

**Tertiary Education Scholarship Trust for Africa
(a Charitable Trust)**

Annual Report and Financial Statements

30 June 2014

(Registered Charity: 1124600)

Contents	Page
Legal and administrative information	2
Report of the Trustees	3-5
Chartered Accountants' Report	6
Statement of Financial Activities	7
Balance Sheet	8
Notes to the Financial Statements	9 - 10

Legal and administrative information

Trustees to the charity (“the managers”)

Dr N Brown, Chairman
Mrs J M Travers
Mr K E Lloyd
Mr D Travers
Dr K Lloyd
Ms A Takura
Mr S Abul-Razak
Mr F Nyikosa
Mr A Madkhazi

Treasurer

Mr K E Lloyd

Secretary

Mr K Lloyd

Principal office

56 Rossiter Road
London
SW12 9RU

Charity number

1124600

Chartered accountants

Cleland & Co Limited
First Floor
Harbour Court
Les Amballes
St Peter Port
Guernsey
GY1 1WU

Bankers

HSBC
The Peak
333 Vauxhall Bridge Road
Victoria
London
SW1V 1EJ

Report of the Trustees

For the year ended 30 June 2013

The Trustees are pleased to present their report together with the unaudited financial statements of the charity for the year ended 30 June 2014.

Reference and administrative details

Charity number:

1124600

Address:

56 Rossiter road
London
SW12 9RU

Trustees:

Dr Nick BROWN – Chairman
Mrs Joanna Marguerite TRAVERS – Trustee
Mr David TRAVERS – Trustee
Mr Kim Erik LLOYD – Trustee
Dr Keith LLOYD - Trustee
Ms Anita TAKURA - Trustee
Mr Saled ABUL-RAZAK - Trustee
Mr Favor NYIKOSA - Trustee
Mr Abdossalam MADKHAZI - Trustee

Advisors and Supporters:

Afrikids
Cleland & Co Limited
Mr Ishmael DODOO

Principal Donors:

VIVALDI Limited
The Travers Family
The Lloyd Family
Cushman & Wakefield/Schools Around The World
Hitachi Chemical Corporation GmbH
The Common Room of Linacre College
Fun(d)raisers

Web-Site:

www.testforafrica.com

Vision

In deciding upon the vision which the charity should undertake the Trustees have paid due regard to the Charity Commission's guidance on public benefit. The vision of the charity is to aid in the sustainable social and economic development of Africa by enabling bright but needy students to receive tertiary education and subsequently return to work within their communities and their nation.

Mission

To provide educational opportunities, advance knowledge, and promote social responsibility by raising funding, assisting with the creation of transparent local Charitable Trusts in developing countries with appropriate infrastructure and political stability, financing the awards of Scholarships for local tertiary education, monitoring Scholars academic achievements and encouraging personal long term commitment to community and/or national development.

Report of the Trustees

For the year ended 30 June 2013

Report from the Trustees

Although we are delighted to report a record year for income received, this was due to a one off donation for the creation of a permanently endowed Scholarship (The Oxford Linacre Rhodes African Scholarship) for an African student at Linacre College, Oxford University. Our major concern is however, the decline of donations for Scholarships at African Universities and Polytechnics due to the loss of our biggest corporate donor and another significant donor.

However, we are pleased to report that 2013-2014 has seen continued growth in scholarship awards to females in all territories, especially in Uganda, where TEST for UGANDA met its 60% gender bias goal. Moreover, it appears that TEST for GHANA will almost meet this goal in their 2014-2015 awards. This is due to specific programmes using third parties to assist in the publicity and identification process in the more remote locations of the respective countries.

