

REGISTERED COMPANY NUMBER: 04607292
REGISTERED CHARITY NUMBER: 1100045

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020
FOR
KIDS FOR KIDS**

KIDS FOR KIDS

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for the Year Ended 31 March 2020**

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KIDS FOR KIDS

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 MARCH 2020**

TRUSTEES

Mr F D N Campailla
Ms N A Giske
Mr A D Jenkins
Mr A King-Smith
Mrs P M Parker MBE

REGISTERED OFFICE

Ground Floor
1-7 Station Road
Crawley
West Sussex
RH10 1HT

REGISTERED COMPANY NUMBER 04607292

REGISTERED CHARITY NUMBER 1100045

INDEPENDENT EXAMINER

Darren Harding ACA FCCA DChA
Richard Place Dobson Services Limited
Chartered Accountants
1-7 Station Road
Crawley
West Sussex
RH10 1HT

One of the worst years ever - and about to get worse? That is how I judged life to be in the villages of Darfur, when, after 9 long years of being refused permission to visit Sudan, we were able to return in February 2020. Following the arrest of President Bashir and change of Government, formed in August 2019, we were not just allowed back, but warmly welcomed, both in Khartoum and in Darfur. At last it looks as if the Sudanese Government sees Kids for Kids as a valued partner. I was asked by the new Commissioner-General for Humanitarian Aid in Khartoum to brief him on our sustainable projects and to help other, newly formed national NGOs to replicate our approach. This was a very different and hugely positive change in the government's policy. One I had dreamed of but despaired of ever seeing. However, the country's finances are in a parlous state, so it will take a long time for this policy to be implemented in practice unless the international community gives substantial assistance.

Darfur - back at last. Despite being prevented from visiting for so long, much was as we remembered. There have been some positive changes in the regional capital El Fasher, but so far as I could judge, they were principally for the comfort of the Government and security forces based there. The mosque has been rebuilt, the market tidied up and book stalls removed, but a few yards from the centre, children are still collecting water from dirty barrels and most roads are still unpaved, just packed sand. The welcome from our wonderful community volunteers, in the compound where our little office is situated, was overwhelming. I was particularly touched when a large banner with a picture of Robin Radclyffe, who had helped the charity for many years as our database manager and project monitor, was put up in the room where he had been with us for so many meetings. Sadly Robin had passed away just a short while before our long planned trip. He would not have wanted us to delay it, but it was poignant to find him remembered so far from home.

Kids for Kids is not an emergency aid organisation. Our mandate is to provide long-term assistance to communities let down by the rest of the world, out of sight and forgotten. Our policy of training villagers to run the projects themselves, projects they have identified as being the things that will make the most difference long term, continues to transform their lives, giving children the real prospect of a better future. By providing a package of basic essentials to individual families, from our goat loans to farm tools and mosquito nets, digging for water wherever possible, and training volunteers as midwives, first aid workers and paravets, we are transforming the life of the whole village.

If ever we had had doubts that our policy was the right one, then this visit in February to Darfur provided incontrovertible proof that Kids for Kids was providing unparalleled assistance. I visited as many villages as we could squeeze into the few days we were able to stay in North Darfur. In every one, literally hundreds of people were waiting for us. In Um Ga'al, the first village we adopted in 2001, over 1,000 people stood in the hot sun, waiting to say thank you. It was overwhelming proof indeed that the simple, basic things we provide, added together, lift families out of abject poverty, giving whole communities hope for the future of their children. It is listening to people, seeing at first hand how they live, and then providing, in discussion with them, essentials appropriate to the region, that makes our help so effective and sustainable.

I visited our Kindergartens for the first time. I saw the Health Units. The contrast of these brick buildings to the draughty, sand-filled straw huts people call home, is stark. What struck me was how everything is utilised to its greatest extent. Although people have little formal education, it is a mistake to think they are not intelligent. A young man, Abdallah Salih, whom I had first met in 2001 as a small child of 10, made a speech in English. English he had taught himself in order to speak to me. I had met Abdallah when I returned to Um Ga'al to check that the first £54,000 I had raised for the village had been spent correctly. He was a friend of Ibrahim, whose walk across the desert for water all those years ago had inspired the foundation of Kids for Kids. Seeing Ibrahim again during this visit as a young man, married, with his wife and children, and his lovely mother Asma, left me without words. He could have died from so many things, but, instead, he is 6' 5" - the same height as my son, Alastair. I often think of Asma, and her devotion to her children, and it spurs me on knowing that parents, and indeed grandparents, continue to worry about the future of their children. Children who are still walking for miles in the heat of Sudan for every drop of water.

