

E3 INITIATIVE
FINANCIAL STATEMENTS
31 DECEMBER 2019

Charity Number 1092574

E3 INITIATIVE
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2019

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E3 INITIATIVE

REFERENCE AND ADMINISTRATIVE INFORMATION

YEAR ENDED 31 DECEMBER 2019

Status

E3 Initiative is formed under a Declaration of Trust dated 4 March 2002, as amended on 12 May 2009 and then amended by deed on 29 March 2013. E3 Initiative is constituted as an unincorporated trust. Initially named iThemba AIDS Foundation, it is a registered charity, with charity number 1092574. On 10 June 2009 its name changed from iThemba AIDS Foundation to EngageHIV Foundation. On 12 September 2010, EngageHIV Foundation agreed to merge with Entrust Foundation which transferred all its assets and liabilities to EngageHIV Foundation. Its name was changed at the same time to E3 Initiative.

Trustees

The Trustees have the power to appoint new or additional Trustees and to remove any Trustee provided the number of Trustees does not fall below a minimum of three. The Trustees who served during the year and since the year end were as follows:

Trevor Finlay (Chairman)
Dr. Monique Andersson
Capt. Richard Meryon
Andrew Davisson
Andrew Fearon
Tre Sheppard

Principal Address

Cornerstone, Fyfield Wick, Abingdon OX13 5NB

Independent Examiner

Neil Kingston FCA, Burton Sweet Chartered Accountants, The Clock Tower, 5 Farleigh Court, Old Weston Road, Flax Bourton, Bristol BS48 1UR

Bankers

Danske Bank, PO Box 183, Donegall Square West, Belfast BT1 6JS

E3 INITIATIVE TRUSTEES ANNUAL REPORT YEAR ENDED 31 DECEMBER 2019

The Trustees have pleasure in presenting their report and financial statements of the charity for the year ended 31 December 2019.

1. Structure, Governance and Management

1.1. Organisational Structure

E3 Initiative ('E3 UK') is formed under a Declaration of Trust dated 4 March 2002. As of 31 December 2019 the organisation had six Trustees who are responsible for directing the affairs of E3 UK and ensuring that it is solvent, well-run, and delivering the charitable outcomes detailed below, under the sub-heading, 'Charitable Objects and Purpose'. E3 UK has two sister charities, one in South Africa called E3 Initiative South Africa Trust ('E3 SA') and a US 501(c) 3 corporation called E3 Initiative Foundation USA ('E3 US'). Together the three charities form what we call the 'E3 Group'.

The E3 UK Trustees have delegated responsibility for the day-to-day overall management of E3 to Pastor Sinatra Matimelo who serves as Chief Executive Officer ('CEO') of E3 SA. Andrew Davisson, who is also a Trustee of E3 SA, is the Financial Controller for each of the three charities in the E3 Group. E3 UK and E3 US are primarily responsible for fundraising for the E3 Group. To that end, the Trustees are all involved in various fundraising initiatives. In addition, Sarah Smith is a consultant responsible for marketing and communications, reporting to the Trustees.

1.2. Recruitment and Appointment of New Trustees

As stated above, as of 31 December 2019, E3 UK had six Trustees. The Trustees have the power to appoint new or remove existing Trustees provided that there are at least three Trustees. New Trustees are appointed for a term of three years by a resolution of the Trustees passed at a Special Meeting.

The Trustees identify the need for new Trustees, either because vacancies have arisen through resignations or because there is a need for one or more Trustees with specific skills that are required to help run the charity more effectively.

The Trustees then agree selection criteria based on an agreed view of Trustees' roles, responsibilities and expected contribution towards E3's vision. In more detail, we use a skills and experience matrix which identifies areas of strength of the existing Trustees and highlights which skills are required. We then work within our existing contacts and networks to identify potential names and contacts. Up until now we have not formally advertised such positions. Potential Trustees are interviewed by the Trustees and if successful are invited to join the Trustees, subject to references and formal vetting. The vetting process includes confirmation that the candidate is not disqualified from acting as a Trustee, confirmation from the candidate of any existing or potential conflicts of interest as well as seeking the necessary Disclosures from the Criminal Records Bureau. (We have had confirmation from the Charity Commission that in its present modus operandi, E3 is not required to seek such Disclosures from the Trustees but we consider it to be good practice.)

