

**Shared Interest Foundation**  
(a charitable company limited by guarantee)

Annual Report  
for the year ended 30 September 2016

Registered Company Number: 4833073

Registered Charity Number: 1102375

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**Legal and administrative information**

The organisation is a charitable company limited by guarantee (registered company number 4833073), incorporated on 15 July 2003 and registered as a charity on 27 February 2004 (registered charity number 1102375).

The company was established under a Memorandum of Association (15 July 2003) which sets out the objectives and powers of the charitable company and is governed under its Articles of Association (15 July 2003).

**Directors and Advisers for the year ended 30 September 2016**

The Directors of the company, who are also the Trustees of the charity, who were in office during the year and up to the date of signing the financial statements were:

	<b>Appointed</b>
M Coyle (Chair)	2015
DP Alexander	2006
D Bowman	2012
PJR Cameron	2011
PG Chandler	2013
MP Kyndt	2012
K Sadler	2012

**Company Secretary**

TD Morgan

**Independent Auditors**

PricewaterhouseCoopers LLP  
Central Square South  
Orchard Street  
Newcastle upon Tyne  
NE1 3AZ

**Principal and Registered Office**

Pearl Assurance House  
7 New Bridge Street West  
Newcastle upon Tyne  
NE1 8AQ

**Trustees' report for the year ended 30 September 2016**

The Trustees present their report and audited financial statements for the year. This report has been prepared in accordance with the special provisions relating to small companies within the Companies Act 2006.

**Governing document and organisation**

The company is governed by its Memorandum and Articles of Association. It is also a registered charity. The day-to-day running of the company is overseen by the Board of Trustees.

**Principal aims and objectives**

The objectives of the Foundation are to:

- advance education and training; and
- to relieve poverty, sickness and distress in all parts of the world in all respects for the benefit of the public in accordance with the law of charity in England and Wales.

In order to deliver these objectives, we engage in three principal activities:

- Building Business Support Networks – providing local assistance to fair trade businesses which helps them to grow, increasing incomes and employment opportunities.
- Providing financial management training – on topics such as maintaining good financial records and accessing finance for business growth. Our training courses are tailored to suit their audience from small-scale artisans to large fair trade co-operatives.
- A livelihood security fund – which seeks to support businesses that suffer an external shock such as natural disaster, to enable them to continue trading.

These activities form the three pillars of our Theory of Change, which describes how we aim to build resilient businesses that in turn provide benefits to local communities.

We have referred to the guidance from the Charity Commission on public benefit when reviewing our aims and objectives and in planning our future activities and believe that we comply with this. The principal and registered office of the Foundation is shown on page 2.

**Appointment of Directors**

The Directors of the company who served during the financial year are listed on page 2. They are appointed to the Board by resolution of the member - that is, Shared Interest Society Ltd. Following election they receive induction training including review of documents and policies, meeting staff and receiving briefings from key personnel. As permitted by the Articles of Association, the Directors have the benefit of an indemnity which is a qualifying third party indemnity provision as defined by Section 234 of the Companies Act 2006. The indemnity was in force throughout the last financial year and is currently in force.

**Review of the year and future development**

The Foundation's mission is to provide business support to make livelihoods and living standards better for people in disadvantaged communities. To achieve this we undertake a range of activities, all focused on the end goal of supporting and developing producer organisations. We primarily support businesses within the fair trade movement, seeking to ensure that our activity leads to both financial and social benefits within communities.

**Trustees' report for the year ended 30 September 2016 (continued)**

We were proud to be shortlisted in the year under review as Charity of the Year at the Charity Times Awards 2016. The outcomes of the projects detailed below demonstrate that we have continued to deliver on our aim to support more resilient businesses providing both a social and a financial return in their local communities. We continue to believe that helping to build strong businesses is a sustainable and respectful way to fight poverty.

