

Abaana Ministries

Trustees' Report and Financial Statements

31 December 2015

Company No: NI 33513

Trustees

Sally Baxter
Archie McAvoy MBE
David Manning
Colin Caughey
Mark Kelly
Sharon Slack
Daniel Allen
Noel Gordon (appointed 5 May 2015)
Jonathan Young (appointed 5 May 2015)

Chair

Archie McAvoy MBE

Secretary

Scott Baxter

CEO

Scott Baxter

Auditors

PKF FPM Accountants Limited
1-3 Arthur Street
Belfast
BT1 4GA

Bankers

First Trust Bank
85 Main Street
Bangor BT20 4BA

Registered Office

78 High Street
Bangor
Co Down BT20 5AZ

HMRC Charity Registration Number

XR 23866

Charity Commission for Northern Ireland Registration Number

102174

Trustees' report

For year ended 31 December 2015

The Trustees present their report and the audited financial statements for the year ending 31 December 2015 which have also been prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with charity and company law, the Memorandum and Articles of Association and 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).

Chair's report

2015 has been a year of further development and consolidation for Abaana. As a Board, we have welcomed two new Trustees, further building on our range of experience and expertise. On the construction front, our latest primary school funded by Bangor Grammar School, was completed at Coo-rom Tekwir in northern Uganda, and a new nursery building was opened at Lweza Primary School on the shores of Lake Victoria. Abaana's other core programmes of Child Sponsorship and Street Reach (working with children 'living rough' on the streets of Kampala), has continued to grow and during the year we welcomed a further 5 former 'street boys' into our New Life Children's Home. The Board has also been actively considering proposals to bring an Abaana Children's Choir to the UK and Ireland in 2017. The choir members will be drawn from the 13 Primary schools supported by the charity. As a Board, we continue to recognise the enormous contribution to the work of Abaana made by staff, volunteers and supporters across the UK and wider afield, as together we seek to bring hope to children living in poverty in Uganda.

Purposes and activities

Abaana Ministries' principal activity, as set out in The Memorandum of Association is the relief of poverty in the African continent, and the relief of those in need, by reason of youth, age, ill health, disability, financial hardship or other disadvantage and to educate the general public regarding poverty and the spiritual needs of these people and the advancement of the Christian faith. This is mainly achieved through building schools, sponsoring children through education, providing shelter and accommodation to street children, providing food and basic medical care to children living on the streets, supplying clean water supplies by building wells and providing farming and microfinance projects.

The overall vision of Abaana is to see the children of Africa have their needs met, their rights upheld and their hopes fulfilled.

In shaping the objectives for the year and planning our activities the Trustees have considered a number of key components, namely the financial resources available, prioritised projects in Uganda and the on-going needs of existing key programmes.

The strategies employed to achieve the charity's aims and objectives include regular production of management accounting information, oversight by Trustees of key deliverables and progress made, a detailed Grant Agreement process for funded programmes and post-project delivery review.

Role of volunteers

The financial statements set out the results for the year but do not reflect the very considerable and vital support given to Abaana by volunteers. Locally, volunteers help to run our charity shop, fundraise and prepare mail outs. Overseas, they made up the teams in Uganda, carrying out building and other work on our projects.

Trustees' report

For year ended 31 December 2015

Achievements and performance

Review of activities:

Raising of support

Abaana has continued to carry out presentations to raise awareness of its activities, in schools, Churches and clubs. The database of supporters is in the region of six thousand. Throughout 2015, there were fundraising events such as cinema nights, sponsored Lock Up, Challenge 48 events and other sponsored activities.

The Mysponsorship website continues to be an excellent resource for child sponsors, where sponsors can login, download photos and letters from their children, email their children, access resources, manage their contact details, and review their payment history, among other things.

The shop continues to raise support for Abaana and provides a sustainable income.

Summary of Projects in 2015

- Coo-rom Tekwir Primary: Completion of two classroom blocks;
- Resources for schools: Furniture, text books and other resources;
- Microfinance projects: Goats, turkeys;
- Lweza Nursery: Nursery completed at Lweza Primary;
- Water harvesting systems for 5 schools;
- School resources: Furniture; textbooks and other resources.

Support of Schools

4,000 children attend the 13 Abaana supported schools. The main source of income for these schools is from sponsored kids, with an estimated 3 children paying subsidised rates for every 1 child we sponsor at the school. The sponsorship provides an assured income for the schools to pay teachers and run the school.

Child Sponsorship

1,353 children were supported in 2015. The children attend the 13 Abaana primary schools or various other secondary or vocational schools. In addition to school fees, Abaana supports these children by providing school requirements (e.g. uniforms and stationery) and other benefits, such as basic medical treatment and other programs.