1.3. Note on Public Benefit

This Trustees' report respects and values the Charity Commission's requirements for reporting on activities that further our charitable purposes from the perspective of public benefit. We believe we have not only done this, but have also fully complied with the duty outlined in the Charities Act 2011, to have paid due regard to the public benefit guidance published by the Charity Commission. E3 Initiative is committed to planning and implementing its charitable activities with this guidance in mind, and to integrating the reporting of public benefit into its reports to the Charity Commission.

In particular, all our activities are aimed not only at improving the delivery of care for the pastors and community leaders our local project partners work with, but also at deliberately improving the lives and livelihoods of those in the communities that they serve, regardless of race or gender. In other words the very nature of E3 means that the charity is designed to serve the wider community.

E3 INITIATIVE TRUSTEES ANNUAL REPORT YEAR ENDED 31 DECEMBER 2019

1.4. Policies

Child protection and safeguarding policy: The E3 Child Protection Policy aims to safeguard children from any kind of abuse as far as possible and to minimise the risk of abuse where it exists. Our policy is based on the Christian and Social Work values and principles which state that every young person should be valued as a gift from God and therefore needs to have dignity and value and be protected from any form of abuse so as to enhance the social functioning of that person. This policy applies to children who are beneficiaries of E3 partner projects.

Other safeguarding policies: we have also developed the following policies to enhance the safeguarding of beneficiaries, partner projects and staff/volunteers:

Bullying, harassment and whistle-blowing policy

Diversity and inclusion policy

Safeguarding code of conduct

Safeguarding complaints policy

Volunteering policy: E3 has developed a policy to handle requests to volunteer within our organisation or with one of our partner projects through us. It outlines principles of volunteering and the application and selection process.

All E3 policies can be found at <https://e3initiative.org/safeguarding-policies/>

Risk Register: E3 uses a risk register to monitor the major risks to its ongoing operations. It looks at the seriousness and likelihood of each risk factor happening in order to form a risk matrix. The risk matrix is reviewed on an annual basis by the trustees.

1.5. Financial Review and Reserves Policy

In 2019, E3 received voluntary income of £334,580, which is higher than the income of £320,235 received in 2018. However it should be noted that this does not give a complete picture of the level of funding for the E3 Group because donations are also provided to the US Foundation and the South African Trust.

Total expenditure for 2019 was £290,516 (2018: £241,358). E3 had a surplus for the year of £44,132 which increased total funds from £189,833 on 1 January 2019 to £233,965 as of 31 December 2019.

In 2019, E3 spent £270,801 on charitable activities (93% of total expenditure), most of which constituted grants to E3 partner projects. Approximately another 7% of expenditure was allocated to the costs of generating voluntary income and 1% was spent on governance costs.

E3 holds all of its assets in cash or cash deposits so no formal investment objectives are set as part of our planning process. There was only minimal investment income received in 2019 as a result of the prevailing low deposit interest rates.

The Trustees have established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets ('the free reserves') held by the charity should not be less than £10,000. At this level, the Board of Trustees feels that it would be able to continue the current activities of the charity in the event of a reduction in funding. However, should such an event occur, it would be necessary to review the level of activities or seek replacement funds. At the balance sheet date, the free reserves amounted to £228,990.

E3 INITIATIVE TRUSTEES ANNUAL REPORT YEAR ENDED 31 DECEMBER 2019

1.6. Charitable Objects and Purpose

The charitable objects of E3 as set out in its governing document are as follows:

- a) to promote and advance the Christian religion
- b) the relief of financial hardship of orphans due to HIV/AIDS
- c) the relief of sickness due to HIV/AIDS
- d) to advance the sexual education of persons living in communities affected by HIV/AIDS.

The sole purpose of E3 is to serve and transform local communities, but to do so through local community-based churches and Christian organisations at the grassroots. This faith-based approach seeks to empower and develop the spiritual, the social and the economic health of needy communities in Southern Africa.

2. Charitable Activities and Achievements for 2019

E3 Initiative's activities were carried out in seven Southern African countries namely: DR. Congo, the Kingdom of eSwatini, Lesotho, Malawi, South Africa, Zambia and Zimbabwe.