**Improving Access to Finance in Latin America**

Building on the success of our previous 'Access to Finance' project in East and West Africa, we were able to partner with the Latin American and Caribbean Network of Small Fair Trade Producers (CLAC) to deliver training to 25 co-operatives in Columbia and Peru. This project helped participating businesses to improve their financial management and their understanding of how to access loan finance for business growth. As well as providing financial training to the co-operatives through a mixture of group training and individual mentoring, we also trained CLAC staff so they could continue to support their members on this topic in a sustainable way. We were also able to support the delivery of training to CLAC member co-operatives on improving their organisational management and governance. An initial evaluation showed that 98% of organisations participating highlighted areas for improvement with their record keeping systems; learnt how to better interpret financial records for forward planning and now feel able to apply for business finance should they need to. This will be followed up with a review in February 2017 to assess the extent to which participants have been able to access new finance and put in place the action plans developed as a result of this project.

**Improving producer livelihoods in Swaziland**

With the support of Comic Relief, we have been working in Swaziland since 2010, providing business training for the handcraft sector. We also helped establish a business support network known as SWIFT (Swaziland Fair Trade), with a Board of experienced fair trade business leaders from the local community. This year, we reached the half-way point of our current four-year project with SWIFT. This programme focusses on the organisational development of SWIFT, as well as improving livelihoods for those involved in the 40 SWIFT member businesses, and is helping SWIFT to increase the percentage of income it receives from sources other than donors.

**Training tea and sugar co-operatives in Malawi**

We concluded and evaluated a training project with eight tea and sugar co-operatives in Malawi. Having delivered training in the previous year on financial management, follow-up mentoring ensured that lessons learnt in the workshops were embedded in practice by the co-operatives involved. In the evaluation, we found that all participating co-operatives were able to give practical examples of how this project increased the capacity of their financial management systems and that all participants felt that their knowledge on social lenders had improved as a result of this project.

**Trustees' report for the year ended 30 September 2016 (continued)****Supporting the Rwandan Forum for Alternative Trade (RWAFFAT)**

Over the past year we have supported RWAFFAT in Rwanda to deliver training to ten of their member co-operatives on topics such as business planning, financial management and marketing. 90% of the 50 participants rated this training as either 'good' or 'very good'. A key objective of this work was to increase sales and ensure the participating businesses were more sustainable. Overall the ten organisations have improved their sales from 11,258,015rwf in 2015 to 16,133,146rwf in 2016. This in turn has led to an increase in membership fees for RWAFFAT such that it has been able to invest in buying an office computer for their members to access and store their financial records. The focus of the second year of this project will be on building the sustainability of RWAFFAT as an organisation beyond the end of the current project.

**Restricted income funds**

We acknowledge the receipt of restricted grants totalling £135k (2015: £258k) in our financial statements and details are provided at note 3. We are grateful to all the donors who have supported our work in the past year.

**Unrestricted income funds**

Unrestricted income for the year was £101k, down from £131k in the previous year. This was due in part to a reduction in transfers from Society share accounts, a trend that we have begun to see since the investment limit was increased from £20k to £100k.

The Foundation continues to hold a number of legacy nominations from the members of the Society and the Trustees of the Foundation are grateful to Society members who have indicated that they intend to support the charity by leaving a legacy in this manner.

Diversifying unrestricted income sources has continued to be challenging and we finished the year with a decrease in unrestricted reserves of £35k. We are developing plans to grow our income in the next financial year, recognising that we may continue to see a lower level of income from share accounts.

Fundraising costs in the financial statements represent a proportion of staff time and some small costs of fund-raising events. We are grateful to all those who support our work, individuals, trusts and grant making bodies.

**Plans for future periods**

In the financial year 2016/17 we will conduct a Strategic Review, the results of which will guide the development of Shared Interest Foundation for the coming five years. As part of this process, we will be consulting widely with key stakeholders and conducting primary and secondary research to inform our planning.

A new three-year project in Malawi, funded by the Marr Munning Trust, begins in October 2016. Working with the Malawi Fairtrade Network, this project will enable us to provide support to five co-operatives.