Improvements at schools

Abaana is always looking to see how we best improve the school environment and in 2015 we invested in water harvesting systems at 5 schools.

New Life Homes Project and Street Reach

Abaana continues to fund The New Life Homes, where currently 19 boys, who previously lived on the streets now live in a secure and caring environment. These homes are transitional rehabilitation homes and so far 34 boys have been successfully and permanently resettled back with their families. Abaana continues to support them in their education and any medical needs which arise. There was a new intake of 5 boys in 2015.

Abaana also partners with organisations working with children on the streets, including, Heroes and Frontline.

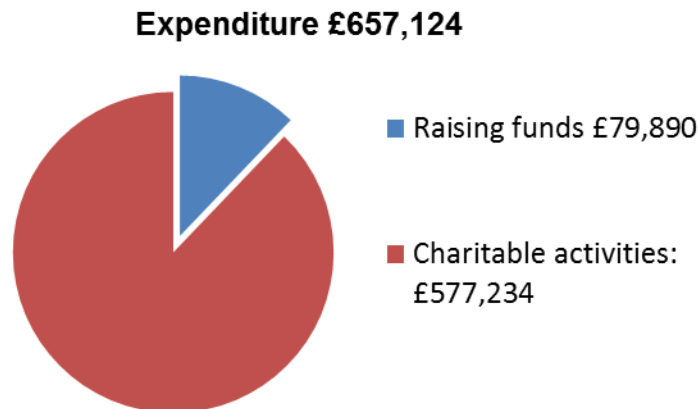
Financial review

Income and expenditure

Income for the year decreased to £635,955 (2014: £643,531). Total expenditure increased to £657,124 (2014: £579,584) and gross expenditure on Charitable Activities increased to £577,234 (2014: £494,081). The amount of money spent on charitable activities represented 87.8% (2014: 85.2%) of total expenditure.

Trustees' report

For year ended 31 December 2015



Expenditure on charitable activities includes governance costs of £10,066 (2014: £8,777).

Overall there was a net outgoing resource before revaluations of £21,169 for the year (2014: net incoming resource £63,947). All restricted funds held by Abaana are sent to projects in Uganda and where the funding is collected over more than one accounting year, it is common for the initial year to have a surplus and the subsequent year to show a deficit. The net position for each specific fund across multiple accounting periods will be zero. (i.e., any deficit is met from accumulated fund balances).

Detailed day to day management of the charity endeavours to keep the costs as low as possible without compromising the output and quality of the activities.

Investment powers and policy

The Trustees, having regard to the liquidity requirements of the charity have kept available funds in an interest-bearing deposit account and seek to achieve a rate on deposit, which matches or exceeds inflation as measured by the retail price index.

Reserves

The Board of Trustees reviews the reserves annually. There are two categories of reserves: restricted and unrestricted funds.

Restricted funds are funds subject to specific conditions imposed by donors. At the end of the year the total restricted funds were £108,951 (2014: £146,042).

Unrestricted funds at year end were £175,392 (2014: £209,325).

Designated funds (included within unrestricted funds) were £76,000 (2014: £76,000). This earmarked fund is an estimate of 5 months (2014: 5 months) running costs and 5 months (2014: 5 months) salary costs.

Plans for future periods

In 2016, Abaana plans to send four teams to Uganda to work on specific projects at schools, our New Life Homes and with children living rough on the streets of Kampala.

Abaana is preparing for a major new initiative in 2017, when we plan to bring the Abaana New Life Children's Choir on a tour of the UK and Ireland. The Choir will consist of approximately 20 children drawn from across the 13 primary schools which Abaana supports. The Tour is scheduled to last from Feb-May 2017.

Trustees' report

For year ended 31 December 2015

Organisational development

The application of robust and effective IT and financial systems provide an essential framework for the professional operation of the organisation.

The strategic and operational plan was reviewed in November 2015.

Performance Management training has been developed for each employee of Abaana to ensure that the operational structure results in an efficient and effective organisation.

Trustees

The Trustees who served during the year and since the year end are listed on page 1.

Structure, Governance and Management

Governing Document

Abaana Ministries is a company limited by guarantee governed by its Memorandum and Articles of Association dated 16 January 1998 and updated on 17 June 2015.

Appointment of Trustees

Abaana has a policy of developing its Board membership to ensure a wide range of professional expertise. Where potential candidates for Board membership are identified, informal discussions are held with the Chairperson, followed by attendance in an observer capacity at several Board meetings. If appointment is subsequently recommended by the existing Trustees, the candidate is formally invited to join the Board.

Trustee induction and training

Through membership of the Board, Trustees have oversight and develop their knowledge of all of Abaana's key activities. Trustees also meet several times a year with Abaana staff. Training for Trustees is sourced as required.