CHAIRMAN'S REPORT
for the Year Ended 31 March 2020

The exigencies of life in Darfur as I write give little hope, unless the outside world steps in. Sanctions have drained Sudan of overseas currency and investment, and the loss of the oil, plus the appalling years of corruption at every level of society, mean that across Sudan basic infrastructure is lacking - and none more so than in Darfur. I showed an eminent lawyer in Khartoum pictures I took in the hospital at Mellit. Mellit is a major town, yet there was not even a working pair of stethoscopes in the hospital. What hope of ventilators for sufferers from COVID-19 now sweeping through the region? This man said "but those must be pictures you took 20 years ago in Mellit". Sadly these were from February 2020 - over all that time, there has been little or no improvement in healthcare in Darfur. In addition to our package of sustainable projects, we have been asked to provide basic medical equipment. We must do our best - it is essential.

It was a great pleasure to hold meetings with the full Kids for Kids Steering Committee, all volunteers from their communities, who implement our projects in Darfur. I spent several hours discussing face to face with **Adam Sabil, Adam Abbaker, Yagoub Musa Shumein, Fowzia Abbas Abdelhamid, Medina Ahmad Mohamed, Ardashaam Ahmed and Mohamed Bashr** how conditions in Darfur were changing, and how we can help. A crucial member at our meetings is of course **Dr Salim Ahmed Salim**, our Programme Manager. It is he and **Hassan Mehisi**, our diligent Programme Officer, who are our principal team and with whom I am in touch on an almost daily basis.

From all I learnt during our visit, it was obvious that starvation was a very real threat. The risk of this is increasing because of a number of factors: inflation has now risen to over 100%, a continued and severe lack of fuel has affected every aspect of life, and there has been a prolonged and continuing lack of basics, even bread. My Spring Mailing therefore was an appeal to help us to provide support for as many families as possible to save their children from starvation. But worse was to come. The COVID-19 pandemic has swept across the world, and it has not passed over even the remote villages in Darfur where Kids for Kids has been making such a difference for the last 20 years. Since April we have been providing the one thing that gives people hope: their only defence against the virus, soap. **As I write, our appeal to provide five bars of soap to every one of the families in our 105 villages continues.** Thanks to the prudence of our Trustees, we have reserves retained to enable us to be flexible in our approach. I was therefore able to arrange for 466,000 bars of soap to be delivered urgently, utilising our reserves. The UK Charity Commission has exceptionally authorised the use of reserves to help tackle COVID-19. Thankfully, because of our policy of ensuring we have funds before we commit to projects, we have not had to reallocate restricted funds.

I am enormously grateful to our voluntary chairman, **Hatim Abu Sineina**, and to his friends who have negotiated with providers of soap in Khartoum and arranged for its transportation, at a time when they too are in lockdown. The response to our soap appeal has been hugely encouraging, but there is still a massive financial shortfall which I am hoping our ongoing appeal for donations will help us to diminish. **Hatim and Omer Shumeina**, our Honorary Treasurer and dear friend, continue to make it possible for us to work with complete confidence that our funds are secure and spent exactly as donors expect. We met many old friends whilst we were in Khartoum, but it was being greeted by **Hatim and Khalid Mekki** in the middle of the night at Khartoum airport, that remains one of my dearest memories.

It is nearly 20 years since I founded Kids for Kids and it continues to be so important, indeed, vital in the lives of so many. As I write, the effects of COVID-19 on our ability to fundraise and indeed to deliver our projects is potentially catastrophic. We have had to cancel all our events since March 2020, losing an income of £50,000 in the first four months of the 2020 calendar year. Although our Candlelit Christmas Concert is booked, there is no guarantee that it will be safe for people to attend. Sponsored challenges too have been hit, with the big Prudential Bike Ride in August the most recent loss. I am hoping people will plan challenges for themselves and ask for support, instead of joining in with mass events. Please do let us know if we can help in any way. Even collecting tins are no longer productive. The small change from those adds up to over £2,000 over a year. That has gone, in this new era of contactless payment. Yet I cannot find anything to enable contactless donations simply and quickly, to enable people to donate on a whim when they are out and about. Can you help?

Overall income in 2019-20 declined from £488,232 to £461,991 compared to 2018-19. We were able to keep a tight rein on costs of generating voluntary income, down from £55,144 to £42,443, and managed to increase expenditure on project work in Sudan, up from £284,362 to £527,272. Total expenditure increased from £423,583 to £633,960. It has been an ongoing struggle to transfer foreign currency to Sudan to pay for our projects. Fortunately, we were able to make a payment after many attempts at the year end, which arrived in our bank account in Khartoum in April 2020, enabling us to pay quickly for soap to prevent the spread of COVID-19 in our villages.

KIDS FOR KIDS

CHAIRMAN'S REPORT for the Year Ended 31 March 2020

This year the help of our committed supporters, many of whom are long-term Regular Donors, will mean even more than usual. The commitment of Children's Champions to supporting a project of their choice for three years enables me to plan properly, for the long term. It is increasingly difficult to commit to projects because of the uncertainty of raising funds. When I could count on our two major annual Events, and smaller, but equally important, events such as our street collection or our Fishing Day, then I knew we would not let people down. Now, amid all the uncertainties of life and with face-to-face meetings suspended, it is much harder. Please do consider becoming a Children's Champion. The memory of all those families waiting to thank you through me could not be a greater testimony of the value of what we are doing.

