483
Income from Fund-Raising	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,498</u>
 Total Receipts	 <u>26,134</u>	 <u>41,951</u>	 <u>68,085</u>	 <u>45,727</u>
 PAYMENTS				
Payments on charitable objectives	15,231	38,157	53,388	33,486
Expenses of meeting charitable objectives	3,804	4,481	8,285	5,562
Staff costs	150	1,008	1,158	883
Administration costs	299	501	800	549
Bank charges	231	539	770	751
Fund raising & publicity costs	187	313	500	570
Donations made to WFAW	<u>-</u>	<u>480</u>	<u>480</u>	<u>-</u>
 Total payments	 <u>19,902</u>	 <u>45,479</u>	 <u>65,381</u>	 <u>41,801</u>
 Surplus/(deficiency) of receipts over payments for the year	 6,232	 (3,528)	 2,704	 3,926
 Exchange rate difference	 <u>-</u>	 <u>(87)</u>	 <u>(87)</u>	 <u>(241)</u>
 Surplus/(deficiency) retained for the year	 6,232	 (3,615)	 2,617	 3,685
Transfer between funds	95	(95)	-	-
 Surplus brought forward	 <u>3,399</u>	 <u>6,501</u>	 <u>9,900</u>	 <u>6,215</u>
 Surplus/(deficiency) carried forward	 <u>9,726</u>	 <u>2,791</u>	 <u>12,517</u>	 <u>9,900</u>

Notes

Included within the unrestricted fund surplus carried forward are amounts totalling £8,717 (2006: £4,117) which are designated funds.

AKAMBA AID FUND

STATEMENT OF ASSETS AND LIABILITIES
AT 31 JULY 2007

	Restricted Unrestricted		2007	2006
			£	£
<u>ASSETS</u>				
Balance held at bank and in hand				
HSBC Bank plc				
Sterling account	9,726	299	10,025	6,408
Kenya Commercial Bank Limited				
Savings Accounts				
(translated at Ksh 130 : £1)	-	2,086	2,086	2,616
Cash in hand				
Held by Kenyan representative	-	406	406	876
	<u>9,726</u>	<u>2,791</u>	<u>12,517</u>	<u>9,900</u>

During the year the charity received some donations under the Gift Aid Scheme. At 31 July 2007 tax amounting to £2,456 (2006: £2,622) was due to be reclaimed from HM Revenue and Customs.



Denis Michael Cannon
Trustee

3 September 2008

AKAMBA AID FUND

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2007

1. ACCOUNTING POLICIES

Basis of Accounting

The accounts have been prepared on a receipts and payments basis in accordance with Statement of Recommended Practice, Accounting by Charities and comply with the requirements of the Charities Act 1993.

Foreign Currency Translation

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the year end date. Transactions in foreign currencies are translated into sterling at a rate of exchange set for the year. Exchange differences are taken into account in arriving at the surplus of receipts over payments in the year.

2. TRUSTEES REMUNERATION AND EXPENSES

No remuneration was paid to the trustees in the year. Any expenses have been reimbursed to the trustees at cost.

3. EMPLOYEES

The charity employs a part-time administrator in Kenya.

	2007	2006
	£	£
Total gross salaries and wages paid during the year	<u>646</u>	<u>677</u>

No employees earned remuneration of more than £50,000 during the year.

4. RESTRICTED FUNDS

Movements in restricted funds are shown in Appendix III.

Restricted Funds comprise: -

Akamba Health Fund

Funds have arisen from donations and grants and are restricted for use in the refurbishing and equipping of Gai Clinic. The fund has cash resources of £9,726 available as at 31 July 2007 (2006: £3,399).

Scott Theological College

Donations are received from three churches for the education of a trainee priest at Scott Theological College. Any additional funds required over and above the donations received are provided from General Funds.

AKAMBA AID FUND

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2007

5. DESIGNATED FUNDS

Movements in designated funds are shown in Appendix IV.

The following designated funds are held within general unrestricted funds: -

Harambee Project

Funds have arisen from donations and are designated for use in the subsidised healthcare scheme for the poor, by the purchase and issue of health cards. Cash funds of £3,787 are available as at 31 July 2007 (2006: £4,117).