Organisation

The Board of Trustees is continuing to enhance its ways of working, to best fit the charity as it continues to operate in a challenging economy. The last 12 months has seen a further expansion in Board membership, adding to the overall range of key skills, which will help to further develop the overall governance and management of the charity.

Relationship with other charities

A separate company exists in Uganda – 'Abaana Ministries, Uganda'. This company, registered in Uganda is governed by a Committee of Management consisting of local professionals. Scott Baxter (Abaana Ministries Northern Ireland CEO and Company Secretary) also sits on the Committee as the 'International Director'.

Abaana Ministries Uganda receives its funding from Abaana Ministries, Northern Ireland and carries out the various projects' activities and expenditure in line with formal agreements authorised by Scott Baxter as the CEO of Abaana Ministries, Northern Ireland.

Recently the Northern Ireland Trustees and Ugandan Committee have been working on the creation of a more formal Memorandum of Understanding document detailing the funding support, requirements and ways of working together. The documentation has been finalised and is due for issue during 2016.

The Committee of Management and operational staff of Abaana Ministries, Uganda continue to report on a regular basis, to Scott Baxter, the Northern Ireland CEO on all its operational and financial activities. The CEO aims to visit the Ugandan operations at least twice each year, to review the physical projects which have been funded by Northern Ireland, as well as meeting with the Committee of Management to monitor and make decisions regarding the general day to day running of the company.

Trustees' report

For year ended 31 December 2015

Abaana Ministries also has a close relationship with Fields of Life, a charity which shares Abaana Ministries' passion for Africa — some of Abaana Ministries' earliest child sponsorships continue to be administered by Fields of Life.

Pay policy for senior staff

The Board of directors, who are the Charity's Trustees, have overall oversight of the activities of the charity. This includes responsibility for considering, and where relevant, approving any pay increases for all staff. Senior staff comprises the key management personnel of the charity in charge of directing and controlling, running and operating the charity on a day to day basis. All staff posts are based on NJC pay scales. All directors give of their time freely and no director received remuneration during the year.

Details of directors' expenses and related party transactions are disclosed in note 9 to the accounts.

Risk Management

The Board of Trustees has overall responsibility for Abaana Ministries' system of internal control. Such a system can provide only reasonable and not absolute assurance against errors or fraud. The key controls used by the charity include:

- Formal agendas for Board meetings and minutes taken;
- Regular Board meetings;
- Strategic planning, budgeting and management accounting;
- Established organisational structure and lines of reporting;
- Formal written policies;
- Clear authorisation and approval levels;
- Formal grant agreements.

Abaana maintains a detailed Risk Register, which outlines the key risks to the organisation and specific actions identified to mitigate those risks. The risk register is subject to annual review by the Board of Trustees and more frequently, if required. Key risks identified (mitigation measures) include:

- Reputational damage due to project failure (full technical/financial assessments pre-project; full post completion review);
- Loss of income due to economic climate (focus on key fundraising activities);
- Interruption of activities (data backed up using Cloud technology; adequate insurance provision; building security);
- Death/serious injury of team member in Africa (risk assessments for teams; training of staff, team leaders/members; adequate insurance provision).

Trustees' responsibilities in relation to the financial statements

The charity Trustees (who are also the directors of Abaana Ministries for the purposes of company law) are responsible for preparing a Trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company and charity law requires the Trustees to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the charity and of its financial position at the end of that period. In preparing these financial statements, the Trustees are required to:

Trustees' report

For year ended 31 December 2015

- (1) select suitable accounting policies and apply them consistently;
- (2) make judgments and estimates that are reasonable and prudent;
- (3) state whether applicable accounting standards have been followed subject to any departures disclosed and explained in the financial statements; and
- (4) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees have overall responsibility for ensuring that the charity has an appropriate system of controls, financial and otherwise. They are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement as to disclosure to our auditors

In so far as the Trustees are aware at the time of approving our Trustees' Annual Report:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the organisation's auditor is unaware, and
- the Trustees, having made enquiries of fellow directors and the organisation's auditor that they ought to have individually made, have each taken all steps that he/she is obliged to take as a director in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditors

PKF FPM Accountants Limited have expressed their willingness to continue in office as auditors.

Approval

This report was approved by the Trustees, and signed on its behalf.


Archie McAvoy MBE
Chairman

Date 6th September 2016 .

