



ACE AFRICA (UK)

(a company limited by guarantee)

TRUSTEES' REPORT AND FINANCIAL ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2010

Registered charity number 1111283

Company number 4726183

**ACE AFRICA (UK)
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010**

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**ACE AFRICA (UK)
LEGAL AND ADMINISTRATIVE INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2010**

Administrative Information

Charity Name: ACE Africa (UK) (formerly: Action in the Community Environment)

Charity No: 1111283

Company No: 4726183

The charitable company is governed by its Memorandum and articles of Association.

Registered Office 6 Varsity Row
Mortlake
London
SW14 7SA

Operational Address c/o Lockton Companies LLP
The St Botolph Building
138 Houndsditch
London EC3A 7AG

Board of Directors/Trustees Ben Morton Chairman
Francis Howard Treasurer
Andrew Jinman
Pratik Chandaria
Melanie Miller Thomas
Peter Lever (Appointed 19th January, 2010)
Mark Chamberlen (Appointed 5 November, 2010)
Tabitha Elwes (Resigned 15 November, 2010)
Mike Hammond (Appointed 7th March, 2011)

Advisory Committee Sarah Byatt
Patrick Drummond
Ian Falconer
David Waddington
Robert Waddington

Secretary Francis Howard

Director Samantha Kite

Administration Philips Obi, finance and administration

Auditor Baker Tilly UK Audit LLP, Hartwell House, 55-61 Victoria Street, Bristol, BS1 6AD

Bankers Barclays Bank plc, Knightsbridge International Branch, PO Box 391, 38 Hans Crescent,
London SW1X 0LZ

CAF Bank Ltd, 25 Kings Hill Avenue, Kings Hill, West Malling, Kent ME19 4JQ

ACE AFRICA (UK) TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2010

The Trustees of ACE Africa (UK) present their report on activities for the year ended 31st December, 2010.

The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" 2005 in preparing the annual report and financial statements of the Charity which also comply with the requirements of the Charity's constitution and applicable law. The Trustees have complied with the duty in section 4 of the 2006 Charities Act to have due regard to guidance published by the Charity Commission.

Constitution

ACE Africa (UK) was originally constituted under a Memorandum of Association signed on 10th March 2003 and altered by resolutions dated 13 June 2005, 31 August 2005 and 26 January 2009 and was incorporated on 8th April, 2003 as ACE UK. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

Trustees

Trustees are appointed by members in an Annual General Meeting. The trustees may appoint new trustees to serve until the next Annual General Meeting. All trustees retire at the conclusion of each Annual General Meeting unless re-appointed or deemed to have been re-appointed. There may be no less than three Trustees. There are eight trustees at present.

The Board appointed Peter Lever as a trustee from 19th January, 2010 and Mr Mark Chamberlen from 5th November, 2010. On 15 November, 2010 Tabitha Elwes, who was chairman from 2004 to 2007, retired from the board. Mike Hammond was appointed as a trustee from 7th March, 2011.

In selecting trustees consideration is given to the overall breadth of knowledge required of the board of Trustees. Trustees who are appointed already have knowledge of their profession or their industries so do not require any technical training. However new Trustees receive the appropriate training documentation about becoming a Trustee and are given an induction by an existing Trustee.

Organisational Structure

The trustees oversee the affairs of the Charity on a voluntary basis, meeting as necessary for this purpose and have appointed from among their number a chairman, a treasurer and a secretary. Decisions are made by majority vote at meetings of trustees. We employ a full-time Director, Samantha Kite, to manage ACE Africa (UK)'s fundraising, communications and administrative activities. The Director is supported by a finance and administration assistant and temporary administrative volunteers. Samantha Kite took over from Juliet Cockram who had been our director for 18 months and who left ACE Africa in July 2010 to take a new position. The trustees thank Juliet for all she did in her time with ACE Africa to take our capabilities and activities to a new scale and sophistication. For the past three year ACE Africa (UK) has occupied offices made available free by Value Partners Group. We are extremely grateful to Value Partners for their generosity and unfailing hospitality during this period. From March 2011 ACEAfrica (UK) has moved its operations to offices provided free by the Lockton Compaiaes LLP and we thank them most sincerely for their valuable support of our work in this way.

Principal Activities

To promote the efficiency and effectiveness of charities and non-government organisations (NGOs), community based organisations, voluntary bodies, other associations, institutions and statutory authorities undertaking charitable activities in Africa in particular that would be recognised as such under English law (including the provision of financial and other support as the trustees see fit). ACE Africa 's aim is to reduce the impact of HIV/AIDS on rural communities so that such communities, parents, guardians and other carers have the knowledge, skills and resources to protect and care for orphans and vulnerable children, and to provide them with the opportunity to develop to their full potential.