Emergency Aid Fund

A transfer of 5% of gross income is made at the end of each financial year from the General Fund, Akamba Health Fund and Harambee Project Fund into an Emergency Aid Fund. The purpose of this fund is to provide emergency aid as and when a need arises, at the discretion of the trustees. Cash funds of £2,816 are available as at 31 July 2007 (2006: £Nil).

Kairungu Clinic

A grant of £11,000 was received during the year towards the cost of constructing a new clinic at Kairungu. Cash funds of £2,114 are available as at 31 July 2007.

AKAMBA AID FUND

GENERAL FUND RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 31 JULY 2007

RECEIPTS	£	£	PAYMENTS	£	£
	<u>Restricted</u>	<u>Unrestricted</u>		<u>Restricted</u>	<u>Unrestricted</u>
Income from regular donations	250.00	7,605.00	Funds transferred to Kenya Bank	0.00	29,914.78
Income from other donations	18,825.30	16,497.30	Kenyan Supplies paid direct from UK	13,831.66	9,965.38
Gift Aid tax recovered	3,058.93	4,807.42	Mission expenses	3,804.26	3,942.00
Interest on HSBC account	0.00	286.19	Payments to meet charitable objectives	0.00	539.00
Grants received	4,000.00	12,750.00	Donations to WFAW	0.00	480.00
			Bank charges and interest	231.00	455.00
			Printing, postage & stationery	0.00	0.00
			Website costs	0.00	0.00
			Trustee expenses	299.04	500.96
			Fund-raising expenses	9.35	15.65
			Computer Equipment purchased	177.55	297.45
Transfer from restricted funds	0.00	2,818.12	Transfer to unrestricted funds	2,818.12	0.00
Transfer from unrestricted funds	1,363.40	0.00	Transfer to restricted funds	0.00	1,363.40
	<u>27,497.63</u>	<u>44,764.03</u>		<u>21,170.98</u>	<u>47,473.62</u>
Opening balance held at HSBC	3,399.35	3,009.23		0.00	0.00
	0.00	0.00	Closing balance held at HSBC	9,726.00	299.64
	<u><u>30,896.98</u></u>	<u><u>47,773.26</u></u>		<u><u>30,896.98</u></u>	<u><u>47,773.26</u></u>

Notes

Included within unrestricted funds are three designated funds, the Harambee Project, Kairungu Clinic and an Emergency Aid Fund. Movements in these funds are shown in Appendix IV.

AKAMBA AID FUND

**FIELD FUND RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 31 JULY 2007**

RECEIPTS	Ksh	£		PAYMENTS	Ksh	£	
		<u>Restricted</u>	<u>Unrestricted</u>			<u>Restricted</u>	<u>Unrestricted</u>
Transfers from HSBC	3,961,675.20	0.00	29,914.78	Scott Theological College	0.00	0.00	0.00
Interest received	734.50	0.00	5.52	Akamba Health Fund	186,120.00	1,399.40	0.00
				Harambee Project	102,167.00	0.00	768.17
				Health	168,280.00	0.00	1,265.26
				Famine relief	632,869.00	0.00	4,758.41
				Education	333,733.00	0.00	2,509.27
				School Building Projects	1,307,971.00	0.00	9,834.37
				Kairungu Clinic	834,521.00	0.00	6,274.59
				Commercial works	284,880.00	0.00	2,141.95
				Wages - Kenyan Rep	86,000.00	150.37	496.25
				Miscellaneous	85,045.00	0.00	639.44
				Administration	68,056.00	0.00	511.70
				Bank charges and commission	11,160.00	0.00	83.91
Transfer from unrestricted funds	0.00	1,549.77	0.00	Transfer to restricted funds	0.00	0.00	1,549.77
	<u>3,962,409.70</u>	<u>1,549.77</u>	<u>29,920.30</u>		<u>4,100,802.00</u>	<u>1,549.77</u>	<u>30,833.09</u>
Opening cash in hand	116,424.00		875.37	Closing cash in hand	52,802.00	0.00	406.17
Opening balance held at Kenya Bank	347,972.10		2,616.33	Closing balance held at Kenya Bank	273,201.80	0.00	2,085.51
	<u>4,426,805.80</u>	<u>1,549.77</u>	<u>33,412.00</u>		<u>4,426,805.80</u>	<u>1,549.77</u>	<u>33,324.77</u>
		0.00	0.00	Exchange difference		0.00	87.23
	<u><u>4,426,805.80</u></u>	<u><u>1,549.77</u></u>	<u><u>33,412.00</u></u>		<u><u>4,426,805.80</u></u>	<u><u>1,549.77</u></u>	<u><u>33,412.00</u></u>
Exchange rate	During year		133.00				
	Year end		130.00				

