

GMI UK LTD

(A private company limited by guarantee without share capital)

BALANCE SHEET AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2016

Company Registration No. 06812312 (England and Wales)

Charity Registration No. 1136683

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GMI UK LTD
BALANCE SHEET AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2016

CONTENTS

PAGE NO.

2	COMPANY INFORMATION
3 - 6	REPORT OF THE DIRECTORS
7	INDEPENDENT EXAMINER'S REPORT
8	STATEMENT OF FINANCIAL ACTIVITIES
9	BALANCE SHEET
10 - 11	NOTES TO THE FINANCIAL STATEMENTS

Company Information

GMI UK Ltd is a company limited by guarantee and not having a share capital under the Companies Act 2006 (registration number 06812312).

GMI stands for Gulu Mission Initiative. The company is also registered as a charity with the Charity Commission (registration number 1136683) under the Charities Act 2011.

Legal and Administrative Details

Trustees/Directors

The charity currently has 4 Trustee Directors:

- Helen Lock (Chair)
- Steve Lock
- Andrew Firth (Appointed 17th September 2015)
- John Hornsby (Treasurer - Appointed 17th September 2015)

Bankers

Barclays Bank plc
10 The Strand
Longton
Stoke-on-Trent
Staffordshire
ST3 2JJ

Independent Examiner

Mr Gwyn Trehearne (MAAT)
4 Tyla Glas
Caerphilly
CF83 1NJ

Registered Office

51 Raglan Close
Dinas Powys
Vale of Glamorgan
CF64 4NX

Report of the Directors

The Trustees, who are also the Directors of the company for the purposes of company law, present their annual report along with the unaudited financial statements of the company and the Independent Examiner's report for the year ended 31st March 2016.

1. Governance Structure and Management

The Charity was formed on 19th January 2010 when a Memorandum of Association for a Charitable Company was completed by 4 original subscribers. Of these 4, Helen and Steve Lock are still trustee directors. Additional trustee directors are appointed and reappointed in accordance with clauses 24 to 35 of the Articles of Association of the Company. One third of the directors retire at each AGM, and are eligible for re-election.

2. Trustees Responsibilities

As trustees, we are required to prepare an Income and Expenditure Account and Balance Sheet for each financial period in accordance with section 42(3) of the Charities Act following the guidance for accounting for smaller charities by the Charity Commission. In preparing these financial statements, we are required to:

- Select suitable accounting policies and apply them consistently
- Make judgements and estimates that are reasonable and prudent
- Act in accordance with the governing constitution
- Prepare the statements on a going concern basis unless it is inappropriate to presume that the charity will continue in business
- Demonstrate that our charitable purposes are for the public benefit

As trustees, we have a duty to maintain adequate accounting records to enable us to have the financial statements prepared. We are responsible for safeguarding the charity's assets and taking reasonable steps for the prevention of fraud or error.

3. Trustees Powers

The trustees have the power to borrow money, receive grants and, subject to the Charities Act 2011, mortgage or charge their property, as they consider most beneficial for the achievement of the objectives of the charity.

4. Charitable Objectives

The "objects" of the charity contained in its Articles of Association describe what the charity sets out to achieve, namely:

- "1) To advance education in Uganda, in particular by the maintenance and support of a school and associated educational activities in the community.
- 2) To relieve poverty and promote health in Uganda by teaching people life skills and by providing items or goods that enable people to meet their own needs."

The particular focus of activity of the charity is a school called Bethel Christian School in Paminano, a rural community just outside Gulu in Northern Uganda.

5. Achievements and Performance during the year to March 2016

Mrs Phoebe Ochan, the Director of Bethel School, has provided the following report of recent activities in Gulu:

The last year has seen great things happen in the community of Gulu, through the interventions of Gulu Mission Initiative. Community growth, Health and Education were all areas that were positively influenced by the interventions.

5.1 Education Programme

Academics

This year, Bethel reached a significant milestone. The school was registered by the Uganda National Examination Board, and accredited as a centre that can present candidates to this authority to sit the Primary Leaving Examination Board.

Pupils have continued to do regular assessments to enable them learn how to answer questions ahead of the primary leaving exams at the end of grade seven and also assess their understanding of the syllabus. On average, each class does 4 sets of assessment every school term. This approach enables teachers to identify weak performances and support the pupils accordingly.

4 teachers participated in a training course organized by the district education department and facilitated by experts from the Ministry of Education on how to prepare pupils to pass the national exams.

Bethel was also visited by the Inspector of schools. The regular support visit by the Inspector is very important as it ensures that the school is complying to set standards at all times. His visit boosted the confidence of the teachers and made them more determined to work hard.

Co-curricular Activities

The key co-curriculum activity this term has been debating. The pupils in P4 - P6 have been engaged in debating in their respective classes. The theme for debates have been around the rights and duties of children, the importance of education, equality for boys and girls and other life skills for the children. Debates offer many benefits: building the confidence of the children, expanding their knowledge, improving their expression and entertaining the pupils.