**Trustees' report for the year ended 30 September 2016 (continued)**

We will continue our projects with local business support networks RWAFAAT and SWIFT in Rwanda and Swaziland respectively, assisting them to continue to provide valued services to their member businesses whilst growing in sustainability as organisations in their own right. We will also be looking for funding to deliver financial management training in Burkino Faso and carrying out further needs assessment work to inform the development of new projects. These are likely to include the further development of our financial management training to benefit an increasing number of fair trade producer businesses.

**Risk Assessment**

The Trustees consider that the main risks facing the charity are as below. A variety of tools, systems and procedures are used to mitigate these risks where possible.

1. Major incident during staff travel;
2. Dependence on key personnel, absence, loss or failure to recruit;
3. Political instability creating operational and/or security issues overseas, impacting income and/or staff safety; and
4. Inability to raise sufficient Unrestricted Funding.

**Reserves**

The Trustees have agreed that the reserves policy should be to keep the equivalent of three to six months expenditure as free reserves to cover periods of uneven income or unexpected income shortfalls. The current balance represents about 3.7 months planned total expenditure for 2016/17.

**Statement of Trustees' responsibilities**

The Trustees (who are also directors of Shared Interest Foundation for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of the affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

**Trustees' report for the year ended 30 September 2016 (continued)**

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and 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.

The Trustees are responsible for the maintenance and integrity of the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

**Statement as to disclosure of information to the auditors**

The Trustees who were in office on the date of approval of these financial statements have confirmed, as far as they are aware, that there is no relevant audit information of which the auditors are unaware. Each of the Trustees have confirmed that they have taken all the steps that they ought to have taken as Trustees in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditors.

**Independent Auditors**

A resolution to reappoint PricewaterhouseCoopers LLP as auditors will be put to the members at the Annual General Meeting although it is the intention of the Trustees to tender audit arrangement in the Spring of 2017 and so there is a possibility that a new arrangement will be in place for the 2017 audit.

**Signed on behalf of the Board**A handwritten signature in black ink, appearing to read 'M Coyle', followed by a large, stylized flourish or loop.

**M Coyle**  
**Chair of Trustees**  
**14 December 2016**



# ***Independent auditors' report to the members of Shared Interest Foundation (a company limited by guarantee)***

## **Report on the financial statements**

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### **Our opinion**

In our opinion, Shared Interest Foundation's financial statements (the "financial statements"):

- give a true and fair view of the state of the charitable company's affairs as at 30 September 2016 and of its net expenditure for the year then ended;
  - have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
  - have been prepared in accordance with the requirements of the Companies Act 2006.
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### **What we have audited**

The financial statements, included within the Annual Report, comprise:

- the balance sheet as at 30 September 2016;
- the statement of financial activities for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies and other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" Section 1A, and applicable law (United Kingdom Generally Accepted Accounting Practice), applicable to Smaller Entities.

In applying the financial reporting framework, the trustees have made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, they have made assumptions and considered future events.

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## **Opinion on other matter prescribed by the Companies Act 2006**

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In our opinion, the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

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## **Other matters on which we are required to report by exception**

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### **Adequacy of accounting records and information and explanations received**

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

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### **Trustees' remuneration**

Under the Companies Act 2006 we are required to report to you if, in our opinion, certain disclosures of trustees' remuneration specified by law are not made. We have no exceptions to report arising from this responsibility.

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## Entitlement to exemptions

Under the Companies Act 2006 we are required to report to you if, in our opinion, the trustees were not entitled to: prepare financial statements in accordance with the small companies regime; and take advantage of the small companies exemption from preparing a strategic report. We have no exceptions to report arising from this responsibility.

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## Responsibilities for the financial statements and the audit

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### Our responsibilities and those of the trustees

As explained more fully in the Statement of Trustees' Responsibilities set out on pages 6 and 7, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the charitable company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

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### What an audit of financial statements involves

We conducted our audit in accordance with ISAs (UK & Ireland). An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the trustees; and
- the overall presentation of the financial statements.