Kids for Kids will never raise hopes, then let down people in need. Water has always been our priority, but now I am worried. Handpumps have been donated at £6,500 each. Every year we are given fewer. Now the water authorities are saying that they will have to charge us £11,000 for each one. And now, unlike in the past, additional charges if they have to repeat drill. It can be up to three or even four times before they strike clean water. I am deeply concerned that we may not be able to fund handpumps in future. But if we don't, who will?

Last year I reported the delays that meant that we could not conduct the training and provide our package of essentials, even the goats, to the eight villages we adopted in 2019. Despite everything, we are continuing to work with these communities and to fulfil our commitment, albeit taking longer than planned. I am happy to report that as soon as the rains come this year and the grass starts to grow, we are in a position to provide the goats at last. COVID-19 however has prevented field visits and training for our new midwives, paravets and first aid workers to start as yet, but these too will happen as soon as it is considered safe to do so. However, because of soaring inflation and the sharp rise in prices, we will not be commissioning any new kindergartens this year beyond those already planned (not all are funded as yet and we are seeking sponsors) but these will go ahead. However, the five new communities we had planned to adopt is not confirmed. I have to be sure that our income will not fall any further and also take account of the effect of inflation and currency devaluation. We may have to cut down the number of new villages - something I am reluctant to do, but I have always been determined never to raise hopes and then to let people down.

This has been a strange year but Kids for Kids has been ahead of the trend! Because I decided from the start that I was determined to keep administrative costs as low as possible, I transformed my studio at home into the Kids for Kids' office. That has saved us thousands of pounds over the years. At the same time everyone who has worked for me has worked part time from their own homes, but coming regularly to meetings. I reported last year that Sage Lancaster, who has supported Kids for Kids since she was a little one at school, was taking a year to travel, so we were already working remotely, often with Sage at the other side of the world. Zoom meetings have held no challenges for us! Far from needing anyone to be furloughed we have all been working harder than ever in these difficult times for any charity. I am enormously grateful to Sage for continuing to fundraise and to manage our website, social media and all publicity. She has been of exceptional value to Kids for Kids and now that she is starting full-time at the LSE we are going to miss her. We are currently advertising for her replacement - please do look at the website.

I am lucky however that Sarah Lumb, who joined us in October, is going from strength to strength as my assistant and I am sure those of you who have been in touch with her will know how efficient and helpful she is. Another change sadly is the departure of Louise Bradstock, who has been our bookkeeper for many years. She is a great loss too, but lockdown has created too much pressure and, quite rightly, she must put her family first. I am looking forward to welcoming David Self to take over. He will have a lot to live up to!

Of course, the most tragic loss was Robln Radclyffe dying so unexpectedly just before lockdown. He cannot be replaced. His support for me personally and his dedication to the work he did for Kids for Kids was exemplary, both here in the UK and on our projects. I am so very grateful to so many of you who contributed to the handpump we will be installing at the village of Matawy in his memory. We are able to name many of our projects to commemorate people, events or special dates. I was very touched to find how important this is to villagers too. To have their village supported in this way means a great deal to them.

KIDS FOR KIDS

CHAIRMAN'S REPORT for the Year Ended 31 March 2020

Pete Barclay continues to maintain our database, keeping Kids for Kids up and running. Without his assistance and patience I do not believe we could function. We now have an even better system and more reliable database-hosting service. I am also grateful to **Matt Deubert** for endlessly rescuing us whenever our computers, printers and other systems fail.

Safeguarding has been given much publicity in recent months but it is something we have been careful to ensure from the beginning. Now there is a new dimension, with the onset of COVID-19. The daily access to updates on the virus are not available in Darfur so easily. I have therefore been careful to ensure that our team in El Fasher and our volunteers are kept up to date with all the symptoms and the recommendations of WHO and Government guidance. I am pleased to report that I have photographic evidence of the use of masks and social distancing whilst they work on our behalf. Additionally we are providing illustrated leaflets to every village to teach people how to wash their hands properly, when they receive the soap. Illiteracy amongst women is high, over 98% in villages, which is why leaflets needed to be specially designed.

The loyalty of volunteers is of inestimable value: I am immensely grateful to all the wonderful volunteers who continue to make Kids for Kids possible. **Mary Jane Kupsky** in Chicago manages our US Friends and is a wonderful volunteer. I was horrified to learn that she had contracted the virus, as indeed had Sage and her parents in Brooklyn, New York. Thankfully all have now recovered though with ongoing tiredness. Despite that, Mary Jane and Sage continue to look after our supporters in America through Global Giving, as does **Mary Clark** in the UK. I am proud to say that, thanks to them, we continue to have **Super Star Status** with Global Giving. Details of the projects supported through this excellent platform are in the Accounts.

