

THE SANATA CHARITABLE TRUST

Company Registration Number:

06999163

(England and Wales)

Registered Charity Number

1132766

**Trustees' Report and Unaudited Financial Statements
For the Sixteen Months Ended 31 December 2015**

The Sanata Charitable Trust

Legal and administrative information

Trustees

C Conway
G Davies
G W Leech
V Elliston
S Dowdall (Appointed 18 February 2015)
M Sowerby (Appointed 1 June 2015)
C H Scott (Appointed 24 February 2016)
G Bell (Appointed 24 February 2016)

Chairman

C Conway

Charity number

1132766

Company number

06999163

Registered Office

58 Trinity Street
Belle Vue
Shrewsbury
Shropshire
SY3 7PQ

Accountant

Dyke Yaxley Limited
1 Brassey Road
Old Potts Way
Shrewsbury
Shropshire
SY3 7FA

The Sanata Charitable Trust

Trustees' Annual Report for the Sixteen Months Ended 31 December 2015

Trustees:

The trustees, who are also directors for the purpose of company law, and who served during the year were:

FE Maidment	Chairman (Retired as chairman 23 July 2015 and resigned 15 March 2016)
C Conway	Vice Chairman (Appointed as Chairman 23 July 2015)
G Davies	
M Thomas	(Resigned 1 January 2015)
G W Leech	
S C Barker	(Resigned 11 July 2016)
V Elliston	
S Dowdall	(Appointed 18 February 2015)
M Sowerby	(Appointed 1 June 2015)
C H Scott	(Appointed 24 February 2016)
G Bell	(Appointed 24 February 2016)

New Trustees may be nominated by any trustee and elected by all trustees

Structure, Governance and Management

The charity is constituted as a company limited by guarantee and is governed by its Memorandum and articles of Association.

For the purposes of improving the governance of the activities of the charity, the UK Trust has become increasingly involved in supervising its operations in Kenya, and is in the process of taking over the Kenya Trust responsibilities. This necessitates changes to the management structure in Kenya, in the reporting procedures to the UK Trust, and in the frequency of meetings of the UK Trust. The charity obtained the services of a volunteer administrator between October and December, enabling the necessary changes in Kenya to be planned and initiated.

For reasons of governance the trustees wrote to the Charity Commission in November 2015 and received a response in February 2016 stating that the Charity Commission had no reason not to approve the intended actions.

With more Trustees based in the South the Board held both its meetings in London (with one of those attended by the Executive Director of the Sanata project in Kenya). Progress in Kenya is monitored by regular Trustee visits including during this year ones by the Chairman and 3 other trustees. The newly appointed Trustee had lived and worked in Gilgil for a year, and whose family Trust had supported the building of the new Sanata Orphanage (The New Restart).

All money raised by the UK Charity is transferred via Barclays Bank to a dedicated sterling account in the Equity Bank Gilgil Kenya.

Objectives

The charity's objectives are:

- For the relief of sickness and the preservation of good health of young and vulnerable people and the wider community residing in Kenya by providing or assisting in the provision of healthcare projects and facilities, buildings, fixtures, fittings, medical and other equipment and of medical expertise, nursing, training, personnel and other resources;

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Trustees' Annual Report for the Sixteen Months Ended 31 December 2015

- For the advancement of education and vocational training by providing or assisting in the provision of youth centers, rehabilitation centers, youth and community upliftment programs, vocation training centers, residential homes or similar institutions and all necessary support in the interest of the social welfare of such communities with a specific emphasis on the charitable needs of young and vulnerable people to become self-sufficient to generate a sustainable income in the future;
- And for other purposes which are exclusively charitable.

Activities

In planning the charity's activities, the trustees have had regard to the guidance issued by the Charity Commission on Public Benefit.

The main activities in relation to these objects are the raising of funds to support the health, education and general wellbeing of young and vulnerable people in Kenya, overseeing the operation of the Sanata Orphanage, and ensuring proper and accountable use of the funds raised.

Achievements and Performance

The new Restart building has now been occupied for 15 months, and is proving to be an excellent resource. The children are flourishing in their new home, its design has proved to be highly effective, and its location away from the urban area is a safer environment.

The new website (www.restartafrica.org) is now well-established, and the improved structure of the charity incorporates updates on a regular basis.

The UK Charity's main concern has always been the Restart but its original Memorandum and Articles also emphasised a commitment to self-sufficiency and general uplift in the deprived community of Gilgil. Small business enterprises such as craft and design, and the manufacture of briquettes (from waste paper) have been in existence for some time but require financial support. It is pleasing that the improved accounting and management structure has brought them closer to breaking even. In the long term it is intended that these commercial enterprises will contribute significantly to the financing of the Restart.