We primarily focus our work in these areas by assessing the trustees' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.



Greg Wilson (Senior Statutory Auditor)  
for and on behalf of PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
Newcastle upon Tyne

15 December 2016

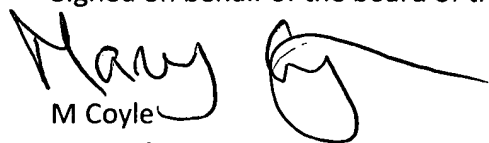
**Shared Interest Foundation**  
(A company limited by guarantee)  
**Balance sheet**  
**At 30 September 2016**

	<b>Note</b>	<b>2016</b> <b>£</b>	<b>2015</b> <b>£</b>
<b>Current assets</b>			
Debtors	11	3,343	2,175
Cash at bank and in hand	12	<u>185,128</u>	<u>298,115</u>
<b>Total currents assets</b>		<b>188,471</b>	<b>300,290</b>
 <b>Creditors: amounts falling due within one year</b>			
	13	<b>(11,782)</b>	<b>(23,291)</b>
 <b>Net current assets</b>		<u><b>176,689</b></u>	<u><b>276,999</b></u>
 <b>Net assets</b>		<u><u><b>176,689</b></u></u>	<u><u><b>276,999</b></u></u>
 <b>Charity Funds</b>			
Restricted funds	14	77,646	142,481
Unrestricted funds	14	<u>99,043</u>	<u>134,518</u>
<b>Total funds</b>		<u><u><b>176,689</b></u></u>	<u><u><b>276,999</b></u></u>

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS 102 Section 1A – small entities.

The financial statements were approved and authorised for issue by the Board on 14 December 2016

Signed on behalf of the board of trustees

  
M Coyle  
**Chair of Trustees**

The notes on pages 14 to 19 form part of these financial statements.  
Company registration number: 4833073

**Shared Interest Foundation**  
(A company limited by guarantee)  
**Statement of financial activities**  
**Year ended 30 September 2016**

		<i>Unrestricted funds</i>	<i>Restricted funds</i>	<b>Total funds</b>	<b>Total funds</b>
	<b>Note</b>	<b>2016</b>	<b>2016</b>	<b>2016</b>	<b>2015</b>
		<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Income from:</b>					
Donations and legacies	2	100,704	1,733	102,437	129,831
Charitable activities	3		135,551	135,551	257,809
Investment income	4	512	-	512	799
<b>Total income</b>		<b>101,216</b>	<b>137,284</b>	<b>238,500</b>	<b>388,439</b>
<b>Expenditure on:</b>					
Raising funds		28,070	-	28,070	42,568
Charitable activities	6	108,621	202,121	310,742	282,317
<b>Total Expenditure</b>		<b>136,691</b>	<b>202,121</b>	<b>338,812</b>	<b>324,885</b>
<b>Net income / (expenditure) before transfers</b>		<b>(35,475)</b>	<b>(64,837)</b>	<b>(100,312)</b>	<b>63,554</b>
Transfers between funds		-	-	-	-
<b>Net income / (expenditure)</b>		<b>(35,475)</b>	<b>(64,837)</b>	<b>(100,312)</b>	<b>63,554</b>
<b>Net movement in funds</b>		<b>(35,475)</b>	<b>(64,837)</b>	<b>(100,312)</b>	<b>63,554</b>
<b>Reconciliation of funds:</b>					
Total funds at 1 October 2015		134,518	142,481	276,999	213,445
<b>Total funds at 30 September 2016</b>		<b>99,043</b>	<b>77,646</b>	<b>176,689</b>	<b>276,999</b>

All activities relate to continuing operations.

The notes on pages 14 to 19 form part of these financial statements.