Bethel also continued to organise parents' day - a day where parents come to school and interact with the teachers over their children's performance. This has strengthened the relationship between the parents and the school and has continued to be fun for both parents and the pupils who look forward to the day, every first Saturday of the month.

Children are also engaged in a lot of games within the school.

5.2 Infrastructure

Bethel has managed to acquire suitable land for the construction of the high school, a short distance away from the existing primary school. All preparations for construction have been successfully completed and work is well underway on the first block of classrooms and a laboratory for science teaching.

Additionally, we have constructed 2 blocks of pit latrines, each with 6 stances, a dormitory for pupils to board and installed additional solar panels for power.

5.3 The Church and Community Growth

The work of community growth has continued under the leadership of Pastor James. This year, the church has visited homes in villages as well as organising several conferences. We have been able to organise a youth conference, women's conference, men's conference and marriage conferences. These conferences have enabled the church to deliver a wide programme to the different groups of people.

5.4 The Health Project

The community health workers have continued to carry out community sensitizations in the sub-counties of Bunagira, Patiko, Palaro and Odek as well as making referrals of women to go to the health centres for antenatal and delivery.

The motorbike ambulances have continued to take mothers to the health centres to have their babies. Despite this initiative being challenging in terms of the maintenance and running of the bikes, there is an outcry in other sub-counties to have the ambulances, having seen their benefits.

5.5 In the UK

The team has taken on two new trustees to enable our work to prosper. John Hornsby with his skills in mathematics and a background in financial management has taken over as treasurer, whilst Drew Firth with his skills in fund raising is looking into grant pots to take our work further. We welcomed them both to the team and are already benefitting from their talents. We have continued to support our current commitments to Bethel School, the Health project and to providing quality training for leaders in the communities of Gulu District in Northern Uganda. We are very excited to be starting the building of Bethel Secondary School, continuing our promise to those original 40 pupils we started with to see them through their education. It has been a delight to see the foundations laid and walls starting to go up.

6. Financial Review

The Statement of Financial Activities (SOFA) for the year ended 30th March 2016 reports how the income of the charity has been spent, showing the main charitable activities undertaken separately from the governance costs of the Charity.

Just under half of the unrestricted income was via standing orders (mainly child sponsorship) and the remainder came via various one-off donations and a number of fund-raising activities. The total unrestricted income for the year was £15,112. In addition, to this, the charity received (and passed on to Uganda) the final instalment of the Health project, which was for £3,690, making a total income for the year of £18,802.

During 2015/16 the Charity sent £18,904 to Uganda. In addition, governance costs amounted to just £350 (less than 2% of the total), making £19,254 in total.

Notes 4 to 7 to the Financial Statements offer further information regarding resources expended during the year.

Overall, there was an excess of £452 of expenditure over income and Net Current Assets reduced by the same amount, to £10,911.

7. Reserves Policy

The trustees aim to maintain an operational funds reserve equivalent to a minimum of three months operating expenditure.

8. Public Benefit

The trustees have had due regard to guidance published by the Charity Commission on public benefit.

9. Risk Management

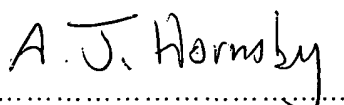
The trustees have considered the major risks to the charity and taken steps to mitigate those risks, including taking out a suitable insurance policy.

10. Plans for the Year to March 2017

In 2016/17, in addition to its normal support for the Bethel primary school of at least £600 per month, the charity plans to focus on raising funds for building the first two classrooms for the high school, together with a staff room and other essential facilities such as latrines and a water source. The initial estimate for these is approximately £25,000 (dependent on the prevailing exchange rate). Various sources of possible grant funding are being researched.

In addition, it is planned to bring Mrs Phoebe Ochan across to the UK in the autumn of 2016 to visit supporting schools and churches and share first hand her motivation, her experience and her vision for the future.

This report, which has been prepared in accordance with the provisions in the Companies Act 2006 relating to small companies, was approved by the Trustees on 20 October 2016 and signed on their behalf by Mr Anthony John Homsby, their treasurer.



Anthony John Homsby
Trustee Director and Treasurer

Independent Examiner's Report to the Trustees For the Year Ended 31st March 2016

I report on the Financial Statements of the charity Gulu Mission Initiative (GMI UK - Charity number 1136683) for the year ended 31st March 2016, set out on pages 8 – 11.

Respective responsibilities of Trustees and Examiner

The charity's trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The 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.

Having satisfied myself that the charity is not subject to audit 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 in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- state whether particular matters have come to my attention.

