

Company registered number: 03646579

Charity registered number: 1076768

**El Shaddai Charitable Trust Limited
(A Company Limited by Guarantee)**

**Trustees' Report and Financial Statements
For the year ended 31 March 2015**



El Shaddai Charitable Trust Limited
(A company limited by guarantee)

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for the year ended 31 March 2015

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El Shaddai Charitable Trust Limited
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Legal and Administrative Information
for the year ended 31 March 2015

CHARITY NUMBER	1076768
COMPANY NUMBER	03646579 (England & Wales)
BUSINESS ADDRESS & REGISTERED OFFICE	5 Manor Court Victoria Square Holsworthy Devon EX22 6AA
TRUSTEES	Melvyn Huxtable Resigned 20/09/2014 Ruth Bealing Patricia Kellett David Linley Duncan Craig
SECRETARY	Mary Care
ACCOUNTANTS & INDEPENDENT EXAMINERS	Davisons Chartered Accountants 1 Fry Street Holsworthy Devon EX22 6DY
BANKERS	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ Lloyds Bank Plc 25 Gresham Street London EC2V 7HN
PRINCIPAL PARTNER AGENCY	El Shaddai Charitable Trust, Goa, India

EI Shaddai Charitable Trust Limited
(A company limited by guarantee)

Report of the Trustees (Incorporating the Directors' Report)
for the Year Ended 31 March 2015

The trustees present their report and the financial statements for the year ended 31 March 2015. The trustees, who are also directors of EI Shaddai Charitable Trust Ltd (ESCT) for the purposes of company law and who served during the year and up to the date of this report are set out on page 1.

Structure, governance and management

Organisational Structure and Governance

The charity is organised with a body of 5 Trustees who are responsible for setting policy and monitoring the implementation of that policy. Currently, there are no staff members, solely volunteers plus the services of the UK Co-Founder, Anita Edgar and of the Treasurer, Duncan Craig. Mel Huxtable, Chairman, resigned in September 2014 and David Linley was appointed. The Charity is a Company Limited by Guarantee and is governed by its Memorandum and Articles of Association.

Trustees are recruited by recommendations from existing Trustees. A skills audit form must be completed by the potential new Trustee to ensure they have the appropriate skills and two personal references are required. Before appointment all trustees are asked if they have any objections and if they have none, appointment is proposed at the next meeting and must be seconded by another Trustee.

Risk Management Process

The trustees of ESCT UK undertake a routine analysis of all the risk areas relevant to the organisation. A specific procedure is implemented for the identification and management risk. The risks are clearly identified and attributed to either ESCT UK or our partner agencies. These risk areas include such topics as Governance, Operational, Financial and Compliance with UK Laws and Regulations.

Following risk identification, a Risk Management Review is then completed for each specific risk area.

Risk Management Review

The Trustees have reviewed their risk assessment using the established procedure of combining the likelihood of the risk with the potential severity of impact.

In order to minimise future risks the following areas have been identified as needing to be closely monitored in the forthcoming year:-

Partnership Working

Communications and reporting systems between the UK and our Partner Agency are working well and UK Trustees continue to visit and monitor projects at least annually.

Financial Risks - Project Running Costs

All funding sent by the UK to our Partner Agency, ESCT Goa is issued in two parts - Restricted Funds and General Funds. The UK office has put in place procedures to ensure Restricted Funds are used for the exact purposes intended, which includes evidencing. No Restricted Funds are sent to ESCT Goa until evidence of expenditure has been received in the UK.

General Funds currently contribute to the running costs of the charity in India and the UK Charity expenses.

UK donations continue to decrease but legacies have been received, which has considerably helped with Indian funding.

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Report of the Trustees (Incorporating the Directors' Report)
for the Year Ended 31 March 2015

Objectives and activities

Charitable Objectives

The charity was established in 1997, The Charity's Mission Statements are defined in its Memorandum and Articles of Association.

- 1) The relief of poverty and sickness in children in India.
- 2) The advancement of education of young people in India.
- 3) The relief of sickness among the population of India by providing or assisting in healthcare.

To achieve the above projects the Charity receives funding from monthly sponsorship and general donations and also through Fund Raising activities carried out by the UK Co-Founder, Volunteer Staff and Donors. This funding provides living accommodation, meals and medical care for vulnerable and disadvantaged young children in new built or renovated houses and Day Centres/Night Shelters in Goa.