Independent auditors' report

to the members of Abaana Ministries

We have audited the financial statements of Abaana Ministries for the year ended 31 December 2015 on pages 10 to 22. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Trustees and auditors

As explained more fully in the Trustees Annual Report, the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Scope of the audit of the financial statements

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. In addition, we read all the financial and non-financial information in the reports and financial statements to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at year ended 31 December 2015 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

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

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

Independent auditors' report

to the members of Abaana Ministries

- 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; or
- certain disclosures of Trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

JL Grant

JL Grant (Senior Statutory Auditor)

For and on behalf of PKF FPM Accountants Limited
1-3 Arthur Street
Belfast
BT1 4GA

Date

9.9.16

Statement of financial activities (incorporating an income and expenditure account)

for the year ended 31 December 2015

	Note	Unrestricted £	Restricted £	Total 2015 £	Total 2014 £
Income:					
Donations and legacies	4	152,835	453,643	606,478	615,481
<i>Income from other trading activities:</i>					
Shop Income		28,962	-	28,962	27,405
Investment income	5	515	-	515	645
Total income		<u>182,312</u>	<u>453,643</u>	<u>635,955</u>	<u>643,531</u>
Expenditure:					
Costs of raising funds	6	77,608	2,282	79,890	85,503
Expenditure on charitable activities	7	88,782	488,452	577,234	494,081
Total expenditure		<u>166,390</u>	<u>490,734</u>	<u>657,124</u>	<u>579,584</u>
Net income (expenditure) for the year before transfers		15,922	(37,091)	(21,169)	63,947
Transfers between funds	16	-	-	-	-
Net income (expenditure) for the year after transfers		15,922	(37,091)	(21,169)	63,947
Gain (loss) on revaluation of fixed assets	12	(49,855)	-	(49,855)	-
Net movement in funds		<u>(33,933)</u>	<u>(37,091)</u>	<u>(71,024)</u>	<u>63,947</u>
Reconciliation of funds					
Total funds brought forward		209,325	146,042	355,367	291,420
Total funds carried forward	16	<u>175,392</u>	<u>108,951</u>	<u>284,343</u>	<u>355,367</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derives from continuing activities

The notes on pages 13 to 22 form an integral part of these financial statements.

Balance sheet

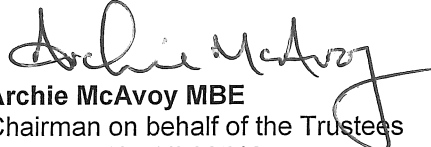
at 31 December 2015

	<i>Notes</i>	2015 £	2014 £
Fixed assets			
Tangible assets	12	119,993	175,245
Current assets			
Debtors	13	24,019	38,185
Cash at bank and in hand		274,012	300,432
		<u>298,031</u>	<u>338,617</u>
Creditors: amounts falling due within one year	14	<u>(82,158)</u>	<u>(92,891)</u>
Net current assets		215,873	245,726
Total assets less current liabilities		<u>335,866</u>	<u>420,971</u>
Creditors: amounts falling due after more than one year	15	<u>(51,523)</u>	<u>(65,604)</u>
Net assets		<u>284,343</u>	<u>355,367</u>
The funds of the charity:			
Unrestricted funds	16	175,392	209,325
Restricted funds	16	108,951	146,042
Total charity funds		<u>284,343</u>	<u>355,367</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The notes on pages 13 to 22 form an integral part of these financial statements.

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


Archie McAvoy MBE
 Chairman on behalf of the Trustees
 Company No: NI 33513

Date 6th September 2016 .

Statement of cashflows

for the year ended 31 December 2015

	Notes	2015 £	2014 £
<i>Cash (used) received in operating activities</i>	19	(11,931)	75,291
<i>Cash flows from investing activities</i>			
Interest received		515	645
Payments to acquire tangible fixed assets		(608)	-
<i>Net cash flow from investing activities</i>		(93)	645
<i>Cash flows from financing activities</i>			
Interest paid		(1,088)	(1,294)
Repayment of long term loans		(13,308)	(13,102)
<i>Net cash flow from financing activities</i>		(14,396)	(14,396)
Increase (decrease) in cash and cash equivalents in the year		(26,420)	61,540
Cash and cash equivalents at beginning of year		300,432	238,892
<i>Cash and cash equivalents at end of year</i>		274,012	300,432

Notes to the financial statements

For the year ended 31 December 2015

1. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

(i) Basis of Accounting

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.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

(ii) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the Trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required. No restatements were required and as such a reconciliation of opening balances is not required.

(iii) Income

Items of income are recognised and included in the accounts when all of the following criteria are met:

- The charity has entitlement to the funds;
- Any performance conditions attached to the item(s) of income have been met or are fully within the control of the charity;
- There is sufficient certainty that receipt of the income is considered probable; and
- The amount can be measured reliably.

(iv) Donated goods and services

Clothing and other items donated for resale through the charity's shop or for distribution as part of a charitable activity are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably.

In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised. Refer to the Trustees' annual report for more information about their contribution.

(v) Interest receivable

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

(vi) Fund Accounting

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the objectives of the charity.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes.

General funds may be transferred to designated funds where Trustees wish to use these funds for a specific purpose. Such funds may be transferred back to general funds once the criteria for the designation have been met or are no longer applicable.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of the appeal.