## Notes to the financial statements for the year ended 30 September 2016

**1. Summary of significant accounting policies****(1.1) Basis of preparation of financial statements**

The financial statements have been prepared in accordance with 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) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £1. The financial statements are prepared on a going concern basis as the charity has sufficient funding and activity to take it through 2017.

On transition to the FRS 102 standard, no restatement to previously reported figures was required and consequently no restatement note is included within these financial statements. Governance costs have been reclassified within support costs, with the comparatives adjusted accordingly, but this did not alter the previously reported result.

Shared Interest Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

**(1.2) Company status**

The company is limited by guarantee and has no share capital. In the event of a winding up every member undertakes to contribute such amount as may be required not exceeding the total of £1. There was one member at 30 September 2016, Shared Interest Society Ltd.

**(1.3) Fund accounting**

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements. Investment income, gains and losses are allocated to the appropriate fund.

**(1.4) Income**

All income is recognised once the company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the company is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the company has been notified of the executor's intention to make a distribution. Where legacies have been notified to the company, or the company is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

**(1.5) Expenditure**

Expenditure is recognised when there is a legal or constructive obligation to make payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis and include attributable VAT which cannot be recovered. All expenses including support costs and governance costs are allocated to the applicable expenditure headings.

## Notes to the financial statements for the year ended 30 September 2016

**1. Summary of significant accounting policies (continued)**

Charitable expenditure includes those costs incurred by the Charity in the delivery of its activities and services for its beneficiaries. It includes costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the Charity and include the audit fees and costs linked to the strategic management of the Charity.

**(1.6) Interest receivable**

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the company; this is normally upon notification of the interest paid or payable by the bank.

**(1.7) Debtors**

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount repaid net of any trade discounts due.

**(1.8) Cash at Bank and in hand**

Cash at bank and 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.

**(1.9) Creditors and provisions**

Creditors and provisions are recognised where the company 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 and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

**(1.10) Financial instruments**

The company only has financial assets and financial 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 with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

**(1.11) Cash flow statement**

The Company has taken advantage of the exemption in FRS 102 from the requirement to prepare a cash flow statement on the grounds that it is a small company.

**(1.12) Foreign currency transactions**

Monetary assets and liabilities denominated in foreign currencies are stated in the balance sheet at the equivalent value in sterling at the exchange rate prevailing at the balance sheet date. Transactions during the year denominated in foreign currencies are stated at their equivalent value in sterling at the exchange rate prevailing at the date of the transaction.

**(1.13) Pensions**

Employees of the Foundation are entitled to membership of the Shared Interest Group Personal Pension Plan. This is a defined contribution scheme with 9% of salary payable by the Charity and charged to the Income and Expenditure Account in the year relating to the salary cost.

**Shared Interest Foundation**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**Year ended 30 September 2016**

**2. Income from donations and legacies**

	Unrestricted funds 2016 £	Restricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Individuals	93,449	1,733	95,182	122,792
Trusts	5,000	-	5,000	6,873
Institutional Donors	-	-	-	-
Corporate	2,255	-	2,255	166
	<u>100,704</u>	<u>1,733</u>	<u>102,437</u>	<u>129,831</u>

In 2015, of the total income from donations and legacies, £129,831 related to unrestricted funds and £ NIL related to restricted funds.

**3. Income from charitable activities**

	Unrestricted funds 2016 £	Restricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Allan and Nesta Ferguson Charitable Trust	-	10,000	10,000	-
Ashworth Charitable Trust	-	3,000	3,000	-
C.B. & H.H. Taylor 1984 Charitable Trust	-	1,000	1,000	-
Charles Hayward Foundation	-	-	-	10,000
Comic Relief	-	113,928	113,928	162,350
Individuals	-	-	-	6,175
Shared Interest Society Ltd	-	-	-	50,000
Souter Charitable Trust	-	7,123	7,123	-
St Mary's Charity	-	500	500	-
The Commonwealth Foundation	-	-	-	29,284
	<u>-</u>	<u>135,551</u>	<u>135,551</u>	<u>257,809</u>

In 2015, of the total income from charitable activities, £257,809 related to restricted funds.