In terms of income, the Charity has had a satisfactory year but remains very conscious of the challenge of core funding as the costs have increased significantly with the new building allowing the number of children looked after to approximately double. It has always been the Charity's avowed aim to see the Restart children through to a purposeful stage in their lives and this means education as well as basic care. As the children get older, more are attending secondary schools, which are significantly more expensive than primary schools. Achievements and ambitions are considerable – one Restart boy is already at University, and by next September 4 more will be at university, but these things cost and the Trustees have made fund-raising a key part of their responsibility.

In order to align the UK and Kenyan accounts, allowing for tighter financial control, the UK trust has changed its accounting period to end on 31 December from 2015 onwards.

Reserves policy

The charity has applied all its net income for the benefit of the Restart in Kenya, in accordance with its objectives. The reserves policy is to continue to build funds for this purpose.

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Trustees' Annual Report
for the Sixteen Months Ended 31 December 2015

Financial Review

The financial accounts for the sixteen months ended 31 December 2015 have been prepared and approved by the Trustees.

The period ended 31 December 2015 has shown a substantial increase in the unrestricted funds raised. Income in the year ended 31 August 2014 was higher based on specific donations for the Restart new build and related projects. As the operating costs of the Restart increase the trustees focus is on ensuring the funding available to meet those costs.

Sources of funds include fundraising events, standing orders, single donations, either on-line or by post, and donations from family charities.

Risk Management

The trustees have considered the major risks to which the charity may become exposed and, following an external review by an independent firm of chartered accountants, have further reviewed those risks and are establishing systems and procedures to manage these and to be able to deal with any unforeseen eventualities that may occur in the future..

The Trustees' report has been approved by the Board of Trustees and is signed on their behalf by:



CW Conway
Chairman

Date: 15 September 2016

Independent Examiner's Report to The Trustees of The Sanata Charitable Trust

I report to you on the accounts for the sixteen months ended 31 December 2015 set out on pages 4 to 9.

RESPECTIVE RESPONSIBILITIES OF THE 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 Act) and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the ICAEW.

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 Act;
- Follow the procedures laid down in the general directions given by the Charity Commission under section 145 (5) (b) of the Act; and
- State whether particular matters have come to my attention.

BASIS OF THE 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 these records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

INDEPENDENT EXAMINER'S STATEMENT

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that in 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.



**MRS C H THOMAS FCA
DYKE YAXLEY LIMITED
CHARTERED ACCOUNTANTS**

15 September 2016

**1 BRASSEY ROAD
OLD POTTS WAY
SHREWSBURY**

The Sanata Charitable Trust

Statement of Financial Activities For the Sixteen Months Ended 31 December 2015

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2015 £	Total 2014 £
INCOMING RESOURCES					
Voluntary income	1	183,788	60,550	244,338	252,540
Gift Aid	2	11,315	-	11,315	5,960
Total incoming resources		195,103	60,550	255,653	258,500
RESOURCES EXPENDED					
Charitable activities					
Kenyan Restart Centre	3	180,182	65,000	245,182	283,930
Support costs	4	12,715	-	12,715	2,052
Governance costs	5	390	-	390	373
Total resources expended		193,287	65,000	258,287	286,355
NET INCOMING/(OUTGOING) RESOURCES		1,816	(4,450)	(2,634)	(27,855)
Total funds brought forward		58,516	4,725	63,241	91,096
TOTAL FUNDS CARRIED FORWARD		60,332	275	60,607	63,241

The Sanata Charitable Trust

Balance Sheet As at 31st December 2015

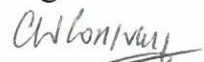
	Note	2015 £	2014 £
Current assets			
Debtors& Prepayments	6	11,315	6,985
Cash at bank		<u>51,842</u>	<u>56,256</u>
Total current assets:		63,157	63,241
Creditors			
Creditors: amounts falling due within one year:	7	2,550	-
Total assets less current liabilities:		<u>60,607</u>	<u>63,241</u>
FUNDS			
Unrestricted funds		60,332	58,516
Restricted		275	4,725
Total		<u>60,607</u>	<u>63,241</u>

For the Sixteen Months ending 31st December 2015 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies. The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

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 in accordance with the Financial Reporting Standard for Smaller Entities (effective 2008).

The financial statements were approved by the Board of Directors on 15 September 2016

Signed on behalf of the board by:



CW Conway
Trustee

The Sanata Charitable Trust

Notes to the Financial Statements for the Sixteen Months Ended 31 December 2015

ACCOUNTING POLICIES

Basis of preparing the financial statements:

The financial statements have been prepared in accordance with the requirements of the Charities Act 2011, the Statement of Recommended Practice, Accounting and Reporting by Charities (SORP) issued in March 2005, applicable accounting standards and the Companies Act 2006.

