

STAREHE UK

Financial Statements for the year ended 31 March 2009

Registered No: 1035323

STAREHE UK

Financial Statements for the year ended 31 March 2009

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STAREHE UK

Trustees, Officers and Advisers for the year ended 31 March 2009

Charity Number	1035323
Trustees	Mike Aaronson (until 21 May 2008) Peter Attenborough (until 21 May 2008) Lord Valentine Cecil Timothy Faithfull Professor Roger Higgs Wilson Irungu (from 17 September 2008 to 22 January 2009) David Kisiaky (from 17 September 2008) Ronald Onyango (from 17 September 2008) Keith Price (from 21 May 2008) John Rushton (from 21 May 2008) Carole Spencer Mark Webb (from 21 May 2008) Paul Whitehouse (Chairman)
Appeal Director	Helen Varma
Registered address	1 Slate Cottages Manor Lane Abbots Leigh BRISTOL BS8 3RX
Independent Examiner	Bruce ML Gray FCA Airport House Purley Way CROYDON CR0 0XZ
Solicitors	Farrer and Co 66 Lincoln's Inn LONDON WC2A 3LH
Bankers	National Westminster Bank Plc 208 Piccadilly LONDON W1A 2DG
Investment Advisers	Cazenove Fund Management Ltd 12 Moorgate LONDON EC2R 6DA

Trustees' Report for the year ended 31 March 2009

The legal and administrative information set out on page 1 forms part of this report. The financial statements on pages 6 to 10 comply with current statutory requirements, the Trust Deed, and the Statement of Recommended Practice - Accounting and Reporting by Charities.

In the furtherance of these objectives but not further or otherwise, the powers of the charity are as set out in its Trust Deed. The detailed accounting policies adopted to further these objectives are set out in note 1 to the financial statements.

Objects

The Starehe Endowment Fund (UK) was formed by Trust Deed on 2 March 1994 and changed its name to Starehe UK on 17 July 2008. The purpose of the trust is the furtherance of the education of pupils at both Starehe Boys' Centre (from 1994) and Starehe Girls' Centre (from 2005), schools which provide free secondary education to needy children in Kenya, although the Trustees have a discretion to apply the funds to other similar causes.

This is done by the provision of funds for such capital or income expenses as the Trustees shall think fit and in particular by the provision of bursaries to fund the education of poor or orphaned children at both Schools. The Trust Deed empowers the Trustees to support the general purposes of such charitable bodies or for such other purposes as shall be exclusively charitable, as the Trustees may from time to time decide. Trustees meet as a body at least once a year.

Review of the year and future developments

The result for the year is detailed on page 6. The Starehe UK Association, a charity with very similar objects, was dissolved and donated its remaining assets to the Trust.

Following the publication of the feasibility study in 2007-08, the Trustees decided to set up the StareheFuture Appeal. This started in September 2008 when Helen Varma, who successfully ran the Fund's earlier Aim High Appeal (which raised £1m in 1996-98) was appointed as Director. There are now two more employees, who are supported by a consultant and freelance workers and they have already made progress towards the goal of £10M. The Appeal office is generously provided by Shell as a gift in kind. The aim of the Appeal is twofold – to raise £2M for capital projects, principally at the Girls' Centre, with the balance of £8M to increase the Endowment Fund in the UK, now called the Griffin Fund, to a total of £9M. This will provide a continuing and secure source of income to support children at both schools.

Investment policy and performance

The Trustees have a policy to maintain investments to ensure that a sufficient level of income is generated to fund the ongoing operational needs of the charity.

Organisational structure

The charity is governed by its Trustees who meet annually, but have appointed a Fundraising Steering Committee to assist the Appeal Director, which has met twice since September 2008 and will continue to meet regularly for the duration of the Appeal. There is also an Investment Committee, which plans to meet up to twice a year.

Reserves policy

It is the policy of the charity to maintain its free reserves at a level which generates sufficient income to meet the day to day funding needs of the Appeal in the year and to enable the charity to respond to emergency needs which arise from time to time. As the Fund is intended to provide an assured source of income to both schools, it necessarily has substantial investments which are shown in the accounts as unrestricted funds.

Risks

The Trustees have examined the major risks which the charity faces and confirm that systems have been established to enable these risks to be mitigated.

Trustees

The trustees who have served throughout the year are shown on page 1. New trustees are appointed at the discretion of existing trustees.