Notes to the financial statements

For the year ended 31 December 2015

(vii) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise the costs of operating the charity's shop, promotional and event costs along with the associated support costs;
- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

(viii) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the charity's activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 8.

(ix) Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Land and buildings	2% straight line
Equipment, furniture and fittings	25% straight line
Motor Vehicles	25% straight line

The carrying values of tangible fixed assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

(x) Debtors

Other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid after taking account of any discounts due.

(xi) 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.

(xii) 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.

(xiii) Financial instruments

The charity only has financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are normally initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at the carrying value plus accrued interest less repayments. The financing charge to expenditure is at a constant rate calculated using the effective interest method.

(xiv) Pensions

The company operates a defined contribution pension scheme. Contributions are charged in the statement of financial activities as they become payable in accordance with the rules of the scheme.

Notes to the financial statements

For the year ended 31 December 2015

(xv) Taxation

The company is a registered charity and the charitable tax exemptions are therefore being claimed to the extent that income and/or gains are applicable and applied to charitable purposes only. These exemptions will remain in place as long as income and expenditure is applied to charitable purposes only.

2. Status

The company has obtained charitable status with HMRC, reference number XR 23866 and is limited by guarantee not having a share capital. The company is also registered with the Charity Commission for Northern Ireland, reference number 102174.

3. Net income (expenditure) for the year

	2015 £	2014 £
<i>This is stated after charging:</i>		
Depreciation	6,005	6,357
Auditors' remuneration	2,400	2,880
<i>and after crediting:</i>		
Interest receivable	515	645

4. Income from donations and legacies

	<i>Unrestricted</i> £	<i>Restricted</i> £	<i>Total</i> 2015 £	<i>Total</i> 2014 £
Donations and appeals	121,061	332,523	453,584	479,385
Groups and corporate funding	5,064	16,523	21,587	21,877
Africa teams	11,136	102,257	113,393	86,715
Other fundraising events	15,365	1,358	16,723	26,863
Other income	209	982	1,191	641
<i>Total income from donations and legacies</i>	152,835	453,643	606,478	615,481

Of the £615,481 received by the charity in 2014, £143,804 was unrestricted funds and £471,677 was restricted funds.

Major donors during the year included Bangor Grammar School in relation to the building of the new Primary School at Coo-rom Tekwir in Northern Uganda.

The charity benefits greatly from the involvement and enthusiastic support of its many volunteers, details of which are given in our annual report. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not measured in the accounts.

5. Investment income

All of the charity's investment income arises from money held in interest bearing deposit accounts.

Notes to the financial statements

For the year ended 31 December 2015

6. Costs of raising funds

	Note	Unrestricted £	Restricted £	Total 2015 £	Total 2014 £
Advertising and promotional material		1,550	1,066	2,616	3,235
Events		628	37	665	1,050
Other fundraising costs		2,663	276	2,939	6,449
Shop costs		19,132	-	19,132	17,673
Support costs allocated to shop	8	7,188	356	7,544	7,898
Support costs allocated to raising funds	8	46,447	547	46,994	49,198
Total costs of raising funds		77,608	2,282	79,890	85,503

Of the £85,503 paid by the charity in 2014, £82,623 was unrestricted funds and £2,880 was restricted funds.

7. Analysis of expenditure on charitable activities

	Note	Unrestricted £	Restricted £	Total 2015 £	Total 2014 £
Child sponsorship		-	255,159	255,159	236,706
Educational projects		730	73,368	74,098	45,293
Africa teams		2,638	97,379	100,017	70,664
Children at risk		-	47,484	47,484	53,122
Medical projects		-	5,842	5,842	3,097
Other projects		900	8,560	9,460	10,919
Governance costs	8	10,066	-	10,066	8,777
Support costs allocated to activities	8	74,448	660	75,108	65,503
Total expenditure on charitable activities		88,782	484,452	577,234	494,081

Of the £494,081 paid by the charity in 2014, £76,318 was unrestricted funds and £417,763 was restricted funds.

8. Analysis of governance and support costs

The charity initially identifies the costs of its support functions. It then identifies those costs which relate to the governance function. Having identified its governance costs, the remaining support costs together with the governance costs are apportioned between the costs of raising funds and charitable activities undertaken (see notes 6 and 7) in the year. Refer to the table below for the basis for apportionment and the analysis of support and governance costs.