Basis of Independent Examiner's Report

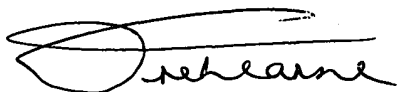
My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from you as 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 which gives me reasonable cause to believe that, in any material respect, the requirements:

- to keep accounting records in accordance with section 386 of the Companies Act 2006 and section 44(1)(a) of the 2005 Act; and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Companies Act 2006 and section 44(1)(b) of the 2005 Act; and
- which are consistent with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities,

have not been met, or to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Signed

Mr. Gwyn Trehearne (MAAT)

4 Tyla Glas

Caerphilly

CF83 1NJ

Date

10 November 2016

GMI UK Ltd - Gulu Mission Initiative
Statement of Financial Activities For The Year Ended 31st March 2016

	Unrestricted Funds £	Restricted Funds £	Total Funds 2015/2016 £	Total Funds 2014/2015 £
<u>Incoming Resources</u>				
Donations - Child sponsorship	7192		7192	7686
Donations - Other	7917		7917	7934
Income Tax Refundable	0		0	0
Grants		3690	3690	8975
Bank Interest	3		3	3
Total Incoming Resources	15112	3690	18802	24598
<u>Resources Expended</u>				
Expenditure for charitable activities				
Bethel School				
- School supplies			0	2620
- Teachers Salaries	9200		9200	7740
- Conference & Graduation			0	300
- Bank Charges	154	25	179	403
- Health Training		3665	3665	8925
- Other	960		960	0
- High School Build	4900		4900	0
Travel to & from Uganda			0	0
Sub-Total	15214	3690	18904	19988
Governance Costs				
- Accountancy Fees	36		36	1152
- Insurance Costs	246		246	0
- Sundries	68		68	0
Sub-Total	350	0	350	1152
Total Resources Expended	15564	3690	19254	21140
Net Resources before Transfers	-452	0	-452	3458
Gross Transfers between funds	0	0	0	0
Net Movement in funds	-452	0	-452	3458
Fund Balances at start of year	11363	0	11363	7899
Fund Balances at end of year	10911	0	10911	11363

The statement of financial activities includes all gains and losses recognised in the period.

All incoming resources and resources expended derive from continuing activities.

The notes on subsequent pages form an integral part of these financial statements.

GMI UK Ltd - Gulu Mission Initiative
Balance Sheet as at 31st March 2016

Balance Sheet

As At 31st March 2016

2015/2016

2014/2015

Current Assets

Cash at Bank - Current A/C	10050	11621
Cash at Bank - Deposit A/C	861	858
Debtors due within one year	0	0
	<u>10911</u>	<u>12479</u>

Less Current Liabilities

Creditors -		
Amounts falling due within one year	0	-1116
	<u>10911</u>	<u>11363</u>

Net Current Assets

Represented by:

Accumulated Fund

Balance Brought Forward	11363	7905
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Surplus/Loss For Period	-452	3458
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Balance as at March 2016	<u>10911</u>	<u>11363</u>
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Funds breakdown

Unrestricted	10911	11363
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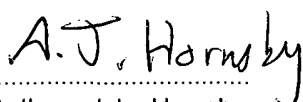
Restricted	0	0
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For the year ended 31 March 2016 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies. No members have required the company to obtain an audit of its accounts for the period in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime within Part 15 of the Companies Act 2006.

These financial statements were approved by the Board on 20th October 2016 and were signed on their behalf by:



 Anthony John Hornsby
 Trustee Director & Treasurer

The notes on subsequent pages form an integral part of these financial statements.

GMI UK Ltd - Gulu Mission Initiative
Notes to the Financial Statements For The Year Ended 31st March 2016

1. Accounting Policies

The Financial statements have been prepared under the historical cost convention and in accordance with Accounting and Reporting by Charities - Statement of Recommended Practice (SORP 2005 - Second Edition May 2008), the Companies Act 2006 and Financial Reporting Standard for Smaller Entities (FRSSE) (Effective April 2008).

Fund Accounting

The general fund is an unrestricted fund which is available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which has not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The restricted fund in these accounts wholly relates to the Health Partnership Fund, which is a project supporting maternity services throughout Uganda. During the year a final payment was received from THET and was transferred across to Uganda (less bank charges).

Incoming Resources

All incoming resources are included in the SOFA when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Funding is partly in the form of grants which are accounted for on a receivable basis. Any unspent balances are carried forward in the appropriate fund, as are any grants restricted to future accounting periods.

No amounts are included in the financial statements for services donated by volunteers.

Resources Expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Small value estimated liabilities are excluded as immaterial. Governance costs are all general running costs not associated with fundraising or charitable activities.

2. Cash

Cash at bank decreased from £12,479 at end March 2015 to £10,911 at end March 2016. This was made up as follows: Barclays A/C 40788732 £10,050, A/C 73556980 £861 A/C No. 73660842 was used for the Health Partnership Project and currently has zero balance.

3. Gift Aid

During 2015/2016 the charity registered for Gift Aid, but the process was not completed until after the end of March. Hopefully during 2016/2017 a number of Gift Aid claims will be made. During April 2016 (i.e. since the end of the accounting year) a claim has been made for £1,224 to cover the tax year 2011/2012. This may well be ruled ineligible by the Inland Revenue due to the 4 year rule. Claims for more recent years will be made in due course.

4. Accountants Fees

Accountants fees of £1,116 were paid in July 2015. However, these have already been provided for in the accounts for 2014/2015, so are not shown as an expense during 2015/2016. The only fee showing is for £36 in connection with filing the accounts with Companies House.