All E3 Initiative charitable activities seek to improve people's lives in a holistic way, bringing spiritual, emotional and economic transformation to the needy communities where our partner projects serve. The beneficiaries of those projects are helped regardless of race, religion or gender.

In 2019, E3 Initiative with its partner projects, directly supported **41,071** people and impacted the lives of over **195,900** others. Below is a brief overview of our programmes and the specific impact numbers in 2019:

1. Support to orphaned and vulnerable children: **4,740** orphaned children were reached through psychosocial support and Life Skills.
2. Back to School Programme: provides school uniforms and equipment for orphaned and vulnerable children who otherwise would be unable to attend school. We supported directly **1,085** children in KwaZulu-Natal, South Africa and an additional **2,234** children in the other countries in which we work.
3. HIV and AIDS Support: **28,210** people accessed HIV and AIDS support initiatives run by our partner projects, including HIV education, testing, treatment and feeding programmes.
4. Improving Livelihoods: microfinance and self-help groups give people a hand up out of poverty. E3 supported **4,086** people to provide for their families' most basic needs and contribute to improving livelihoods for others in their community through these groups.
5. Church and Community Transformation. Many grassroots church leaders cannot access effective training and support as they seek to reach out to those around them. E3 enabled **716** church and community leaders to understand how to lead effectively, preach God's Word and support their local communities, through conferences and workshops.

3. E3 Initiative Plans for 2020

E3 Initiative will, in 2020, work with its partner projects in Lesotho, Malawi, South Africa, the Kingdom of eSwatini, Zambia and Zimbabwe. E3 continues to run five programmes: Back to School, HIV and AIDS Support, Improving Livelihoods, Advocacy Against Sexual Violence and Emerging Leaders.

It is our plan to impact the lives of 40,500 adults and children in 2020 and indirectly impact over 194,000 others. This reduction in our impact numbers is because we have ceased work in the Democratic Republic of Congo because of difficulties with travel and monitoring. This will enable E3 to focus more on Advocacy against Sexual and Gender-based Violence in the Kingdom of eSwatini and South Africa, so over time there will be a growth in impact numbers. We will also continue to raise funds for the work of E3 Initiative and our project partners in Southern Africa. We hope to raise £302,500 in 2020 ready for our work in 2021.

E3 INITIATIVE TRUSTEES ANNUAL REPORT YEAR ENDED 31 DECEMBER 2019

4. Impact of COVID – 19

E3 Initiative and its partner projects serve in very needy communities in Southern Africa where lockdown regulations have caused much suffering. The majority of people depend on daily or weekly income from part-time jobs and small roadside stalls and businesses. As part of the E3 Trustees report, guided by the statement of recommended practice (SORP) on reporting, below are details of how our organisational activities have changed due to COVID-19 and measures we have taken.

We have stopped all activities that involve close interaction such as training workshops, credit and savings scheme meetings, support groups and project visits for monitoring and evaluation. Instead, we have been distributing food parcels to very needy households, most of whom are affected by HIV and AIDS. We have also been distributing hygiene products, such as soaps, sanitary pads to teenage girls and cloth facemasks to the elderly.

We have not had unexpected changes beyond the control of the Trustees. E3 currently has enough finances for its work until December 2020 and the Trustees provide strict oversight. We have been in touch with all our funders to let them know that our work is continuing with some slight changes to our activities. As a measure of precaution, we communicated with all our partner projects that they should not budget for E3 2021 grants until such a time when we can be certain that our funders are not financially affected by the economic disruption caused by COVID-19.

So far, the E3 staff team, our 2020 financials, fundraising income and reserves policy have not been affected in any way. During the months of March, April and May, we managed to raise more funds and have new funders.

5. Statement of Trustees Responsibilities for the Annual Accounts

The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

The 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 state of affairs of the charity and of the income and expenditure of the charity 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 judgments and accounting 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 the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial

**E3 INITIATIVE
TRUSTEES ANNUAL REPORT
YEAR ENDED 31 DECEMBER 2019**

statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed/constitution. 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 and the financial statements have been prepared in accordance with the Statement of Recommended Practice, "Accounting and Reporting by Charities".