Funding has been extended to help achieve our objectives to needy children living in other states of India various smaller projects are currently funded through our Project Partner, ESCT Goa, India.

Partner Agencies

The charity currently achieves its objectives through grant making to one Partner Agency, El Shaddai Charitable Trust (Goa), a Charitable Society registered in Mapusa, Goa, India in 1996. This charity is a Non-Governmental, Non-Political Organisation.

Achievements and Performance

The UK Funding continues to provide the following services through its' Partner Agency:-

- * Purpose living accommodation, meals and medical care for vulnerable and disadvantaged children in new built or renovated houses and Day Shelters/Centres in Goa.
- * Education in a purpose built school for ESCT children (currently 221 pupils), funds for local slum children to attend neighbouring schools and funds for ESCT senior children to receive Further Education in Goa, and to provide vocational education for slum dwellers.
- * Funding to Project Partners through ESCT Goa to operate Community Centres in other states in India.
- * The sinking of Bore Wells to provide water to out-lying villages.

The activities carried out by the Partner Agency are categorised in to the following groups of programmes:-

Children's Homes

Accommodation - is usually in large old-style Goan properties with grounds suitable for games. They usually consist of a main room used for different functions (meals, watching TV), dormitory sleeping accommodation, toilets and shower blocks, office and storerooms, etc.

Staff employed by ESCT Goa-size of staff team varies depending on size of home.

Current numbers are as follows:

Victory House = 74 children, Shekinah House = 53 children, Rainbow House = 51 children,
House of Kathleen = 45 children, House of Norma = 46 children, Roshni Nilaya = 41 children

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for the Year Ended 31 March 2015

Independent/Semi-Independent Accommodation for Senior Boys & Girls

Cottages accommodate groups of 8-10 older children in shared rooms (2-3 children per room). They are intended for children who previously have lived in ESCT Children's Homes and allow them the opportunity to move into semi-independent accommodation.

There is a senior member of staff who acts as a mentor, whilst the young people are expected to look after themselves in terms of their household tasks such as preparing meals, cleaning and light maintenance.

Day Care Centres

Provide a drop in centre for any child in need throughout the day. The shelters act as a safe haven for children, providing them with security, food, washing facilities, new clothing, basic, non-formal education and counselling. Approx. 50% of children in our Day Centres are funded to attend local state run schools. An extra dimension to the work of the Shelters is that of their Field Workers who work in the surrounding slum areas with the most vulnerable children. They attend to their minor medical problems, give basic teaching and refer children to the Day Centres who, if necessary, may then be accommodated in a residential home. During the year Field Workers have spent time on additional feeding projects within the slums.

Community Educational and Training Projects

Due to extreme poverty in families, children are often prohibited from attending school at an early age. ESCT provides support to a number of families to ensure children are able to benefit fully from receiving an education.

There are currently following Community / Day Care Centres:

Asha Deep in Panjim = 70 children attend tuitions / coaching classes and 90 children are attended in 3 slum schools in Talegaon, Panjim and Old-Goa. Around 50 manna packets are distributed daily.

Ashraya Community Centre in Vasco = 238 students: 213 children attend tuitions / coaching classes; 18 ladies underwent training in tailoring classes; 13 students attended computer training; 6 ladies attended tailoring classes and 12 for Mehendi (hand and feet painting).

Good News Community Centre in Margao caters for 239 students: 20 ladies have undergone training in tailoring classes; 13 students attended computer training; 12 students were trained in Mehendi designing class; 6 girls attended beautician class and 10 students joined the literacy training classes. 20 ladies attended tailoring classes and 12 for Mehendi

Little Acornis in Calungute 95 children attend tuitions / coaching classes and 130 children are attending in 6 slum schools in and around Calangute, Candolim and Baga.

Stepping Stones in Margao = 85 children attend tuitions / coaching classes and 8 slum schools are run in the vicinity of Margao. Computer classes are conducted where around 13 students undergo training monthly and 20 students attended the literacy class.

Tremara Community Centre which opened in December 2007, is based in Chimbél, a township of 4000 migrant dwellers on the outskirts of Panjim, Goa's capital city. Tremara provides education and medical care to approximately 140 children. Educational programmes and courses also help parents, especially the mothers with health and hygiene issues of which 50 attend tuition / coaching classes, 70 attend pre-primary classes, 20 ladies attend tailoring, 20 students attend computer training and 5 ladies underwent adult literacy training.