ACE Africa recognises that effective community capacity building to achieve these goals is a long-term undertaking in each area of operation, and one which aims to reduce reliance of the host community on the NGO. ACE Africa will therefore provide support appropriate to the degree of self reliance achieved by each community with which it works. ACE Africa (UK) provides technical support and funds to implement these activities.

ACE AFRICA (UK) TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2010

Connected Organisations

ACE Africa (UK) is an independent charity.

Operations Supported by ACE Africa (UK)

ACE Africa (UK) has been active since late 2005 through the work of its trustees and supporters. The Charity supports the work of registered NGOs, ACE Africa (Kenya) and ACE Africa (Tanzania).

ACE Africa (Kenya) has operated in Bungoma, Western Kenya for over seven years, where activities are now entering the last three-year phase of our ten-year community based orphan-care programme. In the nearby Siaya District of Nyanza, Western Kenya operations are in the second, four-year phase. ACE Africa (Tanzania) operates a programme similar to the Siaya operations, in the Arusha region, Arumeru District of Tanzania, launched in 2008 and currently in the first stage of development.

ACE Africa's programme addresses everything from immediate needs within vulnerable households, such as nutritional supplements, bedding, shelter and school fees; to family and individual counselling, promotion of child rights and child health, community food security, nutrition and training in income-generating activities for households and community support groups. We empower community members to be the agents of change; we help them to help each other.

ACE Africa (UK) raises funds in order to make grants to ACE Africa (Kenya) and ACE Africa (Tanzania). The Charity also provides technical and managerial support, and promotes and communicates on their behalf in the UK. ACE Africa (UK) will support other NGOs working in the same field alongside ACE Africa in Kenya and Tanzania.

ACE Africa (UK) appeals for grants from trusts, foundations, companies and similar institutions, and raises funds from individuals by direct approaches and by holding fund raising events. Included among funds raised are grants from individuals, trusts and schools to sponsor individual orphans through their secondary education. This is a discrete programme funded separately from the community support programmes.

Future plans of the charity

The charity intends to continue its support of ACE Africa (Kenya) and ACE Africa (Tanzania). These two organisations intend to continue their respective community programmes to mitigate the effects of HIV/AIDS on communities in the areas where they operate with an emphasis on orphans and vulnerable children and people living with HIV/AIDS. The programme in Bungoma is at an advanced stage but has some three years to run as we gradually pass responsibilities to community organisations. In Siaya and Tanzania we will continue working with communities to strengthen their capacity to care for the orphans and vulnerable children in their midst. We are developing our capacity to transfer knowhow in the fields in which we work to other organisations working in different geographic areas, such as international and local NGOs and local community organisations.

Activities in the UK

Grant income in 2010 came primarily from continuing support and follow-on grants from a number of our established institutional, trust, corporate and other donors of restricted funds. New donors included The Allan & Nesta Fergusson Charitable Trust and The Bulldog Trust. Our major grant from Comic Relief for the Bungoma programme entered its final year, as work moved into its three-year hand-over phase. On the unrestricted front donations were a little lower, in a difficult environment for raising such funds, but by dint of an expanded programme of challenges and events net income from events increased. An initiative through the See The Difference online media project started to generate funds for a campaign to treat jiggers parasitic infection in our Bungoma operating areas.

Our director, Samantha Kite, joined an expedition to climb Mt Kilimanjaro, following in the footsteps of her predecessor Juliet Cockram, who led a similar expedition in 2009. As Juliet had, so Samantha reached the summit and raised over £8,000 for ACE by doing so! The Dwyer family continued raising funds for ACE in memory of their late daughter Rosie and 2010 saw the start of craft teaching funded by the Rosie Dwyer Fund at South End Primary School which ACE Africa supports in Bungoma. The ACE Truck Group raised a further £10,000 in 2010 and was able to finance the purchase of a vehicle for Bungoma early in 2010. A first cycle expedition was organised over 600km around Western Kenya and raised almost £10,000 net of all expenses. An innovative quiz and dinner, the "ACE of Trumps", was organised in November and succeeded in raising £53,000. A number of other smaller initiatives were organised by the director and trustees.