Without volunteers Kids for Kids could not exist and my thanks go to all our wonderful friends on the **Surrey Committee**, and the new **London Group**. I am looking forward immensely to seeing everyone again once that becomes possible. Without our Trustees and hugely supportive Patrons, it would be impossible to run Kids for Kids. I would also like to thank all those who have held events, large and small, or who have invited me to speak to them and to make PowerPoint presentations to show what life is like in Darfur. Although it will soon be possible, under the new Government in Sudan, to visit the country once COVID-19 is under control, Darfur is such an inhospitable region that it is not on the tourist map. It is therefore important for me to give illustrated talks so people can understand how desperately in need people are. It is still hard for me to think how unjust it is for children to be forced to sleep on the sand and to walk miles for every drop of water. Recently I have of course been making PowerPoint presentations on Zoom, not only to introduce Kids for Kids to people, but also to report on our recent visit to Darfur. I would love to do more if you have a group who would like to 'meet' me on line!

I am looking forward to meeting more friends at this year's Candlelit Christmas Concert on Thursday 3rd December - or at our Fishing Day on Saturday 10th October. We are already planning to celebrate our 20th Birthday year in 2021. Please do join us. It is you who are enabling Kids for Kids to transform the lives of children out of sight and out of mind of the rest of the world. You are exceptional, and I would like to celebrate with you to say thank you.



.....
Mrs P. M. Parker MBE - Trustee

KIDS FOR KIDS

REPORT OF THE TRUSTEES for the Year Ended 31 March 2020

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Public benefit

All charities in England and Wales must have charitable aims that are based on providing public benefit and comply with section 4 of the Charities Act 2011. The trustees have regard to the Charity Commission's guidance on public benefit.

FINANCIAL REVIEW

Reserves policy

It is the policy of the charity to maintain funds at a level sufficient to fund projects and insurance for staff in Sudan in the event of a sharp fall in incoming resources. The trustees believe this should be a year.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The trustees, who are also the trustees for the purpose of charity law, and who served during the year were:

Mr F D N Campailla
Ms N A Giske
Mr A D Jenkins
Mr A King-Smith
Ms P. M. Parker MBE

Trustees have given consideration to the Charities SORP ('Statement of Recommended Practice') Committee's advice in its publication 'Implications of COVID-19 Control Measures and Charity Financial Reporting' and to the risks arising as a result of the coronavirus pandemic. The Charity is actively monitoring and managing the situation as it develops. We have adapted our operations and consider that the Charity has adequate reserves and committed future grants from supportive and solvent funders.

EVENTS SINCE THE END OF THE YEAR

As a direct consequence of the Coronavirus (COVID-19) pandemic, and in accordance with UK government guidelines Kids for Kids ceased all activity related to events on 21 March 2020 for an indeterminate period.

In Sudan COVID-19 has already led to a curtailment of some sustainable projects because of the cancellation of field visits and therefore training of communities. In light of the pandemic and because of the dangers of the virus to remote communities the charity has initiated an emergency preventative project (provision of soap to all our villages).

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 5/10/2020 and signed on its behalf by:


.....
Mrs P M Parker MBE - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
KIDS FOR KIDS**

Independent examiner's report to the trustees of Kids for Kids ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2020.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

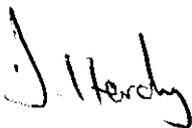
Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of ACA FCCA DChA which is one of the listed bodies

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

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



Darren Harding ACA FCCA DChA
Richard Place Dobson Services Limited
1-7 Station Road
Crawley
West Sussex
RH10 1HT

Date:12/10/2020.....

KIDS FOR KIDS

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
for the Year Ended 31 March 2020**

	Notes	Unrestricted fund £	Designated fund £	Restricted fund £	31.3.20 Total funds £	31.3.19 Total funds £
INCOME FROM						
Donations	2	298,260	-	98,154	396,414	429,601
Fundraising activities	3	56,794	-	-	56,794	48,641
Investment income	4	<u>8,783</u>	<u>-</u>	<u>-</u>	<u>8,783</u>	<u>9,989</u>
Total		363,837	-	98,154	461,991	488,231
EXPENDITURE ON						
Cost of Raising Funds						
Costs of generating voluntary income	5	<u>42,443</u>	<u>-</u>	<u>-</u>	<u>42,443</u>	<u>55,144</u>
		42,443	-	-	42,443	55,144
Charitable activities	6					
Project work in Sudan		<u>214,311</u>	<u>250,000</u>	<u>127,206</u>	<u>591,517</u>	<u>368,439</u>
Total		256,754	250,000	127,206	633,960	423,583
NET INCOME/(EXPENDITURE)						
		107,083	(250,000)	(29,052)	(171,969)	64,648
Transfers between funds	15	<u>(103,000)</u>	<u>103,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net movement in funds		4,083	(147,000)	(29,052)	(171,969)	64,648
RECONCILIATION OF FUNDS						
Total funds brought forward		331,149	845,566	53,428	1,230,143	1,165,495
TOTAL FUNDS CARRIED FORWARD		<u>335,232</u>	<u>698,566</u>	<u>24,376</u>	<u>1,058,174</u>	<u>1,230,143</u>