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for the Year Ended 31 March 2015

Community Projects Out of State

ESCT Goa currently funds a number of Community Projects for local communities in both urban and village areas across India.

In Karnataka: Mungod Centre = 118 children Blooming Buds School and 238 in community care activities and Bethal Community Centre = 190 extra coaching / tuitions. In Kerala: Faith Mission = 75 extra coaching / tuitions.

Financial Review

RESULTS FOR THE YEAR

The results are as set out in the attached accounts.

GRANT MAKING POLICY

The Trustees consider Grant Making an effective means of delivering aid using local partners. Local partners have access to facilities, expertise, staff and / or other resources in the field, and they may be better placed to deliver aid speedily and effectively.

We are now able to review our Partner Agency for its track record in their field, financial transparency and operational capability.

Our Grant Making Programme is reviewed each year.

RESERVES POLICY

The charity plans to hold free reserves on approximately £60,000 which represents 3 months unrestricted and restricted grant making to our current Partner Agency for its charitable activities. The main reason for holding reserves is to ensure the charity has enough resources to fund the Partner Agency it is supporting should it ever be necessary to give 3 months' notice of the withdrawal of grants. Any excess reserves will be committed in the next financial year.

Plans for future periods

The Trustees are only too well aware that we must use the resources we have wisely, effectively and efficiently on behalf of our donors and sponsors.

Our Grant Making is carried out through only one Partner Agency. We intend to try to cement trust between us and our donors and sponsors by producing good quality reporting and up to date financial reporting.

We intend to pursue the possibility of future developments working towards opening of further Homes and Centres, sustainability through agriculture, further development of early year's provision together with thorough health checking programmes.

We also wish to highlight the need to support the development of institutions such as Community Centres for out-lying villages.

The Trustees whole heartedly recognise that they are responsible for the maintenance and integrity of the charity.

The trustees (who are also directors of El Shaddai Charitable Trust Ltd for the purpose of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice. In preparing the financial statements the trustees should:

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Report of the Trustees (Incorporating the Directors' Report)
for the Year Ended 31 March 2015

- Select suitable accounting policies and apply them consistently.
- Make judgements and estimates that are reasonable and prudent.
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

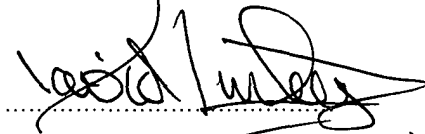
Independent examiners

Davisons of Holsworthy have been appointed in accordance with Section 487(2) of the Companies Act 2006.

Small company provisions

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

On behalf of the board:



David Linley

Director

Date - 19 September 2015

El Shaddai Charitable Trust Limited
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Independent Examiners Report to the Trustees of El Shaddai Charitable Trust
Limited for the year ended 31 March 2015

I report on the accounts of the charitable company for the year ended 31 March 2015, which are set out on pages 9 - 16.

Respective responsibilities of trustees and examiner

The Charity's trustees (who are also the directors of the company for the purpose of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The charity's gross income exceeds £250,000 and I am qualified to undertake the examination by being a member of the Institute of Chartered Accountants England and Wales.

As I am satisfied the charity does not require an audit for the year under company law and is eligible for independent examination, it is my responsibility to:

- Examine the accounts under section 145 of the 2011 Act,
- Follow the procedures laid down on the general directions given by the Charity Commission under section 145(5)(b) of the 2011 Act, and
- To state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

1. Which gives me reasonable cause to believe that in, any material respect, the following requirements have not been met
 - to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities.

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**Independent Examiners Report to the Trustees of El Shaddai Charitable Trust
Limited for the year ended 31 March 2015**

However we feel it is necessary to draw attention to the paragraph in the Trustees Report under the heading Financial Risks. The UK Trustees have now put in place various procedures to assist with control of expenditure in Goa, which includes evidencing of expenses. However it should be noted that inevitably spending in Goa lies with the Trustees of ESCT Goa and the UK Trustees can only rely on reports and evidence of this spending provided to them.

P.A. Rabey

Patricia Ann Rabey FCCA, ACA, MAAT
Davisons
1 Fry Street
Holsworthy
Devon
EX22 6DY

Date 15th September 2015.