Appointment of Auditor

Bruce ML Gray has provided sterling service to the Fund as independent examiner for several years. As the expected income of the Fund in 2009-2010 exceeds the threshold for independent examination a resolution proposing the appointment of TWP Accounting LLP as Auditor will be put to the annual general meeting.

Trustees' responsibilities

Law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing financial statements giving a true and fair view, the trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements;
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ensure that the financial statements comply with applicable law. 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.

This report was approved by the Trustees on 17 June 2009.

Paul Whitehouse
Trustee

STAREHE UK

Independent Examiner's Report to the Trustees on the financial statements
for the year ended 31 March 2009

I report on the accounts of the Trust for the year ended 31 March 2009, which are set
out on pages 6 to 10.

Respective responsibilities of the trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under section 43(2) of the Charities Act 1993 (the 1993 Act), as amended by the Charities Act 2006, and that an independent examination is needed. It is my responsibility to:

- examine the accounts (under section 43(3)(a) of the 1993 Act);
- to follow the procedures laid down in the General Directions given by the Charity Commissioners (under section 43 (7)(b) of the 1993 Act); and
- to 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 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 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 any material respect the requirements
 - to keep accounting records in accordance with section 41 of the 1993 Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 1993 Act

have not been met; or

2. to which, in my opinion, attention should be drawn in order to enable proper understanding of the accounts to be reached.

Bruce ML Gray FCA
Airport House
Croydon
CR0 0XZ
17 June 2009

STAREHE UK
Statement of Financial Activities
for the year ended 31 March 2009

	Notes	2009 £	2008 £
Incoming resources			
Donations, legacies and similar income			
Griffin Fund		176,026	26,341
Sponsorships		2,748	
Starehe Girls' Centre (dormitory)		38,260	
Starehe Girls' Centre (laboratory)		57,000	
Starehe UK Association		3,233	
Investment income			
Dividends received	2	34,466	36,649
Interest received	2	1,621	1,812
Total incoming resources		<u>313,354</u>	<u>64,802</u>
Resources expended			
Charitable expenditure			
Costs of activities in furtherance of the charity's objects			
Grant to Starehe Boys Centre	3	955	20,000
Grant to Starehe Girls Centre	3	103,854	50,000
Management and administration	4	95,899	14,278
Total resources expended		<u>200,708</u>	<u>84,278</u>
Net incoming(outgoing) resources for the year before revaluations of all assets		112,646	(19,476)
Profit/(Loss) on investments	6	(251,119)	(64,930)
Net movement in funds		<u>(138,473)</u>	<u>(84,406)</u>
Fund balance brought forward at the start of year		1,140,436	1,224,842
Fund balance carried forward at the end of the year		<u>£ 1,001,963</u>	<u>£ 1,140,436</u>

The notes on pages 7 to 9 form part of these accounts.

The income and net incoming resources for the year relate to continuing operations of the fund, which are all unrestricted.

There is no difference between the net incoming resources for the year as stated above and its historical cost equivalent.

STAREHE UK
Balance Sheet
at 31 March 2009

	Notes	2009 £	2008 £
Fixed assets			
Tangible assets for the charity's use	5	-	-
Investments	6	<u>851,617</u>	<u>1,136,677</u>
		851,617	1,136,677
Current assets			
Debtors	7	33,039	107
Cash at bank and in hand		<u>124,161</u>	<u>4,827</u>
		157,200	4,934
Current liabilities			
Creditors: amounts falling due within one year	8	<u>6,854</u>	<u>1,175</u>
Net current assets		150,346	3,759
Total assets less current liabilities		<u>£ 1,001,963</u>	<u>£ 1,140,436</u>
Represented by:			
Unrestricted funds		<u>£ 1,001,963</u>	<u>£ 1,140,436</u>

The financial statements on pages 6 to 10 were approved by the Trustees on 17 June 2009 and were signed on its behalf by:

Paul Whitehouse
Trustee

John Rushton
Trustee

STAREHE UK

Notes to the financial statements for the year ended 31 March 2009

1 Basis of accounting

The accounts have been prepared under the historical cost convention, with the exception of investments which are stated at market value. The accounts have been prepared in accordance with the Statement of Recommended Practice, Accounting and Reporting by Charities (SORP) issued in March 2005, applicable accounting standards and the Charities Act 1993.