Notes to the financial statements

For the year ended 31 December 2015

	<i>Basis of allocation</i>	<i>Shop</i> £	<i>Raising Funds</i> £	<i>Charitable Activities</i> £	<i>Total 2015</i> £	<i>Total 2014</i> £
Premises costs	<i>Staff time</i>	832	1,278	1,542	3,652	2,766
Staff costs	<i>Staff cost</i>	655	36,406	62,337	99,398	95,747
General office costs	<i>Staff time</i>	6,057	9,310	11,229	26,596	24,086
Audit fees	<i>Governance</i>	-	-	2,448	2,448	2,570
Accountancy fees	<i>Governance</i>	-	-	5,400	5,400	6,166
Legal and other professional fees	<i>Governance</i>	-	-	2,218	2,218	41
Total		<u>7,544</u>	<u>46,994</u>	<u>85,174</u>	<u>139,712</u>	<u>131,376</u>

9. Analysis of staff costs, Trustee remuneration and expenses, and the cost of key management personnel

	<i>2015</i> £	<i>2014</i> £
Salary costs	90,606	88,450
Social security costs	21,179	19,105
Pension costs	3,117	2,048
	<u>114,902</u>	<u>109,603</u>

Pension costs are allocated to activities in proportion to the related staffing costs incurred and are wholly charged to unrestricted funds.

The charity Trustees were not paid or received any other benefits from employment with the charity in the year (2014: £nil) neither were they reimbursed expenses during the year (2014: £nil). No charity Trustee received payment for professional or other services supplied to the charity (2014: £nil).

The key management personnel of the charity comprise the Trustees, the Chair and the CEO. The total employee benefits of the key management personnel of the Trust were £30,408 (2014: £28,721).

10. Staff numbers

	<i>2015</i> <i>Number</i>	<i>2014</i> <i>Number</i>
Average monthly number of full time equivalents employed by the company during the year:	6	6

11. Related party transactions

None of the Trustees receive remuneration or other benefit from their work with the charity. Any connection between a Trustee or senior manager of the charity with organisations the charity works with must be disclosed to the full Board of Trustees in the same way as any other contractual relationship with a related party.

Notes to the financial statements

For the year ended 31 December 2015

A separate company exists in Uganda — ‘Abaana Ministries, Uganda’. This company, registered in Uganda is governed by a Committee of Management consisting of local professionals. Scott Baxter (Abaana Ministries Northern Ireland CEO and Company Secretary) also sits on the Committee as the ‘International Director’.

Abaana Ministries Uganda receives its funding from Abaana Ministries, Northern Ireland and carries out the various projects’ activities and expenditure in line with formal agreements authorised by Scott Baxter as the CEO of Abaana Ministries, Northern Ireland. Funding for projects is forwarded to Abaana Uganda throughout the financial year. Total funding transferred to Abaana Ministries Uganda was £382,523 (2014: £295,000).

Abaana Ministries also has a close relationship with Fields of Life, a charity which shares Abaana Ministries’ passion for Africa — some of Abaana Ministries’ earliest child sponsorships continue to be administered by Fields of Life. Payments to Fields of Life for these sponsorships amounted to £42,370 (2014: £48,860).

12. Tangible fixed assets

	<i>Land and Buildings</i>	<i>Equipment Furniture and Fittings</i>	<i>Motor Vehicles</i>	<i>Total</i>
	£	£	£	£
<i>Cost</i>				
Balance at 1 January 2015	196,363	17,381	2,400	216,144
Additions	-	608	-	608
Disposals	-	-	-	-
Revaluations	(76,363)	-	-	(76,363)
Balance at 31 December 2015	<u>120,000</u>	<u>17,989</u>	<u>2,400</u>	<u>140,389</u>
<i>Accumulated Depreciation</i>				
Balance at 1 January 2015	23,563	15,536	1,800	40,899
Charge for the year	3,545	1,860	600	6,005
Disposals	-	-	-	-
Revaluations	(26,508)	-	-	(26,508)
Balance at 31 December 2015	<u>600</u>	<u>17,396</u>	<u>2,400</u>	<u>20,396</u>
Net book value at 31 December 2015	<u>119,400</u>	<u>593</u>	<u>-</u>	<u>119,993</u>
Net book value at 31 December 2014	<u>172,800</u>	<u>1,845</u>	<u>600</u>	<u>175,245</u>

The property at 78 High Street, Bangor, Co Down, BT20 5AZ, was revalued on 17 September 2015 by Neill Estate Agents, 98-100 High Street, Bangor, BT20 4AG at £120,000.

13. Debtors and prepayments

	2015	2014
	£	£
Other debtors	20,411	26,671
Prepayments	3,608	11,514
	<u>24,019</u>	<u>38,185</u>

Notes to the financial statements

For the year ended 31 December 2015

14. Creditors: amounts falling due within one year

	2015 £	2014 £
Mortgage	13,308	12,534
Other accruals	68,850	80,357
	<u>82,158</u>	<u>92,891</u>

The mortgage is secured by way of a charge over the property at 78 High Street, Bangor, Co Down, BT20 5AZ.