TEST for AFRICA proudly reports that at the end of its sixth year, the following achievements have been made during the past 12 months:

1. Despite the continuing economic difficulties throughout the world, successfully raised almost £264,000 in donations (including Gift Aid). This included a one off donation amounting to £160,000 in order to jointly fund with Oxford University and The Rhodes Trust, a permanently endowed fully funded Scholarship (The Oxford Linacre Rhodes Scholarship) for African scholars for postgraduate studies at Linacre College.
2. Using the money raised with the valued help of The Revd. Susan Flynn (retd.) made an initial investment of £25,000 with CCLA Investment Management Ltd. (as leader in the management of UK charity funds) to create the Dr Harry Potter Endowment Fund for Scholarships in Malawi.
3. Made a further initial investment of £100,000 with CCLA Investment Management Ltd. from unsecured funds to provide future funding for general scholarships.
4. Made 385 fully and partially funded Scholarship awards, including 197 in Malawi, 131 in Ghana and 57 in Uganda.
5. Of these Scholarship awards, almost 100 were for medical related degrees (principally Medicine and Nursing).
6. Made major strides in reaching the gender bias goal, especially in UGANDA and GHANA through co-operation with third party charities such as CAMFED.
7. Welcomed several African Linacre College current students and recent graduates to the Boards of Trustees in both the UK and Ghana to improve both balance and recent student experience.
8. Welcomed Leander Kandilige as the new Chairman of TEST for GHANA following the retirement of Professor George Hagan.
9. Appointed recent TEST Scholarship graduates both in Ghana and Malawi as Administrative Assistants in order to improve information exchange and flow both locally and internationally, and to relieve the administrative pressure on our Trustees, all of whom work pro-bono.
10. Reached an understanding with several UK Universities, including Reading, Oxford and Nottingham for the nomination of TEST graduates for funded postgraduate Scholarships.
11. Seen the acceptance of our first TEST graduate by The University of Oxford for the Norman & Ivy Lloyd Scholarship at Linacre College which is jointly funded by TEST for AFRICA/Commonwealth Scholarship Commission. He is Ghanain and will study for a Masters degree in Environmental Change and Management.

Our objectives for 2014-2015 are:

1. To at minimum raise £120,000 of funding from donors.
2. To continue the process of widening the number of donors, particularly for named Scholarships.
3. To provide funding to TEST for GHANA at the current level (£60,000 per year) such that they are able to maintain the number of scholarship awards for the forthcoming academic year.
4. To maintain the financial support for TEST for MALAWI at £30,000 per year such that they can maintain the number of scholarship awards made.
5. To continue to fund TEST for UGANDA with £30,000 annually thereby facilitating an increase in their number of Scholarship awards.
6. To assist TEST for MALAWI in addressing their shortfall in gender bias awards..

Report of the Trustees

For the year ended 30 June 2013

7. To continue to help TEST for GHANA, TEST for MALAWI and TEST for UGANDA enforce effective mentoring programmes and alumni associations for graduating Scholars using modern communication tools such as Facebook.
8. To continue investigate other African countries for future expansion of activities.
9. To continue to encourage our local African charities to move rapidly towards self-sustainability by providing critical counsel and advice on their capital projects designed to achieve such status, and to provide appropriate funding where practical and necessary.
10. To revise the TEST family web-sites with the objective of increasing the solicitation of donations from new donors.

We would like to thank our existing donors for their generous support and welcome those individuals and groups who we have added to our donor pool during the past 12 months.

We also wish to thank Professor George Hagan in recognition of his guidance and hard work in his capacity as the first Chairman of TEST for GHANA in placing TEST as the largest provider of scholarships for undergraduate study in Ghana. We wish him well in his retirement.

We also that the other Trustees of TEST for GHANA who have completed their term of office and assisted Professor Hagan.

Finally, we wish to express our gratitude to all of our Trustees and Supporters for their tireless, pro-bono dedication to our shared cause.

Trustees Responsibilities in relation to the Financial Statements

The responsibilities of the Board in relation to legislation applicable to charities in England and Wales include the preparation of financial statements which give a true and fair view of the Trust's financial activities during the year and its financial position at the end of the year. In this respect, the Board confirms that:

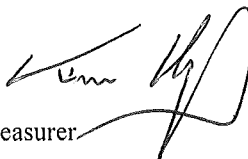
- Suitable accounting policies have been selected and applied consistently;
- Judgements and estimates made have been reasonable and prudent;
- The financial statements have been prepared on a going concern basis;