The notes form part of these financial statements

KIDS FOR KIDS (REGISTERED NUMBER: 04607292)

BALANCE SHEET

At 31 March 2020

	Notes	Unrestricted fund £	Designated fund £	Restricted fund £	31.3.20 Total funds £	31.3.19 Total funds £
FIXED ASSETS						
Tangible assets	11	-	-	-	-	110
CURRENT ASSETS						
Debtors	12	44,626	-	-	44,626	41,288
Cash at bank	13	<u>315,254</u>	<u>948,566</u>	<u>24,376</u>	<u>1,288,196</u>	<u>1,212,619</u>
		359,880	948,566	24,376	1,332,822	1,253,907
CREDITORS						
Amounts falling due within one year	14	(24,648)	(250,000)	-	(274,648)	(23,874)
NET CURRENT ASSETS		<u>335,232</u>	<u>698,566</u>	<u>24,376</u>	<u>1,058,174</u>	<u>1,230,033</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>335,232</u>	<u>698,566</u>	<u>24,376</u>	<u>1,058,174</u>	<u>1,230,143</u>
NET ASSETS		<u>335,232</u>	<u>698,566</u>	<u>24,376</u>	<u>1,058,174</u>	<u>1,230,143</u>
FUNDS						
Unrestricted funds:	15					
General fund					335,232	331,149
Designated fund					<u>698,566</u>	<u>845,566</u>
Restricted funds					<u>1,033,798</u>	<u>1,176,715</u>
					<u>24,376</u>	<u>53,428</u>
TOTAL FUNDS					<u>1,058,174</u>	<u>1,230,143</u>

The notes form part of these financial statements

BALANCE SHEET - CONTINUED
At 31 March 2020

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2020 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

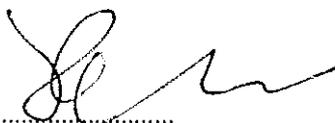
- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees on 5/10/2020 and were signed on its behalf by:



.....
Mrs P M Parker MBE -Trustee



.....
Mr F D N Campailla -Trustee

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

The registered office is Ground Floor, 1/7 Station Road, Crawley, West Sussex, RH10 1HT.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Income

Donation income is recognised at the point the charity receives the income.

Fundraising income is recognised when the charity becomes legally entitled to the income and the event to which it relates has taken place.

Investment income is recognised as it is received.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries, as well as costs relating to the trustees' visits to monitor and evaluate the projects.

Costs of generating voluntary income include office running costs, as well as administrative expenses and bookkeeping. They also include governance costs which are those costs associated with meeting the constitutional and statutory requirements of the charity.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life.

Computer equipment - 33% on cost

Items of less than £1,000 are not capitalised. For more information see note 11.

1. ACCOUNTING POLICIES - continued

Taxation

As a registered charity, the company is exempt from income and corporation tax to the extent that its income and gains are applicable to charitable purposes only. Value Added Tax is not recoverable by the company, and is therefore included in the relevant costs in the Statement of Financial Activities.

Fund accounting

The Charity maintains a general unrestricted fund that represents funds that are expendable at the discretion of the trustees in furtherance of the objects of the charity. Such funds may be held in order to finance both working capital and capital investment.

Designated funds are unrestricted funds held in the UK or in Sudan that have been earmarked for project expenditure in Sudan or to mitigate risks to the effective implementation of projects.

Restricted funds have been provided to the charity for particular purposes, and it is the policy of the board of trustees to carefully monitor the application of these funds in accordance with the restrictions placed upon them.

There is no formal policy of transfer between funds or on the allocation of funds to designated funds, other than that described above.

Any other proposed transfer between funds would be considered on their particular circumstances.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Debtors

Debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount after allowing for any discounts due.

Financial Instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020

1. ACCOUNTING POLICIES - continued

Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

Employee staff benefits

The costs of short-term employee benefits are recognised as a liability and an expense.

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Key Judgements and Accounting Estimates

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the balance sheet date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates.

The main judgement and accounting estimates included in the accounts are:

- Accruals - Management has made estimates and established accruals in respect of potential liabilities as at the balance sheet date.

- Depreciation - Management has made assumptions and estimated depreciation rates in respect of showing a true and fair view of the assets at the balance sheet date.