15. Creditors: amounts falling due after more than one year

	2015 £	2014 £
Mortgage	51,523	65,604
	<u>51,523</u>	<u>65,604</u>

The total balance outstanding on the mortgage at 31 December 2015 was £64,831 (2014: £78,138) and is due to be repaid by October 2026. At current rates of repayment the balance may be repaid by 2020.

16. Analysis of charitable funds

Analysis of movements in unrestricted funds

	<i>Balance at 31/12/14</i> £	<i>Incoming Funds</i> £	<i>Amounts Expended</i> £	<i>Reval- uation</i> £	<i>Transfers In</i> £	<i>Transfers Out</i> £	<i>Balance at 31/12/15</i> £
General fund	132,636	113,650	(143,288)	(49,855)	28,802	-	81,945
Designated fund	76,000	-	-	-	-	-	76,000
2015 Cinema Nights	-	4,015	(1,225)	-	-	(2,035)	755
BGS Team Fundraiser	-	1,301	-	-	-	(1,301)	-
Cards	-	28	-	-	-	(28)	-
Challenge 48 2015	-	16,533	(113)	-	-	-	16,420
Ladies Group	-	4,226	(486)	-	-	(3,740)	-
Partner	-	13,597	-	-	-	(13,597)	-
Shop	689	28,962	(21,278)	-	-	(8,101)	272
	<u>209,325</u>	<u>182,312</u>	<u>(166,390)</u>	<u>(49,855)</u>	<u>28,802</u>	<u>(28,802)</u>	<u>175,392</u>

Name of unrestricted Fund Description, nature and purposes of fund

General fund	“Free reserves” after allowing for all designated funds
Designated fund	Funds designated by the Trustees to cover approximately 5 months’ salary and running costs.
Other unrestricted funds	Funds available for use at the discretion of the Trustees

Notes to the financial statements

For the year ended 31 December 2015

Analysis of movements in restricted funds

	<i>Balance at 31/12/14</i>	<i>Incoming Funds</i>	<i>Amounts Expended</i>	<i>Transfers In</i>	<i>Transfers Out</i>	<i>Balance at 31/12/15</i>
	£	£	£	£	£	£
2016 Africa Teams	-	80	(36)	-	-	44
Adoption Now	1,958	1,700	(2,250)	-	(1)	1,407
Africa Team General	1,114	(10,590)	(2,782)	12,788	-	530
Aughnacloy Team 2016	-	3,250	(1,600)	-	-	1,650
Ayila £5 School	2,523	681	(99)	-	(1)	3,104
Bangor Grammar Team 2015	-	68,563	(60,367)	-	(8,196)	-
Bannside Team Project	550	-	-	-	(550)	-
Bell UK	100	3	-	-	-	103
BGS Team Ex-Pupils	-	1,177	-	-	(1,177)	-
Bibles (General)	60	-	-	82	-	142
Buyobe Primary	-	756	(756)	550	-	550
Challenge 48 (Jnt)	8,696	-	-	-	-	8,696
Challenge 48 2014	10,446	5,646	(4,000)	-	(5,418)	6,674
Child Sponsorship	1,971	248,235	(245,780)	-	(4,670)	(244)
Child Sponsorship UK Scholar	7,362	-	(7,000)	6,613	-	6,975
Children at Risk	466	-	-	-	-	466
Choir	-	2,030	-	-	-	2,030
Christ the King	-	67	-	1	-	68
Christmas Vouchers	507	-	-	-	-	507
Comard Mondello Nursery	300	-	-	-	-	300
Coorom Tekwii	27,799	9,636	(37,646)	2,831	-	2,620
Coorom Tekwii Team Project	-	4,100	(4,100)	-	-	-
CS Christmas Gift	4,515	3,944	(5,000)	-	-	3,459
CS Personal Gift	217	258	-	-	(1)	474
Donated Goods	-	3,560	(3,560)	-	-	-
Drumbo Presbyterian Team	200	-	-	-	-	200
Duplicate CS Payments	-	1,884	-	-	(1,884)	-
Dwelling Places (Dwellers 2000)	220	520	(445)	-	-	295
Dwelling Places (Sponsors)	408	612	(680)	-	-	340
foot4africa	1,777	320	-	-	-	2,097
Frontline	2,597	4,868	(5,000)	-	-	2,465
Grace Iga Medical School	8,643	5,422	(5,842)	-	-	8,223
Gulu Appeal	4,814	884	(2,500)	-	-	3,198
Joseph	50	-	-	-	-	50
Lockup 2014	15,063	7,860	(21,276)	-	-	1,647
Lockup BGS	1,496	1,335	-	-	(2,830)	1
Malaria	596	-	-	67	-	663
Matthew Cardwell Primary	56	-	-	-	-	56
McAvoy Playground	-	135	-	418	-	553
McAvoy School	-	45	-	-	-	45
McMullan Scholarship Fund	4,000	8,000	(12,000)	-	-	-
Medical (General)	569	-	-	-	-	569
Microfinance	950	-	-	-	-	950
Movilla Team 2016	-	5,467	(1,600)	-	-	3,867
Movilla Team Project 2016	-	2,205	-	-	-	2,205
New Foundation – Kiwumu	356	173	(529)	-	-	-
New life homes (street kids)	5,547	16,080	(29,122)	9,665	-	2,170
NLH Development	-	70	-	-	-	70
NLH Events	1,801	-	-	-	(1,801)	-
NLH Medical	295	-	-	-	-	295
NLH Sponsor	-	6,895	-	-	(2,685)	4,210
Palissa Team 2015	-	4,500	(4,500)	-	-	-
Pallisa Water	2,500	-	(2,500)	-	-	-
Pallisa	581	8,594	-	-	-	9,175