El Shaddai Charitable Trust Limited
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Statement of Financial Activities (incorporating the Income and Expenditure Account) for the year ended 31 March 2015

	Notes	Unrestricted Funds £	Restricted Funds £	2015 Total £	2014 Total £
Incoming resources					
Incoming resources from generating funds:					
Voluntary Income	2	34,033	261,512	295,545	301,769
Investment Income	3	16	-	16	124
Total incoming resources		34,049	261,512	295,561	301,893
Resources expended					
Premises costs		3,578	-	3,578	3,442
Motor & travelling expenses		2,354	-	2,354	2,545
Fundraising costs		11,388	-	11,388	2,229
Legal & Professional fees		150	-	150	125
Insurance		800	-	800	796
Other office expenses		5,843	-	5,843	4,942
Accountancy and independent examiners fee		720	-	720	600
Interest payable and similar charges		168	-	168	176
Depreciation		43	-	43	12
Grants:					
Children's homes and child welfare		34,908	245,828	280,736	180,134
Educational and training		-	2,354	2,354	9,908
Community project		-	23,440	23,440	23,929
Total resources expended		59,952	271,622	331,574	228,838
Net incoming/(outgoing) resources for the year/ Net income/(expenses) for the year		(25,903)	(10,110)	(36,013)	68,055
Total funds brought forward		176,627	29,599	206,226	138,171
Transfer between funds	11	(71,093)	71,093	-	-
Total funds carried forward		79,631	90,582	170,213	206,226

The notes on page 12 - 16 form an integral part of these financial statements

El Shaddai Charitable Trust Limited
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Balance Sheet
as at 31 March 2015

	Notes	£	2015 £	£	2014 £
Fixed assets					
Tangible assets	8		934		220
Current assets					
Cash at bank and in hand		169,879		234,421	
		<u>169,879</u>		<u>234,421</u>	
Creditors					
Amounts falling due within one year	9	(600)		(28,415)	
Net current assets			169,279		206,006
Total assets less current liabilities			<u>170,213</u>		<u>206,226</u>
Funds	10				
Restricted income funds	12		90,582		29,599
Unrestricted income funds	11		79,631		176,627
Total funds			<u>170,213</u>		<u>206,226</u>

The company is entitled to exemption from audit under section 477 of the Companies Act 2006 for the year ended 31 March 2015.

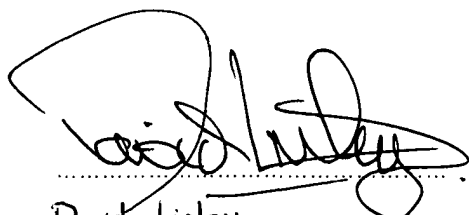
The members have not required the company to obtain an audit of its financial statements for the year ended 31 March in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

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

The financial statements have been prepared in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the board on 19.9.15 and signed on its behalf by:


David Linley
Director

The notes on page 11 - 16 form an integral part of these financial statements

El Shaddai Charitable Trust Limited
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Notes to the Financial Statements
for the year ended 31 March 2015

1 Accounting Policies

Accounting Convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the statement of Recommended Practice: Accounting and Reporting by Charities and Companies Act 2006.

Incoming resources

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to the resources, the trustees are virtually certain they will receive the resources and the amount can be quantified with reasonable accuracy.

The following policies are applied to specific categories of incoming resources:

Donations are included in the accounts when the charity has unconditional entitlement to the resources.

Gifts in kind for sale are included as incoming resources within activities for generating funds in the accounts only when they are sold.

Gift aid is recognised in the accounts on receipt.

The value of any voluntary help received is not included in the accounts but is described in the trustees' annual report.

Income from investments is included in the year in which it is receivable.

Resources Expended

Expenditure is recognised on an accruals basis as a liability occurs and there is a legal or constructive obligation committing the charity to pay out the resources. Expenditure includes and VAT that cannot be fully recovered and is reported as part of the expenditure to which it relates.

Fundraising costs comprise the costs associated with attracting voluntary income.

Grants are recognised in the accounts on payment, when the commitment is made.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at the cost less accumulated depreciation. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life, as follows:

Fixtures, fittings and equipment-	25% straight line
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**Notes to the Financial Statements
for the year ended 31st March 2015**

3 Investment Income

	Unrestricted Funds £	2015 Total £	2014 Total £
Bank interest receivable	16	16	124
Other interest receivable	-	-	-
	<u>16</u>	<u>16</u>	<u>591</u>

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Notes to the Financial Statements
for the year ended 31 March 2015

4 Net Incoming/(Outgoing) Resources

Net incoming/(outgoing) resources is stated after charging:

	2015	2014
	£	£
Depreciation	12	12
Accountancy and independent examiners fees	600	600

5 Trustee Expenses

Expenses incurred by trustees in relation to the performance of their duties on behalf of the charity have been reimbursed at cost.