2. DONATIONS

	Unrestricted funds £	Restricted funds £	31.3.20 Total funds £	31.3.19 Total funds £
Donations	245,307	98,154	343,461	380,646
Gift aid	<u>52,953</u>	<u>-</u>	<u>52,953</u>	<u>48,955</u>
	<u>298,260</u>	<u>98,154</u>	<u>396,414</u>	<u>429,601</u>

3. FUNDRAISING ACTIVITIES

	Unrestricted funds £	Restricted funds £	31.3.20 Total funds £	31.3.19 Total funds £
Fundraising events	50,154	-	50,154	42,171
Social lotteries	<u>6,640</u>	<u>-</u>	<u>6,640</u>	<u>6,470</u>
	<u>56,794</u>	<u>-</u>	<u>56,794</u>	<u>48,641</u>

KIDS FOR KIDS**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**
for the Year Ended 31 March 2020**4. INVESTMENT INCOME**

	Unrestricted funds £	Restricted funds £	31.3.20 Total funds £	31.3.19 Total funds £
Deposit account interest	<u>8,783</u>	<u>-</u>	<u>8,783</u>	<u>9,989</u>

5. COSTS OF GENERATING VOLUNTARY INCOME

	31.3.20 £	31.3.19 £
Fundraising support costs		
Salary (see notes 8 and 9)	16,430	15,650
Social security	2,020	4,150
Pensions	838	11,610
Fundraising costs	<u>17,491</u>	<u>20,279</u>
	<u>36,779</u>	<u>51,689</u>
Fundraising activities		
Event expenses	5,062	2,925
Insurance	<u>602</u>	<u>530</u>
	<u>5,664</u>	<u>3,455</u>
Total Costs of Generating Voluntary Income	<u>42,443</u>	<u>55,144</u>

6. CHARITABLE ACTIVITIES COSTS

	31.3.20 £	31.3.19 £
Project work in Sudan:		
Unrestricted	150,066	203,334
Designated	250,000	-
Restricted	<u>127,206</u>	<u>81,028</u>
	<u>527,272</u>	<u>284,362</u>
Support Costs:		
Unrestricted	64,245	84,078
Restricted	<u>-</u>	<u>-</u>
	<u>64,245</u>	<u>84,078</u>
Total Charitable Activities Costs	<u>591,517</u>	<u>368,440</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020

7. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31.3.20	31.3.19
	£	£
Depreciation - owned assets	110	704
Independent examiner's fees	<u>2,640</u>	<u>2,580</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

	31.3.20	31.3.19
	£	£
Salaries	65,719	62,547
Social security	<u>8,080</u>	<u>9,784</u>
	<u>73,799</u>	<u>72,331</u>

No trustee has been paid for services as a trustee, but the C.E.O. who is also a trustee has been paid for her services as C.E.O. Further details regarding this are included in note 9.

The trustee's salary has been split between cost of charitable activities and generating funds in a 3:1 ratio.

Trustees' expenses

Expenses paid to trustees or persons connected with trustees:

	31.3.20	31.3.19
	£	£
Expenses reimbursed to CEO	18,621	18,265

Expenses charged to the charity by the trustees include costs relating to the trustees programme meetings to monitor and evaluate the projects, plus office expenses incurred by Mrs P. M. Parker MBE, who provides office space at her home as agreed by the Charity Commissioners in 2007 of £13,000. The cost has remained the same for 13 years at £13,000 (2019: £13,000). This has continued to save the charity from having to pay escalating commercial rates for office accommodation costs and services.

KIDS FOR KIDS

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the Year Ended 31 March 2020

9. STAFF COSTS

	31.3.20	31.3.19
	£	£
Wages and salaries	65,719	62,547
Social security costs	8,080	9,784
Other pension costs	<u>3,353</u>	<u>43,220</u>
	<u>77,152</u>	<u>115,551</u>

The average monthly number of employees during the year was as follows:

	31.3.20	31.3.19
CEO	<u>1</u>	<u>1</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	31.3.20	31.3.19
£60,001 - £70,000	-	1
£70,001 - £80,000	<u>1</u>	<u>-</u>

The Trustees' resolution to pay Mrs P. M. Parker, the CEO, a salary (disclosed above and in note 8) was approved by the Charity Commission in 2007. The Trustees determined in October 2012 that replacing the current CEO with someone paid at full market rates would require the charity to pay a package of between £90,000 and £125,000 at that time, i.e. an average of £107,500 per year, plus an increase for inflation. The current CEO decided not to take the full rate of salary allocated by the Trustees for the CEO's pay, in effect equivalent to a donation to the charity of £50,000+ each year. She is also putting in working hours far beyond those expected of a normal salaried employee, without overtime payments, so the value to the charity of her contribution is significantly in excess of this amount. The Trustees set the CEO's level of salary annually to ensure this stays the same in real terms through an adjustment for inflation based on the government's official Consumer Price Index figures. The CEO has chosen not to take health insurance or other benefits from the charity. The Trustees have decided to pay the CEO a pension in accordance with government policy.

The Trustees wish to acknowledge the CEO's exceptional contribution to the charity. Her salary does not reflect the hours worked, both paid and voluntary, in her capacity as administrator, project designer, manager and the person principally responsible for raising awareness, global advocacy and fundraising worldwide.