Registered office:

Cornerstone
Fyfield Wick
Abingdon
OX13 5NB

Signed on behalf of the
Trustees

Trevor Finlay
Chair of the Trustees

Approved by the Trustees on

E3 INITIATIVE INDEPENDENT EXAMINER'S ANNUAL REPORT YEAR ENDED 31 DECEMBER 2019

Independent examiner's report to the trustees of E3 Initiative

I report to the trustees on my examination of the accounts of E3 Initiative (the Charity) for the year ended 31st December 2019.

Responsibilities and basis of report

As the charity trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

Since the Charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

.....
Neil Kingston FCA
Burton Sweet Chartered Accountants
The Clock Tower
5 Farleigh Court
Old Weston Road
Flax Bourton
Bristol BS48 1UR

Date:

E3 INITIATIVE

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 DECEMBER 2019

		Unrestricted Funds	Restricted Funds	Total Funds 2019	Total Funds 2018
	Note	£	£	£	£
Income from					
Donations	2	330,260	4,320	334,580	320,235
Investment income		68	-	68	58
Total income		<u>330,328</u>	<u>4,320</u>	<u>334,648</u>	<u>320,293</u>
Expenditure on					
Raising funds	3	19,715	-	19,715	21,127
Charitable activities	4, 5	270,801	-	270,801	220,231
Total expenditure		<u>290,516</u>	<u>-</u>	<u>290,516</u>	<u>241,358</u>
Net income/(expenditure) and Net movement in funds	7, 12	39,812	4,320	44,132	78,935
Total funds at 1 January	12	189,178	655	189,833	110,898
Total funds at 31 December	12	<u>228,990</u>	<u>4,975</u>	<u>233,965</u>	<u>189,833</u>

The charity has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the charity are classed as continuing.

The comparative funds are set out in note 14.

The notes on pages 10 to 17 form part of these financial statements

E3 INITIATIVE

BALANCE SHEET

AT 31 DECEMBER 2019

	Note	2019 £	2018 £
Current assets			
Debtors	10	6,712	5,789
Cash at bank		<u>288,623</u>	<u>257,859</u>
		295,335	263,648
Creditors : Amounts falling due within one year	11	<u>(61,370)</u>	<u>(73,815)</u>
Net current assets		233,965	189,833
Net assets		<u><u>233,965</u></u>	<u><u>189,833</u></u>
Funds			
Unrestricted			
General Funds	13	228,990	189,178
Restricted	13	<u>4,975</u>	<u>655</u>
		<u><u>233,965</u></u>	<u><u>189,833</u></u>

These financial statements were approved by the trustees on 2020, and are signed on their behalf by:

Trevor Finlay
Chair of Trustees

The notes on pages 10 to 17 form part of these financial statements

E3 INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

1 Accounting policies

- a) The financial statements have been prepared under the historical cost convention and in accordance with the Accounting Regulations set out under the Charities Act 2011 and the Charities Statement of Recommended Practice (FRS 102).

The Trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern due to the liquid reserves held.

The charity is a public benefit entity.

- b) Income from donations are included as income when these are receivable, except as follows:
- I. When donors specify that donations given to the charity must be used in future accounting periods, the income is deferred until those periods;
 - II. When donors impose conditions which have to be fulfilled before the charity becomes entitled to use such income, the income is deferred until the pre-conditions have been met.
- c) Expenditure is recognised in the period in which it is incurred. Expenditure include attributable VAT which cannot be recovered.
- d) Grants payable are charged in the year when the offer is conveyed to the recipient except in those cases where the offer is conditional, such grants being recognised when the conditions attaching are fulfilled.
- e) Charitable activities include costs incurred directly in support of expenditure on the objects of the charity and 100% of the support costs.
- Governance costs include the costs of governance arrangements which relate to the general running of the charitable activities. These costs are associated with constitutional and statutory requirements and include any costs associated with the strategic management of the charity's activities. These are included within charitable activities.
- f) Transactions in foreign currencies are recorded at the average rate of exchange for the year. Monetary assets and liabilities are retranslated at the rate of exchange ruling at the balance sheet date. All differences are taken to the SOFA.
- g) Unrestricted funds can be used in accordance with the charitable objects at the discretion of the Trustees.
- h) Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.
- i) Raising funds comprise the costs associated with attracting that income, including fundraising costs and the cost of raising awareness of partnership projects and their needs.
-

E3 INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

1 Accounting policies (continued)

j) Fixed assets are stated at cost and new items costing more than £2,000 are capitalised.