The Board is responsible for keeping accounting records which disclose with reasonable accuracy at any time the financial position of the Trust and which enables the Board to ensure that the financial statements comply with the Charities Act 2011. The Board is also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Trustees and signed on their behalf by:



Chairperson of the Board of Trustees (Committee of Management)


Treasurer

Date: 5 December 2014

Chartered Accountants' Report to the Trustees on the preparation of the unaudited statutory financial statements of Tertiary Education Scholarship Trust for Africa for the year ended 30 June 2014

In order to assist you to fulfil your duties under The Charities Act, 2011, we have prepared for your approval the financial statements of Tertiary Education Scholarship Trust for Africa for the year ended 30 June 2014 which comprise the Statement of Financial Activities, the Balance Sheet, and the related notes from the charity's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/membershandbook.

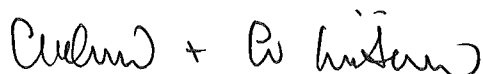
This report is made solely to the Trustees of Tertiary Education Scholarship Trust for Africa, in accordance with the terms of our engagement letter dated 21 July 2009. Our work has been undertaken solely to prepare for your approval the financial statements of Tertiary Education Scholarship Trust for Africa and state those matters that we have agreed to state to the Trustees of Tertiary Education Scholarship Trust for Africa, in this report in accordance with AAF 2/10 as detailed at icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Tertiary Education Scholarship Trust for Africa and its Trustees for our work or for this report.

It is your duty to ensure that Tertiary Education Scholarship Trust for Africa has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and surplus of Tertiary Education Scholarship Trust for Africa. You consider that Tertiary Education Scholarship Trust for Africa is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Tertiary Education Scholarship Trust for Africa. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

The maintenance and integrity of the Charity's website are the responsibility of the Trustees; The work carried out by us in relation to these financial statements does not involve consideration of these matters and, accordingly we accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented to the website.

Legislation in the UK governing the preparation and dissemination of these financial statements may differ from legislation in other jurisdictions.



Cleland & Co Limited
Chartered Accountants
First Floor
Harbour Court
Les Amballes
St Peter Port
Guernsey
GY1 1WU

Date: 18 December 2014

Statement of Financial Activities

For the year ended 30 June 2014

	<i>Notes</i>	<i>Unrestricted funds £</i>	<i>Endowment funds £</i>	<i>Total funds 2014 £</i>	<i>Total funds 2013 £</i>
Incoming resources					
Donations and gifts		264,199	-	264,199	127,257
Bank interest receivable		57	-	57	167
Total incoming resources		<u>264,256</u>	<u>-</u>	<u>264,256</u>	<u>127,424</u>
Resources expended					
Direct charitable expenditure	2	(275,000)	-	(275,000)	(125,400)
Bank charges		(180)	-	(180)	(160)
Total resources expended		<u>(275,180)</u>	<u>-</u>	<u>(275,180)</u>	<u>(125,560)</u>
Net (deficit)/surplus		(10,924)	-	(10,924)	1,864
Total funds brought forward		198,849	21,903	220,752	218,888
Gross transfer between funds		(3,815)	3,815	-	-
Total funds carried forward	6	<u>184,110</u>	<u>25,718</u>	<u>209,828</u>	<u>220,752</u>

All operations are continuing.

There were no gains or losses other than the net movement in funds for the year.

No Trustee or any person with a family or business connection with a Trustee received remuneration, or other benefits, directly or indirectly, from the charity or from any connected organisation.

The charity works on a pro-bono basis.

Statement of Total Recognised Gains and Losses

For the year ended 30 June 2014

	<i>2014</i>	<i>2013</i>
	<i>£</i>	<i>£</i>
Net (deficit)/surplus for the year	(10,924)	1,864
Movement on revaluation of investments	6,523	-
<i>Total recognised gains and losses for the financial year</i>	<u>(4,401)</u>	<u>1,864</u>

Tertiary Education Scholarship Trust for Africa

Balance sheet

At 30 June 2014

	Notes	Unrestricted funds £	Endowment funds £	Total funds 2014 £	Total funds 2013 £
Current Assets					
Cash at bank and deposits		84,110	-	84,110	220,752
Quoted investments	4	105,936	26,305	132,241	-
Net assets		190,046	26,305	216,351	220,752
Funds					
Unrestricted funds	5, 6	184,110	-	184,110	21,903
Endowment funds	5, 6	-	25,718	25,718	198,849
Investment reserve	6	5,936	587	6,523	-
Total funds	6	190,046	26,305	216,351	220,752

We approve these financial statements and confirm that we have made available all relevant records and information for their preparation.