Incoming resources

Donations, legacies and similar income

Gift aid and donation income is credited to income as it is received.

Investment income

Interest and investment income is included when receivable by the charity.

Resources expended

Expenditure is included when it is incurred.

Donations to the Starehe Boys' Centre and Girls' Centre are directly in furtherance of the charity's objects as detailed within the trustees report.

All other expenditure incurred by the charity is in relation to managing the charity's assets, organisational administration and compliance with statutory requirements, and has been included within management and administration of the charity.

Fixed assets

Fixed assets are stated at the lower of cost and net realisable value. Depreciation is calculated to write off the assets over their useful economic lives as follows:

Computer equipment	33% Straight line
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Investments

Investments are shown at their market value at the balance sheet date. Unrealised gains and losses on the investments are included in the Statement of Financial Activities.

Accumulation policy

The Trustees have reinvested income in the past, except for that requested by one of the Centres.

For the duration of the Appeal, they intend to use the income first to support the administrative and fundraising costs, and then to invest the remainder in order to increase the Griffin Fund to provide an assured source of income into the future for both Centres.

STAREHE UK
Notes to the financial statements
for the year ended 31 March 2009

	2009	2008
	£	£
2 Investment income		
Fixed interest and overseas equities	0	0
Common investment funds (UK equities)	34,466	36,649
Bank balances of a capital nature (UK)	892	1,048
Bank interest	729	764
	<u>36,087</u>	<u>38,461</u>

3 Grants		
Starehe Boys' Centre (income support)	955	20,000
Starehe Girls' Centre (income support)	555	
Starehe Girls' Centre (dormitory)	46,299	50,000
Starehe Girls' Centre (laboratory)	57,000	
	<u>104,809</u>	<u>70,000</u>

Sponsorships were previously passed through Starehe UK Association. Starehe Boys' Centre did not request a further payment in anticipation of the StareheFuture Appeal

	2009	2008
	£	£
4 Management and administration		
Salaries	47,579	0
Freelance Workers	30,634	
Relationship-building events	4,570	0
General office expenditure	6,382	201
Independent examiner's remuneration	1,150	1,175
Recruitment	2,200	0
Bank charges	163	54
Legal fees	0	3,848
Travel	1,972	839
Consultancy: Feasibility Study	1,249	8161
	<u>95,899</u>	<u>14,278</u>

One trustee received reimbursement of expenses amounting to £710 – for purchasing of webhosting and software for the Appeal (2008 £nil). No trustee received remuneration in the year (2008 £nil).

There are three employees. Until the start of the Appeal, all the work was carried out by volunteers.

5 Tangible Fixed Assets

Computer equipment	£
Cost	
At 1 April 2008	2,100
Additions in the year	0
At 31 March 2009	<u>2,100</u>
Depreciation	
At 1 April 2008	2,100
Charge for the year	0
At 31 March 2009	<u>2,100</u>
Net book value	
At 31 March 2009	<u>0</u>
At 31 March 2008	<u>0</u>

STAREHE UK

**Notes to the financial statements
for the year ended 31 March 2009**

	2009 £	2008 £
6 Fixed Asset Investments		
Market value at 1 April 2008	1,136,677	1,222,330
Additions at cost	37,789	108,397
Sales proceeds from disposals	(71,730)	(129,120)
Net profit(loss) in the year	(251,119)	(64,930)
	<u>851,617</u>	<u>1,136,677</u>

	2009 £	2008 £
Fixed assets investments comprises:		
Market value		
• Fixed interest and overseas equities	259,940	356,192
• Common investment funds (UK equities)	501,512	671,963
• Property	38,820	53,118
• Bank balances of a capital nature	51,345	55,404
	<u>851,617</u>	<u>1,136,677</u>

Historic cost		
• Fixed interest	252,657	318,321
• Common investment funds	713,844	671,996
• Property	60,000	60,000
• Bank balances of a capital nature	51,345	55,404
	<u>1,077,846</u>	<u>1,105,721</u>

	2009 £	2008 £
7 Debtors		
Income tax recoverable	31,804	107
Prepayments	1,235	0
	<u>33,039</u>	<u>107</u>

	2009 £	2008 £
8 Creditors: Amounts falling due within one year		
Creditors and accruals	<u>6,854</u>	<u>1,175</u>