The ACE Secondary School Bursary Scheme continued at a similar level to 2009. Income during 2010 was over £51,000. A total of 83 children have now completed their secondary education supported by this scheme, 43 of them in 2010. ACE works with all the bursary holders when they leave school to provide community work and teaching experience in the gap year before any further education can commence and to plan the next steps in their careers. Of the 41 who had left school by the end of 2009 5 are now at university, a further 10 have places at university when they can find funding and over 20 have been offered places for further education or training. Bursaries were secured for 26 children to start their secondary schooling in 2010. An Alumni Fund has been established with the support of sponsors of bursaries to meet the costs of career counselling, computer training, community work and teaching experience, and of school leavers seeking places for vocational training, tertiary education and/or employment.

Grant making policy

ACE Africa (UK) makes grants to ACE Africa in Kenya and Tanzania for specific components of their activities and in support of the implementation of their total strategy. In the first case reports are received on the relevant component of activities. In the second, reports will be received of overall progress towards each year's budget and plan.

ACE AFRICA (UK) TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2010

Financial Performance

Income during 2010 amounted to £563,453 (2009: £604,949) and expenditure amounted to £588,335 (2009: £507,312) of which £450,606 (2009: £378,332) was grant making, leaving a net expenditure of £24,881 (2009: income of £97,637). Donated income was £432,624 (2009: £482,905), and event income was £130,549 (2009: £121,405). Event expenses were £38,426 (2009: £40,939) leaving a surplus on events of £92,123 (2009: £80,466). The expenses of ACE Africa (UK) comprise consulting and supervision of operations in Africa of £5,572 (2009: £12,920), with executive management of operations now centred in Bungoma, and UK administrative and fundraising costs which amounted to £20,906 and £72,825 respectively (2009: £16,955 and £58,166). The total fundraising and administrative costs of £93,731 amounted to 18% of the total donated income and surplus on events (2009:13.3%). Of the donated income £320,259 (2009: £357,456) was restricted and £112,365 (2009: £125,449) unrestricted.

The interest income, unrestricted income and surplus on events, totalling £204,768 (2009: £206,554) less supervision, fundraising and administrative expenses totalling £99,303 (2009: £88,041), left an unrestricted surplus of £105,465 (2009: £118,513) before grants.

ACE Africa (UK) has made grants to ACE Africa during the year totalling £450,606 (2009: £378,332), of which £378,906 (2009: £284,314) was for restricted purposes and £71,700 (2009: £94,018) comprised unrestricted grants.

After making grants there was a surplus for the year in unrestricted funds of £33,765 (2009: £24,495) and a deficit of £58,647 in restricted funds (2009: surplus £73,142). Including balances brought forward from 2009, retained income at 31st December 2010 consisted of £66,232 (2009: £32,467) of unrestricted and £133,243 (2009: £191,890) of restricted funds. In the ACE Secondary Schooling Bursary Scheme monies were received in 2010 or previously in respect of sponsorships in 2011 and subsequently. These receipts, amounting to £43,100 (2009: £53,200) have been carried forward as deferred income.

Overall, the trustees expect the income of ACE Africa (UK) in 2011 to be broadly similar to the level reached in 2010. The continuing programme of fund raising activities planned for 2011, together with established streams of unrestricted income, will fund the costs of operating ACE Africa (UK) at a similar level to 2010 and of supporting ACE Africa in Kenya and Tanzania.

The trustees consider the balance of unrestricted funds carried forward, of £66,233, to be sufficient to ensure continuity of activities, amounting to over six months of expenditure of resources in the UK or over three months of total expenditure of unrestricted funds in the UK and Africa combined. The movement in restricted funds on hand from year to year reflects only timing differences in the receipt by the charity of grant income from donors and the making of grants to ACE Africa (Kenya) and ACE Africa (Tanzania) as required by progress of work in the field.

Accounting Policies

A summary of the principal accounting policies is set out in Note 1 to the accounts on page 10.

Risk

At present there are no risks connected with the internal management and administration of the charity beyond those of staff infidelity which are managed by supervision of income and accounting functions. ACE Africa (UK) makes grants to ACE Africa which gives rise to risks of misappropriation or maladministration of such grants. These risks are managed by regular monitoring of ACE Africa financial reports and activity reports, including the receipt of six-monthly audited financial reports, and by occasional visits to ACE Africa and its project areas by ACE Africa (UK) trustees and management.