6 Employees

Staff Costs

No salaries or wages have been paid to any employees, including trustees during the year.

7 Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Corporation Tax Act 2010 and the Income Tax Act 2007. Accordingly there is no taxation charge in these accounts.

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Notes to the Financial Statements
for the year ended 31 March 2015

8 Tangible Fixed Assets

	Fixtures Fittings & Equipment £	Total £
Cost		
At 1 April 2014	16,057	16,057
Additions	757	757
At 31 March 2015	<u>16,814</u>	<u>16,814</u>
Depreciation		
At 1 April 2014	15,837	15,837
Charge for the year	43	43
Elimination on disposals		
At 31 March 2015	<u>15,880</u>	<u>15,880</u>
Net book value		
At 31 March 2015	<u>934</u>	<u>934</u>
At 31 March 2014	<u>220</u>	<u>220</u>

9 Creditors: amounts falling due within one year

	2015 £	2014 £
Other creditors	-	27,815
Accruals and deferred income	600	600
	<u>600</u>	<u>28,415</u>

10 Analysis of Net Assets Between Funds

	Unrestricted Funds £	Restricted Funds £	Total Funds £
Fund balances at 31 March 2015 are represented by:			
Tangible fixed assets	934	-	934
Current assets	79,297	90,582	169,879
Current liabilities	(600)	-	(600)
	<u>79,631</u>	<u>90,582</u>	<u>170,213</u>

El Shaddai Charitable Trust Limited
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Notes to the Financial Statements
for the year ended 31 March 2015

11 Unrestricted Funds

	1 April 2014 £	Incoming Resources £	Outgoing Resources £	Transfer £	31 March 2015 £
On-going objectives	176,627	34,049	(59,952)	(71,093)	79,631

Purpose of Unrestricted Funds

To further the objectives of the Charity and provide funding to cover the management and administration costs.

Transfer of funds from Unrestricted to Restricted

During the year the charities expenditure on 'Children's home, child welfare and shelters' and Education & training' was in excess of the incoming resources. This deficit was financed from unrestricted funds shown by the transfer totalling £71,093.

12 Restricted Funds

	1 April 2014 £	Incoming Resources £	Outgoing Resources £	Transfer £	31 March 2015 £
Children's home, child welfare and shelters	42,162	143,041	(245,828)	60,625	-
Education & training	(8,114)	-	(2,354)	10,468	-
Community projects	(8,185)	118,471	(23,440)	-	86,846
Vehicles appeal	431	-	-	-	431
Medical appeal	3,305	-	-	-	3,305
	29,599	261,512	(271,622)	71,093	90,582

13 Purpose of Restricted Funds

To provide accommodation for children, usually in large old-style Goan properties, consisting of a main room used for different functions (meals, recreation), dormitory accommodation, shower blocks, kitchen, office etc with lockers available for many children.

To provide shelter for children during the night and a drop in centre for any child in need during the day. The shelters act as a safe haven for children, providing them with security, food, washing facilities, new clothing, and basic non-formal education and counselling. Those children in greatest need are then able to stay the night.

To provide cottages that can accommodate groups of 8-10 children in generally shared rooms (2-3 boys per room). They are intended for boys who have previously lived in ESCT Children's Homes and allow them the opportunity to move into semi-independent accommodation.

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To provide support to a number of projects to ensure children are able to benefit fully from an education.

To run a number of projects for local communities both in urban and village areas.

To provide medical facilities.

To provide vehicles for use by the charity.

14 Company Limited by Guarantee

El Shaddai Charitable Trust Limited is a company Limited by guarantee and accordingly does not have share capital.

In the event of the charitable company being wound up, the liability in respect of the guarantee is limited to £1 per member.

15 Trustee Expenses

The number of trustees that were reimbursed expenses during the year was 4.

The aggregate amount and nature of expenses reimbursed during the year was as follows -

	2015 £	2014 £
Printing, postage and stationery	1,334	1261
Legal and professional fees	13	-
Office equipment	-	117
Fund raising expenses	802	84
Travel expenses	2,355	1846
Bookkeeping fees	4,860	2700
	<u>9,364</u>	<u>6,008</u>