Notes to the financial statements

For the year ended 31 December 2015

Analysis of movement in restricted funds – continued

	<i>Balance at 31/12/14</i>	<i>Incoming Funds</i>	<i>Amounts Expended</i>	<i>Transfers In</i>	<i>Transfers Out</i>	<i>Balance at 31/12/15</i>
	£	£	£	£	£	£
Revolution Movement	1,809	360	-	-	-	2,169
School Build	1,192	1,015	-	935	-	3,142
School Resources	-	1,042	(1,042)	117	-	117
School's Development	608	-	-	-	-	608
Schools (General)	928	20	-	-	-	948
School's Officer – Uganda	282	94	-	65	-	441
Schools Sports Equipment	305	-	(305)	-	-	-
Strathearn School	7	-	-	-	-	7
Street Reach	11,653	4,062	(5,500)	-	-	10,215
Street Reach Medical	274	-	-	-	-	274
The Hub Team 2015	-	25,845	(22,430)	-	(3,415)	-
The Hub Team Project	-	20	-	-	-	20
Tomorrow's Heroes	487	-	(487)	-	-	-
VHR Agriculture	1,821	295	-	1	-	2,117
VHR Building	880	37	-	-	(890)	27
VHR Educational	465	108	-	-	(465)	108
VHR Other	280	191	-	-	(290)	181
VHR Street Kids	1,356	319	-	-	-	1,675
Water (General)	1,663	95	-	141	-	1,899
Water Appeal 2014	929	1,175	-	-	-	2,104
	<u>146,042</u>	<u>453,643</u>	<u>(490,734)</u>	<u>34,274</u>	<u>(34,274)</u>	<u>108,951</u>

All restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of the appeal.

17. Income attributed to unrestricted funds.

Child Sponsorship Fund:

Abaana maintains a commitment to each donor that their child sponsorship donation is used directly in Uganda for Child Sponsorship Activities. In cases when child sponsorship donors contribute an additional voluntary amount towards the administration and running costs of Abaana, these additional voluntary donations are recorded as unrestricted income upon receipt.

Africa teams:

During the year the total amount of monies received from each donor is recorded upon receipt. Direct team payments are recorded within the appropriate restricted team fund. Preagreed team support costs are recorded as unrestricted income.

For all other restricted funds:

In order to cover project monitoring and administrative support costs, between 0% and 10% of receipts on all other restricted funds is recognised as unrestricted income on the date of receipt.

The following principles are applied when calculating the income attributed to unrestricted funds:

- A rate of 5% is applied if project funding is below budget;
- A rate of 5% is applied to larger funding projects;
- Occasionally to meet a Uganda budget, the exact budget amount might be sent to Uganda and the remaining balance (less the 10%) attributed;
- Some undersubscribed funds may not have had any percentage taken;
- In all other cases a rate of 10% is applied as standard.

Notes to the financial statements

For the year ended 31 December 2015

18. Summary of net assets by fund

	Unrestricted £	Restricted £	Total 2015 £
Fixed assets	119,993	-	119,993
Current assets	189,080	108,951	298,031
Creditors: amounts falling due within one year	(82,158)	-	(82,158)
Creditors: amounts falling due after more than one year	(51,523)	-	(51,523)
Net assets	<u>175,392</u>	<u>108,951</u>	<u>284,343</u>

19. Reconciliation of net cash movement in funds to net cash flow from operating activities

	2015 £	2014 £
Net movement in funds	(71,024)	63,947
Loss on revaluation of property	49,855	-
Depreciation charge	6,005	6,357
Interest charge	1,088	1,294
Interest income shown in investing activities	(515)	(645)
Decrease (increase) in debtors	14,166	1,296
Increase (decrease) in creditors	(11,506)	3,042
Net cash (used) received in operating activities	<u>(11,931)</u>	<u>75,291</u>