**ACE AFRICA (UK)
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2010**

Responsibilities of the Board of Trustees

The trustees (who are also directors of ACE Africa (UK) for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires that the board of trustees prepare financial statements for each financial year that give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

Select suitable accounting policies and then apply them consistently;

Observe the methods and principles in the Charities SORP;

Make judgements and estimates that are reasonable and prudent;

State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and

Prepare the financial statements on a going concern basis unless it is inappropriate to assume that the company will continue in business.

The board of trustees is responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time, the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. The board of management is also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Public benefit

The Trustees confirm that they have complied with the duty in Section 4 of the Charities Act 2006 to have due regard to the Charity Commission's general guidance on public benefit.

The Trustees have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning the Charity's future activities. In particular, the Trustees have considered how planned activities will contribute to the aims and objectives they have set.

Trustees' declaration

So far as the Trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the company's auditor is unaware, and each Trustee has taken all the steps that he ought to have taken as a Trustee in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

Auditor

Following the merger of Robson Taylor and Baker Tilly, which occurred on 1 May 2010, Baker Tilly UK Audit LLP became the company's auditor. Baker Tilly have indicated their willingness to continue in office, and a resolution for their reappointment will be submitted to the annual general meeting.

This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting Charities (issued in March 2005) and in accordance with the special provisions of Part 15 of the Companies Act relating to small entities.

Approved by the Board of Trustees on 4th April, 2011 and signed on its behalf by:



Ben Morton, Chairman

**ACE AFRICA (UK)
INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED 31 DECEMBER 2010**

We have audited the financial statements of ACE Africa (UK) for the year ended 31 December 2010 on pages 7 to 14. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees' responsibilities set out on page 5, the trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's website at www.frc.org.uk/apb/scope/private.cfm.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2010 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Companies Act 2006.

Opinion on other requirement of the Companies Act 2006

In our opinion the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- the charity has not kept adequate accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' report.

Baker Tilly UK audit LLP

Heather Wheelhouse (Senior Statutory Auditor)
For and on behalf of BAKER TILLY UK AUDIT LLP, Statutory Auditor
Chartered Accountants

Hartwell House
55-61 Victoria Street
Bristol
BS1 6AD

14 April 2011

ACE AFRICA (UK)
STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND
EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2010

		Unrestricted Funds 2010 £	Restricted Funds 2010 £	Total Funds 2010 £	Total Funds 2009 £
Incoming Resources	Notes				
Incoming resources from operating activities					
Donations	2	112,365	320,259	432,624	482,905
Event Income		130,549	-	130,549	121,405
Investment Income		280	-	280	639
Total Incoming Resources		<u>243,194</u>	<u>320,259</u>	<u>563,453</u>	<u>604,949</u>
Resources expended					
Costs of charitable activities					
Grants payable	6	71,700	378,906	450,606	378,332
Costs of generating funds					
Fundraising Costs	11	72,825	-	72,825	58,166
Event Costs	11	38,426	-	38,426	40,939
Management Charitable Operations	11	5,572	-	5,572	12,920
Governance Costs					
Administration	11	20,906	-	20,906	16,955
Total resources expended		<u>209,429</u>	<u>378,906</u>	<u>588,335</u>	<u>507,312</u>
Net income/(expenditure)		<u>33,765</u>	<u>(58,647)</u>	<u>(24,881)</u>	<u>97,637</u>
Reconciliation of funds					
Total funds brought forward		32,467	191,890	224,357	126,720
Total funds carried forward		<u>66,232</u>	<u>133,243</u>	<u>199,476</u>	<u>224,357</u>

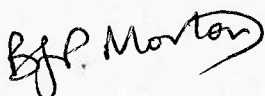
The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

ACE AFRICA (UK)
BALANCE SHEET
As at 31 DECEMBER 2010

	Notes	2010 £	2009 £
Current Assets			
Debtors	5	5,400	11,339
Cash at Bank and in Hand		<u>243,195</u>	<u>268,836</u>
		248,595	280,175
Creditors: Amounts falling due within one year	4	<u>(49,119)</u>	<u>(55,818)</u>
Net Current Assets		199,476	224,357
Net Assets		<u>199,476</u>	<u>224,357</u>
Unrestricted Funds			
General Funds		66,232	32,467
Restricted Funds	7	<u>133,243</u>	<u>191,890</u>
Total Funds		<u>199,476</u>	<u>224,357</u>

These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act 2006. relating to small entities.