2 Donations

	Unrestricted Funds	Restricted Funds	Total Funds 2019	Total Funds 2018
	£	£	£	£
Donations	330,260	4,320	334,580	320,235
	<u>330,260</u>	<u>4,320</u>	<u>334,580</u>	<u>320,235</u>

Prior year comparatives	Unrestricted Funds	Restricted Funds	Total Funds 2018	Total Funds 2017
	£	£	£	£
Donations	310,256	9,979	320,235	239,159
	<u>310,256</u>	<u>9,979</u>	<u>320,235</u>	<u>239,159</u>

3 Raising funds

	Unrestricted Funds	Restricted Funds	Total Funds 2019	Total Funds 2018
	£	£	£	£
Fundraising activities	18,715	-	18,715	8,591
Web development	-	-	-	1,073
Advertising and Marketing for Partnership Projects	1,000	-	1,000	11,463
	<u>19,715</u>	<u>-</u>	<u>19,715</u>	<u>21,127</u>

All prior year raising funds were restricted.

4 Analysis of expenditure on charitable activities

	Grant funding of activities (Note 5)	Support costs (Note 6)	Total Funds 2019	Total Funds 2018
	£	£	£	£
Partnership Projects	268,290	2,511	270,801	220,231
	<u>268,290</u>	<u>2,511</u>	<u>270,801</u>	<u>220,231</u>

E3 INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

4 Analysis of expenditure on charitable activities (continued)

Prior year comparatives

	Grant funding of activities (Note 5) £	Support costs (Note 6) £	Total Funds 2018 £	Total Funds 2017 £
Partnership Projects	212,133	8,098	220,231	(Restated) 325,453
	<u>212,133</u>	<u>8,098</u>	<u>220,231</u>	<u>325,453</u>

5 Analysis of grants

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £	Total Funds 2018
<i>To institutions</i>				
E3 Initiative South Africa	200,000	-	200,000	135,383
DRC Pastor's Forum	-	-	-	5,092
Starfish Malawi	5,000	-	5,000	4,000
Sunrise Health Ministries	15,580	-	15,580	7,540
Word Alive Ministries	6,068	-	6,068	9,667
Anglican Church Diocese of Northern Zambia	-	-	-	40
Centre for Christian Missions	22,560	-	22,560	12,986
Mobile Mission Maintenance	4,040	-	4,040	8,040
Family Life Projects Trust	7,088	-	7,088	1,095
Scripture Union Zimbabwe	8,640	-	8,640	14,290
Samaritan School	(6,790)	-	(6,790)	11,500
Bethel Baptist Church	6,040	-	6,040	2,500
Action Missionare	64	-	64	-
	<u>268,290</u>	<u>-</u>	<u>268,290</u>	<u>212,133</u>

All grants in 2018 were unrestricted, with the exception of the E3 Initiative South Africa grant which included restricted expenditure of £6,095.

E3 INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

6 Support costs

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £	Total Funds 2018 £
Travel and subsistence	-	-	-	6,137
Office and general costs	90	-	90	83
Foreign currency exchange gains/(losses)	409	-	409	278
Governance costs	2,012	-	2,012	1,600
	<u>2,511</u>	<u>-</u>	<u>2,511</u>	<u>8,098</u>

Prior year comparatives

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £	Total Funds 2017 £ (Restated)
Travel and subsistence	-	6,137	6,137	-
Office and general costs	83	-	83	129
Foreign currency exchange gains/(losses)	278	-	278	284
Governance costs	-	1,600	1,600	1,846
	<u>361</u>	<u>7,737</u>	<u>8,098</u>	<u>2,259</u>

7 Net income/expenditure for the year

This is stated after charging:	2019 £	2018 £
Independent examiner's fee :		
for independent examination	970	940
for preparation of statutory accounts	690	660
Trustees and connected persons remuneration	-	-
Reimbursement of nil trustee's expenses (2018: nil)	-	-
	<u>-</u>	<u>-</u>

3 Trustees and related parties (2018: 2) made donations to the charity totalling £1,250 (2018: £4,350) during the year.

Two Trustees (2018: none) waived expenses during the year totalling £268 (2018: £nil).