Taxation

As a charity, The Sanata Charitable Trust is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes. Designated funds are unrestricted funds allocated by the Board of Trustees for particular purposes. Funds which have been applied for and received for a particular purpose are considered to be designated and are therefore treated as unrestricted within the meaning of the regulations.

Restricted funds are subject to restriction on their expenditure imposed by the donor, or by the terms of the appeal as specified by the charity. The aim and use of each restricted fund is set out in the notes to the financial statements. The cost of raising and administering such funds are charged against the specific fund. Any fund which, upon full performance, would require the retrieval by the authority concerned of any surplus is considered to be restricted for the purposes of identification within the accounts.

1. Voluntary donations	2015	2014
	£	£
Unrestricted funds	183,788	78,960
Restricted funds donations specifically for Restart New Build & Business projects	<u>60,550</u>	<u>173,580</u>
	<u>244,338</u>	<u>252,540</u>

The Sanata Charitable Trust

Notes to the Financial Statements for the Sixteen Months Ended 31 December 2015

	2015 £	2014 £
2. Gift Aid	<u>11,315</u>	<u>5,960</u>
3. Charitable activities costs:		
Direct costs of Kenyan Restart Centre	180,182	66,550
Restart New Build	65,000	64,380
New Bus	-	49,000
Business Projects	-	103,000
New Motorbike	-	700
Volunteer Fee	-	300
Total	<u>245,182</u>	<u>283,930</u>
4. Support costs:		
Consultancy	5,099	-
Run to the Beat Costs	600	-
Quiz Costs	4,865	-
Administration Costs	<u>2,151</u>	<u>2,052</u>
	<u>12,715</u>	<u>2,052</u>
5. Governance costs:	<u>390</u>	<u>373</u>
6. Debtors& Prepayments:		
Deposit held for Run to the Beat	-	600
Deposit held for Quiz Evening	-	450
HMRC Gift Aid claimed	<u>11,315</u>	<u>5,935</u>
	<u>11,315</u>	<u>6,985</u>
7. Creditors& Accruals:		
PKF Consulting Fees 2 nd Tranche	<u>2,550</u>	<u>-</u>

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Notes to the Financial Statements for the Sixteen Months Ended 31 December 2015

8. Related Party Disclosures:

The trustees neither received nor waived any emoluments during the year. No trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year.

9. Ultimate Controlling Party:

There is no ultimate controlling party. Control of the organisation is vested in the trustees who hold no beneficial interest in the company.

10. Share Capital:

The company is limited by guarantee and therefore has no share capital.

11. Currency Exchange:

The funds are sent in Sterling to Kenya which are then converted at the prevailing rate into Kenyan shillings.

12. Trustees' remuneration and benefits:

There were no trustees' remuneration or other benefits for the sixteen months ended 31 December 2015.

13. Trustees' expenses:

There were no trustees' expenses paid for the sixteen months ended 31 December 2015.

The Sanata Charitable Trust

Detailed Statement of Financial Activities for the 16 months ended 31 December 2015

INCOMING RESOURCES

Total incoming resources	£255,653
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RESOURCES EXPENDED

Charitable activities

Transfers to Kenya	£245,182
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(This includes £65,000 for Restart Building Costs
along with general running costs of £180,182 detailed below)

Restart Centre Costs

	Kshs	£
Auditors Remuneration	225,812	1,554
Under provision last year	45,162	311
Legal and Professional	206,770	1,423
Insurance	409,644	2,819
Physical Education	564,530	3,885
Telephone Expenses	132,885	914
Bicycle Repairs	5,547	38
Birth Certificates	44,711	308
Boarding & Welfare	1,355,981	9,331
Camping Expenses	184,276	1,268
Casual Wages	75,153	517
Clothing	232,837	1,602
Committals Expenses	37,259	256
Computer Repairs	20,069	138
Electricity	347,703	2,393
Entertainment	139,337	959
Firewood Briquettes	214,447	1,476
Field Trips	10,218	70
Food, Grain, Groceries & Vegetables	1,803,399	12,410
Repairs & Maintenance	1,351,279	9,299
Guarding Services	1,214,360	8,357
Licensces & Permits	15,496	107
Haircuts	5,137	35
Medical	726,291	4,998
Events & Promotions	473,646	3,259
Pest Control & Fumigation	1,411	10
Milk	135,411	932
General	137,499	946
Postage	6,231	43
Rent	75,929	523
School Fees Expenses	3,262,125	22,449
Social Works	352,968	2,429
Staff Salaries	10,302,464	70,898

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Staff Training	532,056	3,661
Staff Uniforms	140,136	964
Printing & Stationery	434,575	2,991
Motor Vehicle Running Costs	349,921	2,408
Travelling and Expenses	578,059	3,978
Subscriptions	25,404	175
Water Bill	6,860	48
	<u>26,182,998</u>	<u>180,182</u>