Approved by the board of trustees and authorised for issue on 4th April, 2011 and signed on its behalf by:



Ben Morton, Chairman



Francis Howard, Treasurer

Registered Charity Number 1111283
 Company Number 4726183

ACE AFRICA (UK)
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2010

	2010 £	2009 £
Cash Flow From Operating Activities	<u>(25,641)</u>	<u>108,297</u>
Net Cash (outflow)/Inflow Before Use Of Liquid Resources and Financing	<u><u>(25,641)</u></u>	<u><u>108,297</u></u>
(Decrease)/Increase In Cash In The period	<u><u>(25,641)</u></u>	<u><u>108,297</u></u>

Notes to Cash Flow Statement

	2010 £	2009 £
1 Reconciliation of changed in resources to operating cash flows		
Net incoming resources before other recognised gains and losses	(24,881)	97,637
(Increase)/decrease in debtors	5,939	(655)
Increase/(decrease) in accruals and deferred income	(6,699)	11,315
	<u> </u>	<u> </u>
Net cash inflow from operating activities	<u><u>(25,641)</u></u>	<u><u>108,297</u></u>

2 Movement in cash	2010 £	2009 £	Change in Year £
	Cash Deposits	<u><u>243,195</u></u>	<u><u>268,836</u></u>
	2009 £	2008 £	Change in Year £
Cash Deposits	<u><u>268,836</u></u>	<u><u>160,539</u></u>	<u><u>108,297</u></u>

ACE AFRICA (UK)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2010

1. Accounting Policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and in the preceding year.

a) Basis of accounting

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

b) Fund accounting

- Unrestricted funds are available for use at the discretion of the trustees in the furtherance of the general objectives of the charity.
- Restricted funds are subject to restrictions on their expenditure imposed by the fund provider.

c) Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of grants, donations, sponsorships and gifts and is included in full in the Statement of Financial Activities when receivable. Grants, where entitlement is not conditional on the delivery of specific performance by the charity, are recognized when the charity becomes entitled to the grant. Sponsorship income is deferred over the period to which the sponsorship relates (4 years).
- Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in these accounts.
- Investment income is included when receivable.

d) Resources expended

Expenditure is recognised on an accruals basis as liabilities are incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

- Grants payable comprises of amounts paid to the institutions within Africa that deliver the services for the beneficiaries. These costs are recognised when paid or if earlier, when a constructive obligation to make the grant arises. These are indicated on the SOFA.
- Costs of generating funds include those costs incurred which relate to fundraising or organisation of events.
- Governance costs include those costs associated with meeting constitutional and statutory requirements of the charity and include the audit fees and costs linked with the strategic management of the charity.
- All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly; others are apportioned as set out in note 11.

e) Grant making policy

The charity's grant making policy is outlined in the Trustees' Report.

ACE AFRICA (UK)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2010

	Unrestricted	Restricted	2010 Total	2009 Total
	£	£	£	£
2 Donations received				
Sponsor Donations	-	51,839	51,839	48,411
Restricted Donations	-	268,420	268,420	309,045
General Donations	<u>112,365</u>	<u>-</u>	<u>112,365</u>	<u>125,450</u>
	<u><u>112,365</u></u>	<u><u>320,259</u></u>	<u><u>432,624</u></u>	<u><u>482,905</u></u>

3 Trustees' Remuneration and Expenses

Neither the Trustees nor any persons connected with them have received any remuneration, reimbursed expenditure or other benefits.

	2010 £	2009 £
4 Creditors		
Accruals	4,878	2,618
Other creditors	1,141	-
Deferred Income	<u>43,100</u>	<u>53,200</u>
	<u><u>49,119</u></u>	<u><u>55,818</u></u>

Included within funds raised are grants to sponsor individuals through their secondary education. This income is deferred over the period that the individual is in secondary education.

Of the incoming resources received in the year, £23,200 has been deferred and of the deferred income balance brought forward £33,300 has been released.

	2010 £	2009 £
5 Debtors		
Other debtors	348	700
Gift Aid	<u>5,052</u>	<u>10,639</u>
	<u><u>5,400</u></u>	<u><u>11,339</u></u>