**4. Investment income**

	Unrestricted funds 2016 £	Restricted funds 2016 £	Total funds 2016 £	Total funds 2015 £
Interest received	512	-	512	799
	<u>512</u>	<u>-</u>	<u>512</u>	<u>799</u>

In 2015, of the total investment income, £799 related to unrestricted funds.

**Shared Interest Foundation**  
**(A company limited by guarantee)**

**Notes to the financial statements**  
**Year ended 30 September 2016**

**5. Analysis of resources expended by activities**

	Activities undertaken directly	Grant funding of activities	Support costs	Total
	£	£	£	£
Access to Finance Development Project	-	3,524	-	3,524
Finance Management Research Project	1,981	3,195	-	5,176
Improved Financial Management in Peru and Colombia (SIS)	7,533	40,169	11,028	58,730
Improving Producers Livelihood in Swaziland (Comic Relief)	9,820	137,826	47,909	195,555
Malawi Financial Training	3,156	100	1,204	4,460
New Projects	16,895	-	-	16,895
Other	-	523	-	523
Rwanda Sustainable Future	2,173	16,543	6,921	25,637
SWIFT Members Book	-	242	-	242
	<u>41,558</u>	<u>202,122</u>	<u>67,062</u>	<u>310,742</u>

**6. Analysis of expenditure on charitable activities**

	Unrestricted funds	Restricted funds	Total funds	Total funds
	2016	2016	2016	2015
	£	£	£	£
Access to Finance Development Project	-	3,524	3,524	-
Access to Finance in East & West Africa (Comic Relief)	-	-	-	90,518
Best Practice in Fairtrade (The Commonwealth Foundation)	-	-	-	43,992
Finance Management Research Project	1,981	3,195	5,176	6,110
Grants paid to small organisations	-	-	-	2,707
Improved Financial Management in Peru and Colombia (SIS)	18,561	40,169	58,730	-
Improving Producers Livelihood in Swaziland (Comic Relief)	57,729	137,826	195,555	104,732
Latin America commodities	-	523	523	-
Livelihood Security Fund	-	-	0	1,365
Malawi Financial Training	4,360	100	4,460	14,578
Malawi Flood Appeal	-	-	0	3,120
New projects	16,895	-	16,895	14,160
Rwanda Sustainable Future	9,094	16,543	25,637	-
SWIFT Members Book	-	242	242	1,035
	<u>108,620</u>	<u>202,122</u>	<u>310,742</u>	<u>282,317</u>

In 2015, of the total expenditure, £116,758 was expenditure from unrestricted funds and £165,559 was expenditure from restricted funds.



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**Notes to the financial statements**  
**Year ended 30 September 2016**

**7. Analysis of resources expended by expenditure type**

	Staff costs 2016 £	Other costs 2016 £	Total 2016 £	Total 2015 £
<b>Costs of generating funds:</b>				
Expenditure on raising voluntary income	27,330	740	28,070	42,568
Subtotal costs of generating funds	27,330	740	28,070	42,568
Access to Finance Development Project	3,524	-	3,524	-
Access to Finance in East & West Africa (Comic Relief)	-	-	-	90,519
Best practice in Fairtrade (The Commonwealth Foundation)	-	-	-	43,992
Finance Management Research Project	5,176	-	5,176	6,110
Grants paid to small organisations	-	-	-	2,707
Improved Financial Management in Peru and Colombia (SIS)	20,955	37,775	58,730	-
Improving Producers Livelihood in Swaziland (Comic Relief)	31,455	164,100	195,555	104,731
Latin America commodities	523	-	523	-
Livelihood Security Fund	-	-	-	1,365
Malawi Financial Training	336	4,124	4,460	14,578
Malawi Flood Appeal	-	-	-	3,120
New projects	16,895	-	16,895	14,160
Rwanda Sustainable Future	1,932	23,705	25,637	-
SWIFT Members Book	242	-	242	1,035
	81,038	229,704	310,742	282,317
	108,368	230,444	338,812	324,885

