

Company No 3642821

Africa Enterprise Trust

Africa Enterprise Trust is an enterprise and education agency
committed to doing good in Central and Southern Africa

Empowerment by Education and Enterprise

STATUTORY ACCOUNTS for year ended 30 September 2002

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(incorporating Income and Expenditure account)

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Registered Office

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LONDON
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A company registered in England number 3642821 and limited by guarantee
Registered Charity No 1075638



TRUSTEES' REPORT

Legal and Administrative Information

Africa Enterprise Trust ("the charity" or "AET") is a registered charity, and is constituted as a company registered in England and limited by guarantee. Its objects and powers are set out in its Memorandum and Articles of Association.

The directors of the company are the charity's trustees. The trustees at 30 September 2002 were:

- o Richard Bartrop
- o David Brown (Company Secretary)
- o Andrew Cumming (Chair)
- o John Maskell

The trustees (acting as the members) are currently effectively responsible for electing further trustees; there must be a minimum of three trustees, with no maximum.

The principal professional advisers include:

- o Solicitor: Roger Snowden of Rutters Solicitors, Shaftesbury, Dorset
- o Banker: Barclays Bank plc, Peterborough Business Centre, Peterborough

Objectives

- o The charity is an agency focused on developing education and enterprise in Africa;
- o AET assists the social, health, economic well-being, spiritual and cultural development of African people by means of training and practical assistance;
- o AET works in partnership with indigenous people, governments, churches and community groups;
- o AET aims to provide help so that African people can develop a self-supporting lifestyle that enables them to help themselves.

TRUSTEES' REPORT (continued)**History**

o The work of the charity started in Zambia in 1996 and a UK trust was registered on 1 October 1998.

o A sister charity in Zambia known as Africa Enterprise Trust Zambia (AETZ) is the vehicle for outworking projects on the ground in Zambia. Whilst AETZ has a majority of Zambian trustees, two AET Ltd trustees (Richard Bartrop and Andrew Cumming) also serve as AETZ trustees).

Activities

This year's activities include:

o *SAY YES scheme* - This Young Enterprise scheme provides educational sponsorship and life support for children in Africa. Supporters pay up to £16 per month to sponsor a child and AET helps with school fees, books, uniforms, travel costs, etc. The scheme has expanded this year.

o *Enterprise Projects* - loans together with business support by trained staff is given to local business men and women to start or grow their business to the point of long term viability.

o *Lusaka Street Kids project* - A plot of land was finally purchased in March 2002, and by September 2002 this had been converted into a home ready to house up to 14 children.

o *Vocational Training* - Courses are run by trainers to provide vocational training for individuals, community groups and start-up businesses.

Organisation

The charity is run by the trustees on an honorary basis with the help of a number of other key supporters, principally in Peterborough, London and Bristol.

Significant resources have been made available to the charity which are not recorded in the accounts, including the time of trustees and other voluntary workers, the use of equipment, etc, such that the charity has been able to achieve far more than the level of income would imply.

Reserves

The charity has an abundance of potential projects to fund over and above the resources currently available and therefore no material reserves are currently being held apart from restricted donations where preliminary work is being carried out prior to applying the funds.

TRUSTEES' REPORT (continued)**Trustees and their Statutory Responsibilities**

The names of the Trustees who have acted during the year are given on Page 1.

Company Law requires the trustees to be responsible for the preparation of accounts for each financial year, which gives a true and fair view of the state of affairs and the results of the charity for that period. In preparing those accounts, the Trustees are required to:

- o select suitable accounting policies and then apply them consistently;
- o make judgments and estimates that are reasonable and prudent;
- o state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts;
- o prepare the accounts on the going-concern basis unless it is inappropriate to presume that the charity will continue in business.

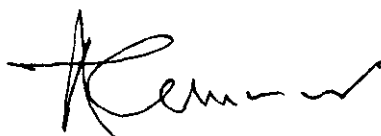
The Trustees are responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the charity and

enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In preparing these accounts, Trustees have sought to follow best practice in accounting by charities, as laid down in the Statement of Recommended Practice (SORP) Accounting by Charities. Any departures and reasons for departures from the SORP are disclosed in the relevant notes to the accounts.

The charity's Memorandum and Articles of Association give the trustees wide ranging powers of investment, including investment in stock, shares and debentures in any part of the world.