ACE AFRICA (UK)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2010

6	Grants payable	2009		2009	2010		2010
		Restricted	Unrestricted	Total	Restricted	Unrestricted	Total
		£	£	£	£	£	£
	Institutional Grants						
	Grants to ACE Kenya	263,273	62,975	326,248	323,168	38,985	362,153
	Grants to ACE Tanzania	21,041	31,043	52,084	55,738	32,715	88,453
		<u>284,314</u>	<u>94,018</u>	<u>378,332</u>	<u>378,906</u>	<u>71,700</u>	<u>450,606</u>
7	Movements in Restricted Funds	B/Fwd		Incoming	Outgoing	C/Fwd	
		£	£	£	£	£	£
	Agriculture & Nutrition, Bungoma		268	10,000	(10,000)		268
	Agriculture & Nutrition, Siaya		(296)	10,000	(9,704)		0
	Mitigating impact of HIV/AIDS in rural Kenya		0	19,796	(17,239)		2,557
	Alumni Fund for School Leavers		3,048	5,114	(83)		8,079
	Capital Expenditure		118	10,000	(8,626)		1,492
	Direct Aid to OVC Households		2,793	543	(3,336)		0
	Emergency Fund for Households		1,508	2,068	(2,402)		1,173
	General Disaster Fund		2,217	0	0		2,217
	Income Generation by Soya Production, Bungoma		16,479	14,826	(30,585)		720
	Income Generation by Soya Production, Siaya		849	0	0		849
	Jiggers parasitic infection		0	2,549	0		2,549
	Nutritional Capacity Building, Siaya		15,067	0	(15,067)		0
	Nutritional Capacity, Direct Aid & Best Practice, Kenya & Tanzania		14,451	16,272	(30,723)		0
	Primary School Craft Teacher - Rosie Dwyer Memorial		29,498	6,945	(5,948)		30,495
	Primary School Support, general		741	35	0		776
	Primary School Support, South End Academy		827	7,636	(827)		7,636
	Rural Community Support Systems, Bungoma		69,787	126,106	(145,973)		49,919
	Secondary School Bursary Scheme		18,036	51,839	(64,160)		5,715
	Secondary School Bursary Scheme staffing support		2,414	8,923	(5,455)		5,881
	Tanzania Community Programme		4,750		(3,220)		1,530
	Nutritional food capacity building, Tanzania		0	12,200	(4,556)		7,644
	Vehicle Acquisition - ACE Truck Group		9,335	10,408	(16,000)		3,743
	Website development		0	5,000	(5,000)		0
			<u>191,890</u>	<u>320,259</u>	<u>(378,906)</u>		<u>133,243</u>

Each of these grants is restricted to expenditure on the purpose indicated.

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8 Taxation

As a charity, ACE AFRICA (UK) is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

No tax charges have arisen in the charity.

	2010	2009
	£	£
9 Net incoming resources for the year		
This is stated after charging:		
Auditor's remuneration	2,700	2,350
	<u>2,700</u>	<u>2,350</u>

10 Analysis of net assets between funds

	Unrestricted	Restricted	Totals
	£	£	£
Fund balances at 31 December 2009			
are represented by:			
Net current assets/(liabilities)	66,232	133,243	199,476
	<u>66,232</u>	<u>133,243</u>	<u>199,476</u>

11 Total Resources Expended

	Grants payable	Fundraising Costs	Event Costs	Management Charitable Operations	Administration	Total 2010	Total 2009
	£	£	£	£	£	£	£
ACE Africa - Restricted - Note 6	378,906	-	-	-	-	378,906	284,314
ACE Africa - Unrestricted	71,700	-	-	-	-	71,700	94,018
Bank Charges	-	2,571	-	-	-	2,571	1,745
Postage	-	947	-	-	-	947	1,145
Telephone	-	52	-	-	-	52	67
Stationery	-	1,738	-	-	-	1,738	928
Travel	-	108	-	-	-	108	1,459
Media Costs	-	6,926	-	-	-	6,926	4,733
Fundraising	-	60,484	-	-	-	60,484	48,089
Event Costs	-	-	38,426	-	-	38,426	40,939
Management Operations in Africa	-	-	-	5,572	-	5,572	12,920
Administration	-	-	-	-	17,795	17,795	15,204
Audit Fee	-	-	-	-	3,111	3,111	2,350
Recruitment	-	-	-	-	-	-	135
Profit on foreign exchange	-	-	-	-	-	-	(734)
TOTAL	<u>450,606</u>	<u>72,825</u>	<u>38,426</u>	<u>5,572</u>	<u>20,906</u>	<u>588,335</u>	<u>507,312</u>

Salary Costs are allocated between fundraising costs, management operations and administrative costs by reference to time spent.

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12	Employees	2010 £	2009 £
	Total gross wages & salaries	71,316	60,660
	Employers National Insurance Costs	3,223	4,379
	Pension contributions	1,104	3,478
		<u>75,643</u>	<u>68,517</u>
	Average number of employees during year	<u>3</u>	<u>3</u>

There were no employees with emoluments above £60,000 (2009: nil)