**8. Support costs**

	2016 £	2015 £
Office costs	19,755	16,957
Wages and salaries	18,719	22,752
Support services provided by Shared Interest Society	20,082	19,998
Marketing costs (treated as cost of fundraising in 2014-15)	5,873	-
Governance costs	2,633	2,567
	67,062	62,274

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**Notes to the financial statements**  
**Year ended 30 September 2016**

**9. Net incoming resources/(resources expended)**

This is stated after charging:

	2016 £	2015 £
Auditor's remuneration (audit services)	<u>2,633</u>	<u>2,567</u>

**10. Staff costs**

Staff costs were as follows:

	2016 £	2015 £
Wages and salaries	99,162	93,703
Social security costs	9,616	8,907
Defined contribution pension costs	9,891	8,433
Other employee benefits	-	-
	<u>118,669</u>	<u>111,043</u>

Total staff costs include the recharge to Shared Interest Society £10,301 (2015: £10,396) in respect of services to it provided by staff employed by the Shared Interest Foundation.

Average monthly number of employees (none of whom are Trustees) during the year was:

	2016 Number	2015 Number
Raising funds	1	1
Charitable activities	3	2
Governance	-	-
	<u>4</u>	<u>3</u>

No individual employee's emoluments exceeded £60,000 for either year shown. No pension contributions were payable by the Foundation in respect of the Trustees in either year shown. The Trustees neither received nor waived any remuneration during the year (2015: £Nil).

The Trustees did not have any expenses reimbursed during the year (2015:£Nil).

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**Notes to the financial statements**  
**Year ended 30 September 2016**

**15. Restricted income funds analysis**

Restricted income funds carried forward at the end of the financial year comprise:

	2016	2015
	£	£
Access to Finance Development Project	-	3,338
Finance Management Research Project	-	3,195
Improved Financial Management in Peru and Colombia	19,831	50,000
Improving Producers Livelihoods in Swaziland (Comic Relief)	57,815	81,712
Rwandan Producer Support Project	-	3,472
SWIFT Members Book	-	242
Other	-	522
	<u>77,646</u>	<u>142,481</u>

**16. Ultimate parent company**

The ultimate parent undertaking and controlling party of Shared Interest Foundation is Shared Interest Society Ltd (a Registered Society in the UK, registration number IP27093R) by virtue of the Shared Interest Society Ltd being the only member of the Foundation. The financial statements of Shared Interest Society Ltd are available from the registered office of Shared Interest Foundation, as shown on page 1.

**Shared Interest Foundation**  
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**Notes to the financial statements**  
**Year ended 30 September 2016**

<b>11. Debtors</b>	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Prepayments and accrued income	3,343	2,175
	<u>3,343</u>	<u>2,175</u>

<b>12. Cash at bank and in hand</b>	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Deposits repayable on demand	34,626	198,115
Deposits in not more than three months	-	-
Deposits in not more than one year	150,502	100,000
	<u>185,128</u>	<u>298,115</u>

<b>13. Creditors: amounts falling due within one year</b>	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Amounts owed to group undertakings	9,115	16,416
Other creditors	-	1,675
Accruals	2,667	5,200
	<u>11,782</u>	<u>23,291</u>

Amounts owed to group undertakings were repaid in full post year-end and are settled on a monthly basis.

**14. Analysis of net assets between funds**

	<b>Unrestricted</b>	<b>Restricted</b>	<b>Total</b>
	<b>funds</b>	<b>funds</b>	<b>Funds</b>
	<b>2016</b>	<b>2016</b>	<b>2016</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Current assets	109,031	79,440	188,471
Current liabilities	(9,988)	(1,794)	(11,782)
	<u>99,043</u>	<u>77,646</u>	<u>176,689</u>

None of the Unrestricted funds have been designated by the Trustees this year (2015: £Nil).