Other than salary and related costs, other paid work during the year was carried out by a part time bookkeeper, two part time assistants, and a part time database entry and research assistant. Fees are also paid for website maintenance and design, hosting and maintaining the database, and IT support.

Key management personnel

The charity has one member of key management personnel. The total employment costs of key management personnel were £76,882.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020

10. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES FOR YEAR ENDED 31.03.19

	Unrestricted fund £	Designated fund £	Restricted fund £	Total funds £
INCOME FROM				
Donations	314,128	-	115,473	429,601
Fundraising activities	48,641	-	-	48,641
Investment income	<u>9,989</u>	<u>-</u>	<u>-</u>	<u>9,989</u>
Total	372,758	-	115,473	488,231
EXPENDITURE ON				
Cost of Raising Funds	55,144	-	-	55,144
Charitable activities				
Project work in Sudan	<u>287,411</u>	<u>-</u>	<u>81,028</u>	<u>368,439</u>
Total	342,555	-	81,028	423,583
NET INCOME/(EXPENDITURE)	30,203	-	34,445	64,648
Transfers between funds	<u>(16,753)</u>	<u>16,753</u>	<u>-</u>	<u>-</u>
Net movement in funds	13,450	16,753	34,445	64,648
RECONCILIATION OF FUNDS				
Total funds brought forward	<u>317,699</u>	<u>828,813</u>	<u>18,983</u>	<u>1,165,495</u>
TOTAL FUNDS CARRIED FORWARD	<u>331,149</u>	<u>845,566</u>	<u>53,428</u>	<u>1,230,143</u>

KIDS FOR KIDS

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020

11. TANGIBLE FIXED ASSETS

	Computer equipment £
COST	
At 1 April 2019 and 31 March 2020	<u>3,306</u>
DEPRECIATION	
At 1 April 2019	3,196
Charge for year	<u>110</u>
At 31 March 2020	<u>3,306</u>
NET BOOK VALUE	
At 31 March 2020	<u>-</u>
At 31 March 2019	<u>110</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.20 £	31.3.19 £
Gift Aid Due	<u>44,626</u>	<u>41,288</u>

13. CASH AT BANK

	General fund £	Designated fund £	Restricted fund £	31.3.20 Total funds £	31.3.19 Total funds £
Current account	2,000	-	-	2,000	2,000
Deposit account	124,916	320,734	24,376	470,026	420,268
Investment accounts	-	627,832	-	627,832	621,584
US account	107,329	-	-	107,329	49,137
Sudan account	79,066	-	-	79,066	96,951
Paypal account	<u>1,943</u>	<u>-</u>	<u>-</u>	<u>1,943</u>	<u>22,679</u>
Total	<u>315,254</u>	<u>948,566</u>	<u>24,376</u>	<u>1,288,196</u>	<u>1,212,619</u>

The majority of funds is kept in high yield deposit accounts. It is the charity's policy to only place funds with secure institutions in accordance with FCA regulations, making appropriate use of the government's compensation scheme as possible and considering the impact of lower interest to minimise the risk of loss.

KIDS FOR KIDS

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.20	31.3.19
	£	£
Other creditors and accrued expenses	272,397	21,811
Social security and other taxes	<u>2,251</u>	<u>2,063</u>
	<u>274,648</u>	<u>23,874</u>

Included within other creditors and accrued expenses is £250,000 transferred over to Sudan. This transfer was agreed before the year end but was physically transferred just after the year end.

15. MOVEMENT IN FUNDS

Restricted Funds

The charity received the following donations for specific purposes during the year and the balance held on trust in relation to each restricted fund at the end of the year is:

	Balance at 1 April 2019 £	Incoming resources £	Resources expended £	Balance at 31 March 2020 £
Animal Projects	-	41,740	(41,740)	-
Water Projects	-	33,970	(33,970)	-
Solar Lantern	600	-	-	600
Internally Displaced Persons	10,000	1,428	(1,428)	10,000
Education fund, Kindergartens	42,828	11,169	(42,828)	11,169
Midwives	-	7,240	(7,240)	-
Tree Project	-	2,607	-	2,607
	<u>53,428</u>	<u>98,154</u>	<u>(127,206)</u>	<u>24,376</u>

Analysis of movements in restricted funds - 2019

	Balance at 1 April 2018 £	Incoming resources £	Resources expended £	Balance at 31 March 2019 £
Animal Projects	-	35,384	(35,384)	-
Water projects	-	13,091	(13,091)	-
Solar Lantern	600	-	-	600
Internally Displaced Persons	18,383	20,916	(29,299)	10,000
Education fund, Kindergartens	-	42,828	-	42,828
Midwives - instalment	-	3,254	(3,254)	-
	<u>18,983</u>	<u>115,473</u>	<u>(81,028)</u>	<u>53,428</u>

Animal Projects fund represents funds specifically donated for animal welfare, including the provision of paravets, veterinary drugs and animal husbandry training as well as goat and donkey loans and the provision of crossbred donkeys.