8 Staff costs and numbers

There were no staff employed by the charity in the current or proceeding year.

The key management team is defined by the charity Trustees . Total key management remuneration for the year amounted to £Nil. (2018 - £Nil).

E3 INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

9 Taxation

The charity is exempt from corporation tax on its charitable activities.

10 Debtors

	2019	2018
	£	£
Debtors: amounts falling due within one year		
Gift aid recoverable	2,712	5,789
Debtors: amounts falling due after more than one year		
Loan	4,000	-
	<u>6,712</u>	<u>5,789</u>

11 Creditors : amounts falling due within one year

	2019	2018
	£	£
Accruals	1,660	1,600
Grants payable	59,710	72,215
	<u>61,370</u>	<u>73,815</u>

Reconciliation of grant commitments:

	2019	2018
	£	£
Commitments brought forward	72,215	78,000
Commitments made in the period	268,290	212,133
Payments during the period	(280,795)	(217,918)
Commitments carried forward	<u>59,710</u>	<u>72,215</u>

E3 INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

12 Movement in funds

	At 1 Jan 2019 £	Income £	Expenditure £	Transfers £	At 31 Dec 2019 £
Restricted Funds					
Lulilandla	-	400	-	-	400
Back to school	655	3,920	-	-	4,575
	655	4,320	-	-	4,975

Unrestricted Funds					
General Funds	189,178	330,328	(290,516)	-	228,990
	189,833	334,648	(290,516)	-	233,965

Prior year comparatives

	At 1 Jan 2018 £	Income £	Expenditure £	Transfers £	At 31 Dec 2018 £
Restricted Funds					
Running costs of charity	14,561	4,787	(28,864)	9,516	-
Lulilandla	100	400	(500)	-	-
Back to school	1,458	4,792	(5,595)	-	655
	16,119	9,979	(34,959)	9,516	655

Unrestricted Funds					
General Funds	94,779	310,314	(206,399)	(9,516)	189,178
	110,898	320,293	(241,358)	-	189,833

E3 INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

12 Movement in funds (continued)

Running costs of charity are funds donated to cover expenditure of the charity incurred during the year, with the exception of grant funding of partnership projects.

The Lulilandla fund has arisen as a result of funds being donated for the purpose of supporting orphans.

The Back to school fund is a programme supporting the purchase of school clothes and stationery for children in South Africa.

13 Analysis of net assets between funds

	Current assets £	Current liabilities £	Total £
Unrestricted Funds			
General Funds	290,360	(61,370)	228,990
Restricted Funds			
Back to school	4,575	-	4,575
Lulilandla	400	-	400
	<u>295,335</u>	<u>(61,370)</u>	<u>233,965</u>

Prior year comparatives

	Current assets £	Current liabilities £	Total £
Unrestricted Funds			
General Funds	262,993	(73,815)	189,178
Restricted Funds			
Back to school	665	-	665
	<u>263,658</u>	<u>(73,815)</u>	<u>189,843</u>

E3 INITIATIVE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

14 Comparative SOFA funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £
Income from			
Donations	310,256	9,979	320,235
Investment income	58	-	58
Total income	<u>310,314</u>	<u>9,979</u>	<u>320,293</u>
Expenditure on			
Raising funds	-	21,127	21,127
Charitable activities	206,399	13,832	220,231
Total expenditure	<u>206,399</u>	<u>34,959</u>	<u>241,358</u>
Net income/(expenditure)	103,915	(24,980)	78,935
Transfers between funds	(9,516)	9,516	-
Net movement in funds	<u>94,399</u>	<u>(15,464)</u>	<u>78,935</u>
Total funds at 1 January	94,779	16,119	110,898
Total funds at 31 December	<u>189,178</u>	<u>655</u>	<u>189,833</u>