Approved by the Trustees



A F M Cumming
26 July 2003

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 SEPTEMBER 2002
(incorporating Income & Expenditure Account)

	Notes	Unrestricted Funds £ (Note 5)	Restricted Funds £ (Note 5)	Total £	2001 £ (Note 5)
Incoming resources					
Donations		2057	28249	30307	45085
Fund Raising Events	3	17482	500	17982	8364
Interest		111	0	111	719
Total incoming resources		19650	28749	48399	54168
Resources expended					
Costs of generating funds		5000	0	5000	5881
Net incoming resources available for charitable application		14650	28749	43399	48287
Charitable Expenditure					
Grants payable	4	11482	22612	34094	18824
Costs of activities in furtherance of objects		5697	9779	15476	60
Managing the charity		616	0	616	100
Total Charitable Expenditure		17796	32390	50186	18984
Total resources expended		22796	32390	55186	24865
Net income/(expenditure) for the year		(3146)	(3641)	(6787)	29303
Gross Transfers between funds	5	0	0	0	0
Total Funds brought forward		7697	30805	38502	9199
Total Funds Carried Forward		4551	27164	31715	38502

The notes on pages 6 to 9 form an integral part of these accounts
as does the audit exemption statement on page 5

BALANCE SHEET AS AT 30 SEPTEMBER 2002

	Notes	Unrestricted Funds £	Restricted Funds £	Total £	2001 £
Fixed Assets					
Training Equipment		2697	0	2697	0
Current Assets					
Prepayments	6	1740	0	1740	0
Debtors	7	419	5565	5984	1244
Cash at Bank and in hand		1545	20000	21545	38259
Total Current Assets		3704	25565	29269	39502
Current Liabilities		(250)	0	(250)	(1000)
Net Current assets		3454	25565	29019	38502
Total Net Assets		6150	25565	31715	38502
Represented by					
Restricted Funds	5				
Lusaka Centre		0	20089	20089	27000
Hope College		0	2874	2874	2874
Say Yes Scheme Bursary Fund		0	1249	1249	931
Say Yes Scheme General		0	329	329	0
Project Manager Support		0	1024	1024	0
Unrestricted Funds					
Designated Children's Home	5	4325	0	4325	4325
General Fund		1825	0	1825	3372
Total Funds		6150	25565	31715	38502

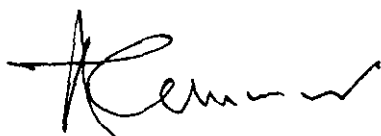
For the year ended 30 September 2001, the company was entitled to exemption under section 249A(1) of the Companies Act 1985. Members have not required the company to obtain an audit in accordance with section 249B(2) of the Companies Act 1985.

The Trustees acknowledge their responsibility for:

- o ensuring the company keeps accounting records which comply with section 221; and
- o preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year, and of its profit and loss for the financial year, in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions in Part VII of the Companies Act 1985 relating to small companies.

Approved by the trustees



A F M Cumming

26 July 2003

The notes on pages 6 to 9 form an integral part of these accounts

NOTES TO THE ACCOUNTS**Note 1 Accounting Policies***Standards*

These accounts have been prepared in accordance with the Financial Reporting Standard for Smaller Entities effective March 2000 (FRSSE) and the Charities SORP (issued October 2000).

Cash donations and gifts

These are included in the Statement of Financial Activities (SOFA) when:

- o the charity is told it is to receive the gift or donation;
- o the Trustees are reasonably certain of the amount to be received;
- o the Trustees are reasonably certain they will receive the money;
- o any conditions for receipt are met.

Cash from fund raising

This is reported gross in the SOFA.

Gift Aid claims

These are included in the SOFA at the same time as the gift to which they relate.

Voluntary help

Voluntary help is not included in the accounts but is described in the Trustees' report.

Investment income

This and any associated tax credits are included in the accounts when due.

Unrestricted Funds

These are donations and other incoming resources receivable without further specified purpose and are available as general funds.

Designated Funds

These are unrestricted funds earmarked by the trustees for specific purposes. See Note 5 for further details.

Restricted Funds

These are funds to be used for a specific purpose as laid down by the donor. Expenditure which meet the criteria is charged to the fund, along with a fair allocation of management and support costs (up to a maximum of 10% of the restricted donation). See Note 5 for further details

Note 2**Trustees**

Trustees do not receive any remuneration for their services. No expenses were reimbursed to trustees for acting as trustees.

A project consultant support fund has been established, with a restricted donation given for this purpose, and during the year £7,138 was paid from this fund to Richard Bartrop (a trustee) to enable him to provide oversight to AET projects in Zambia.

Note 3**Incoming Resources**

AET has an agreement with Aid International who raise funds on our behalf, and £17,232 of the fundraising income shown arose from the agreement.