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020

15. MOVEMENT IN FUNDS - continued

The Water Projects fund covers funds donated specifically for the purpose of providing water in, or close to, villages adopted by Kids For Kids. This fund includes handpumps donated by individuals and funds allocated to repairs of existing handpumps. Additional projects included in this fund are water tanks, water carts (pulled by the stronger crossbred donkeys) and jerry cans. The latter is now needed urgently by families who have virtually no income.

The Solar Lantern fund represents committed funds from individuals to be used to purchase Solar Lanterns for villages.

The Internally Displaced Persons fund is allocated to providing the basic essentials for families who have moved to Kids For Kids villages and settled permanently, with the permission of the villages leaders and community, to assist them to settle and improve their standard of living. Additional to the basic essentials we will also aim to provide all these families with goats and a donkey. This year we are funding two villages to which IDPs have moved. There was virtually no infrastructure or items provided for individual families. We are therefore increasing our projects to include kitchen utensils, more farming equipment and other essentials.

The Education Fund, Kindergartens represents specific funds donated to enable us to build and equip kindergartens in remote villages. We are committed to building five more kindergartens in 2019/2020 with further instalments to be paid in the next 12 months. Some costs have increased because of lack of fuel and soaring inflation.

Midwives fund represents funds donated for the training and equipping of two village midwives in each Kids for Kids village and in other villages. There is no healthcare provision in villages. Maternal and infant mortality in remote villages in Darfur is amongst the highest in the world.

The Tree Project fund represents funds provided to plant tree seedlings of 14 different species of drought resistant trees in community forests (green belts) in a new five year project plus the rehabilitation of two existing community forests and the planting of individual trees by our buildings in villages, plus fruit trees by individual houses (huts).

Children's Champions are supporters who have committed to funding specific projects for three years. The above figures include this support plus other individual one off donations.

Designated Funds

Designated funds are set aside out of unrestricted funds by the trustees and they are included in the following income funds:

	Balance at 1 April 2019 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 March 2020 £
Project fund	745,566	-	(250,000)	103,000	598,566
Contingency fund	100,000	-	-	-	100,000
	<u>845,566</u>	<u>-</u>	<u>(250,000)</u>	<u>103,000</u>	<u>698,566</u>

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2020

15. MOVEMENT IN FUNDS - continued**Analysis of movements in designated funds - 2019**

	Balance at 1 April 2018 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 March 2019 £
Project fund	728,813	-	-	16,753	745,566
Contingency fund	<u>100,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>100,000</u>
	<u>828,813</u>	<u>-</u>	<u>-</u>	<u>16,753</u>	<u>845,566</u>

The trustees have set aside a designated project fund to take account of plans for project commitments. The balance in the fund at the end of the year is their best estimate of the moral and legal commitments to such projects in the next 12 months.

The designated contingency fund has been set aside for the moral responsibility for staff safety in Darfur.

16. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2020, other than those already mentioned in notes 8 and 9.

17. POST BALANCE SHEET EVENTS

As a direct consequence of the Coronavirus (COVID-19) pandemic, and in accordance with UK government guidelines Kids for Kids ceased all activity related to events on 21 March 2020 for an indeterminate period.

In Sudan COVID-19 has already led to a curtailment of some sustainable projects because of the cancellation of field visits and therefore training of communities. In light of the pandemic and because of the dangers of the virus to remote communities the charity has initiated an emergency preventative project (provision of soap to all our villages).

18. ADDITIONAL FUNDS CONTRACTED FOR ON PROJECT ACTIVITY**Amounts contracted in 2019 and 2020:**

	2019/20
	£
Kindergartens	<u>42,828</u>
	<u>42,828</u>

All of the above amounts contracted for in 2019-20 were subsequently completed in the current year.

The actual amount spent on projects in Sudan this financial year is as stated under charitable activities costs on the Statement of Financial Activities.

KIDS FOR KIDS

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the Year Ended 31 March 2020

19. ADDITIONAL FUNDS COMMITTED TO ON PROJECT ACTIVITY

	2020 £
Adoption of 5 villages	125,000
Training 30 Midwives	60,000
Training 30 First Aid Workers	12,000
Training 20 Paravets	7,400
2,500 Mosquito Nets	10,000
Emergency Seeds	5,000
5 Handpumps and training	32,500
Soap project (soap, transport, literature)	150,000
Additional projects identified by communities	5,000
1 year of 5 year Tree Project	<u>2,500</u>
Total	<u><u>409,400</u></u>

The above amounts are plans that have been committed for projects in Sudan, but had not yet been contracted or spent at the year end date.

20. CHARITABLE COMPANY CONSTITUTION

Kids For Kids is a company limited by guarantee. The maximum contribution, in the event of a winding up, is £10 per director/member.