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008) and follow best practice as laid down in the Statement of Recommended Practice "Accounting and Reporting by Charities" (Revised 2005).

The financial statements were approved by the Trustees on 5 December 2014 and are signed on its behalf by:-

Nick D. BROWN

Trustee

Seeth Seey

Trustee

Wm G. J.

TREASURER

Notes to the financial statements

At 30 June 2014

1. Accounting policies

Accounting convention

The financial statements have been prepared under the historical cost convention, as modified to include investments at market value, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008). In preparing the financial statements the charity follows best practice as laid down in the Statement of Recommended Practice "Accounting and Reporting by Charities" (Revised 2005).

Cash flow

The accounts do not include a cash flow statement because the Charity, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective April 2008).

Incoming resources

All the company's charitable income is derived from its continuing operations. Donations and gifts are credited on a receipts basis. Bank interest receivable is accounted for on an accruals basis.

Resources expended

Grants are charged on an accruals basis and are accounted for as a liability from the date of approval by the Trustees. Expenses are not usually borne by the Charity as all services are provided to it on a pro-bono basis.

Quoted investments

Quoted investments are stated at market value. Market values of quoted investments are calculated using the closing price on the last business day in the Trust's financial year.

Fund accounting

Details of the nature and purpose of each fund is set out in note 5.

2. Direct charitable expenditure

Consists of institutional grants:

<i>Institution</i>	<i>Number of grants</i>	<i>2014 £</i>	<i>2013 £</i>
TEST for Ghana	1	60,000	60,000
TEST for Malawi	1	25,000	32,500
TEST for Uganda	1	30,000	20,000
Linacre College	1	160,000	12,900
		275,000	125,400
		275,000	125,400

Further information on the grants awarded is given in the Report of the Trustees.

3. Taxation

The Trust is exempt from UK taxation under Section 505 of the Income and Corporation Taxes Act 1988.

Notes to the financial statements

At 30 June 2014

4. Quoted investments

	<i>Unrestricted funds</i>	<i>Endowment funds</i>	<i>Total funds 2014</i>	<i>Total funds 2013</i>
	£	£	£	£
Cost:				
At 1 July 2013	-	-	-	-
Additions	100,000	25,718	125,718	-
At 30 June 2014	100,000	25,718	125,718	-
Market value:				
At 30 June 2014	105,936	26,305	132,241	-

5. Funds

Unrestricted funds comprise those funds which the Trustees are free to use in accordance with the charitable objectives.

Endowment funds represent those assets which must be held permanently by the charity, principally investments. Income arising on the endowment fund can be used in accordance with the objectives of the charity and is included as unrestricted income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

6. Total funds

	<i>Unrestricted funds</i>	<i>Endowment funds</i>	<i>Investment funds</i>	<i>Total funds</i>
	£	£	£	£
Opening funds	198,849	21,903	-	220,752
Net (deficit)/surplus	(10,924)	-	-	(10,924)
Movement in revaluation of investments	-	-	6,523	6,523
Gross transfer between funds	(3,815)	3,815	-	-
At 30 June 2014	184,110	25,718	6,523	216,351

7. Reconciliation of movement in total funds

	<i>2014</i>	<i>2013</i>
	£	£
Opening total funds at 1 July 2013	220,752	218,888
Net (deficit)/surplus in funds for the year	(10,924)	1,864
Movement in revaluation of investments	6,523	-
Closing total funds at 30 June 2014	216,351	220,752

8. Related party transactions

Included in donations and gifts is £26,667 (2013: £26,667) from Mr K E Lloyd and £160,000 (2013: £12,900) from Dr K Lloyd, both of whom are trustees of the Charity.