AKAMBA AID FUND

RESTRICTED FUND RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 31 JULY 2007

RECEIPTS	£		PAYMENTS	£	
	<u>Scott College</u>	<u>Akamba Health</u>		<u>Scott College</u>	<u>Akamba Health</u>
Income from regular donations	0.00	250.00	Field Fund payments in Kenya	0.00	1,399.40
Income from other donations	767.32	18,057.98	Kenyan Supplies paid direct from UK	2,046.72	11,784.94
Grants received	0.00	4,000.00	Mission expenses	0.00	3,804.26
Gift Aid tax recovered	0.00	3,058.93	Payments to meet charitable objectives	0.00	0.00
Transfer from General Fund	1,363.40	0.00	Bank charges	84.00	147.00
			Trustee expenses	0.00	299.04
			Wages - Kenyan Rep	0.00	150.37
			Fund-raising expenses	0.00	9.35
			Computer equipment purchased	0.00	177.55
			Transfer to designated funds	0.00	1,268.35
	2,130.72	25,366.91		2,130.72	19,040.26
Opening balances	0.00	3,399.35		0.00	0.00
	0.00	0.00	Closing balances	0.00	9,726.00
	2,130.72	28,766.26		2,130.72	28,766.26

AKAMBA AID FUND

**DESIGNATED FUND RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 31 JULY 2007**

RECEIPTS	£			PAYMENTS	£		
	<u>Emergency Aid</u>	<u>Harambee</u>	<u>Kairungu Clinic</u>		<u>Emergency Aid</u>	<u>Harambee</u>	<u>Kairungu Clinic</u>
Income from regular donations	0.00	2,117.00	0.00	Field Fund payments in Kenya	0.00	768.17	6,274.59
Income from non-regular donation:	0.00	467.00	0.00	Kenyan Supplies paid direct from UK	0.00	1,839.28	2,600.00
Gift Aid tax recovered	0.00	96.18	0.00	Mission Expenses	0.00	100.00	0.00
Grants received	0.00	0.00	11,000.00	Administration	0.00	75.19	0.00
Transfer from General Fund	1,413.29	0.00	0.00	Bank charges	0.00	42.00	11.00
Transfer from Restricted Funds	1,268.35	0.00	0.00	Trustee expenses	0.00	31.60	0.00
Transfer from Designated Funds	134.00	0.00	0.00	Fund-raising expenses	0.00	1.00	0.00
				Computer equipment purchased	0.00	18.76	0.00
				Transfer to Designated funds	0.00	134.00	0.00
	<hr/>	<hr/>	<hr/>		<hr/>	<hr/>	<hr/>
	2,815.64	2,680.18	11,000.00		0.00	3,010.00	8,885.59
Opening balances	0.00	4,116.70	0.00				
	0.00	0.00	0.00	Closing Balances	2,815.64	3,786.88	2,114.41
	<hr/>	<hr/>	<hr/>		<hr/>	<hr/>	<hr/>
	2,815.64	6,796.88	11,000.00		2,815.64	6,796.88	11,000.00

Notes

A transfer of 5% of gross income is made each year from the General Fund, Akamba Health Fund and Harambee Project to an Emergency Aid Fund, the purpose of which is to provide emergency aid as the need arises, at the discretion of the trustees.