Note 4 Expenditure

Audit Fees No fee has been paid to an accountant or auditor for the preparation of these accounts.

Grants Total grants of £34094 were made to AET Zambia, as follows:

- Purchasing, renovating and establishing a children's home in Lusaka (£18837)
- overseeing and managing the establishment of a children's home (£3581)
- Running the Say Yes scheme (£6152)
- Running the Enterprise Loan scheme (£2388)
- Providing an effective office base in Lusaka for the various projects (£3135)

Note 5 Funds

The descriptions of the restricted and designated funds are set out below. The table overleaf shows the movements on the funds during the year, with comparative figures for the previous year.

Restricted Funds

Say Yes Sponsorship This fund is for the education and welfare of street kids and orphaned children in Zambia.

Say Yes Bursary This is a bursary fund for the Say Yes Sponsorship scheme to cover emergencies.

Lusaka Centre This fund is for a centre in Lusaka for a children's home and vocational training.

Hope College This fund supports the work of Hope College Zambia, a vocational training college

Vocational Training This fund supports provision of vocational training courses

Zambia Admin This fund supports an office base in Lusaka.

Project Manager Equipment This fund provides equipment for project managers in Zambia.

Project Consultant Support This fund provides support for a project consultant to oversee AET projects in Zambia

Designated Funds

Children's Home The trustees have set aside £6,000 (of which £4,325 remains as yet unspent) to support a children's home in Lusaka

Note 6 Prepayments

The prepayments of £1740 represent grants paid to AET Zambia in respect of periods after the balance sheet date.

Note 7 Debtors

£4762: advances made to support project expenditure during following financial year.

£1244: estimate of the gift aid reclaimable from the Inland Revenue on donations received.

Table to support Note 5 - Movements in Funds

The table below sets out the movements in each fund for the year with comparison for previous financial year, including showing transfers between funds.

	At 30 Sept 2001 Resources	Incoming Resources	Outgoing Resources	Transfers	At 30 Sept 2002
RESTRICTED FUNDS					
Say Yes Bursary	931	317	0	0	1248
Say Yes Sponsorship	0	3922	(3592)	0	330
Lusaka Centre	27000	11469	(18380)	0	20089
Hope College	2874	0	0	0	2874
Vocational Training	0	880	(880)	0	0
Zambia Admin	0	2400	(2400)	0	0
Project Consultant Equipment	0	1600	0	0	1600
Project Consultant Support	0	8161	(7138)	0	1023
Total Restricted Funds	30805	28749	(32390)	0	27164
UNRESTRICTED FUNDS					
Designated Children's Home	4325	0	0	0	4325
General	3372	19650	(22796)	0	226
Total Unrestricted Funds	7697	19650	(22796)	0	4551
TOTAL FUNDS	38502	48399	(55186)	0	31715

	At 30 Sept 2000 Resources	Incoming Resources	Outgoing Resources	Transfers	At 30 Sept 2001
RESTRICTED FUNDS					
Say Yes Scheme	354	4038	(3461)	0	931
Zambia Admin	0	2400	(2400)	0	0
Promotion	0	0	0	0	0
Lusaka Centre	0	30000	(3000)	0	27000
Hope College	0	4082	(1208)	0	2874
Project Consultant Equipment	0	1370	(1370)	0	0
Total Restricted Funds	354	41890	(11439)	0	30805
UNRESTRICTED FUNDS					
Designated Children's Home	0	0	(1675)	0	4325
General	6000	12278	(11751)	0	3372
Total Unrestricted Funds	8845	12278	(13426)	0	7697
TOTAL FUNDS	9199	54168	(24865)	0	38502

Notes to the Accounts (continued)**Note 8****Other Disclosure Issues**

<i>Adequacy of assets to meet fund restrictions</i>	Sufficient resources are held in an appropriate form to enable each fund to be applied in accordance with the restrictions imposed.
<i>Commitments</i>	The charity does not have any commitments not provided for in the accounts.
<i>Contingent Liabilities</i>	At the year end, the charity did not have any contingent liabilities.
<i>Ex-gratia payments</i>	The charity did not make any ex-gratia payments during the year.
<i>Guarantees</i>	The charity has not given any guarantees.
<i>Secured Loans</i>	The charity has not received any loans secured on any of its assets.
<i>Summary income and expenditure account</i>	The directors consider that there is no need to prepare a separate summary Income and Expenditure Account
<i>Taxation</i>	The charitable company is exempt from Corporation Tax on its charitable activities
<i>Uncapitalised fixed assets</i>	The charity has no material uncapitalised fixed assets.