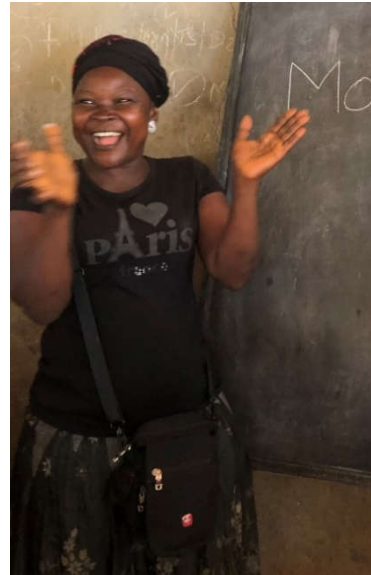


APT Action on Poverty

Report and Audited Financial Statements

31 December 2019



APT Action on Poverty

Reference and administrative details

For the year ended 31 December 2019

| | |
|--|--|
| Company number | 01872538 |
| Charity number | 290836 |
| Registered office and operational address | Nicholas House Heath Park Main Road Crophorne Persnore Worcestershire, WR10 3NE |
| Trustees | Trustees, who are also directors under company law, who served during the year and up to the date of this report were as follows: Helen Altshul Jake Bharier (appointed 08.12.2019) Brian Capper David Elliott (appointed 11.12.2019) Neil Fray Malcolm Harper Louise Locke (appointed 22.10.2019) Vomic Nur Shah (resigned 07.05.2019) Laura Quigley (resigned 10.04.2019) Justine Williams |
| Chief executive officer | Alex Daniels |
| Company secretary | Elizabeth Chard |
| Bankers | Barclays Bank plc 128 High Street Cheltenham GL50 1EL CAF Bank Limited 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ Virgin Money plc Jubilee House Gosforth NE3 4PL |
| Auditors | Godfrey Wilson Limited Chartered accountants and statutory auditors 5th Floor Mariner House 62 Prince Street Bristol BS1 4QD |

APT Action on Poverty

Report of the Trustees

For the year ended 31 December 2019

The trustees are pleased to present their report and accounts for the year ended 31 December 2019, which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes. The accounts comply with the Charities Act 2011, the Companies Act 2006, 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).

Structure, governance and management

The company is limited by guarantee, registered as a charity in 1985 and is governed by its Memorandum and Articles of Association.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the company's aims and objectives and in planning future activities and are therefore confident that APT Action on Poverty ('Action on Poverty') meets the public benefit requirements.

When considering the appointment of trustees, the board give regard to the skills audit of existing trustees, the requirement for any specialist skills, and ability to contribute to the charity's governance and objectives. The key element of the trustee's induction is to ensure sound understanding of the charity's mission, principles and strategy as well as the legal obligations of trustees. The induction process for new trustees involves a combination of provision of key documents plus communications and face to face discussions with the Chair of the trustees and the Chief Executive. New trustees are required to comply with company law requirements and declare any interests.

The Chief Executive of Action on Poverty, Alex Daniels, is appointed by the trustees to manage the day to day operations of the charity and ensure the overall implementation of the organisational strategy as agreed by the trustees. The Chief Executive and the Chair of the trustees communicate on a regular basis.

Objectives and activities for the public benefit

Our Vision:

A fair world free from poverty and discrimination where every person is empowered to fulfil their potential.

Our Mission:

To build sustainable livelihoods to transform lives and promote economic empowerment and social change by helping vulnerable and socially excluded people achieve sustainable livelihoods and by addressing the barriers that limit their participation.

We aim to achieve our objectives through delivering programmes targeting specific sectors, communities and/or disadvantaged groups. These programmes all have a livelihood focus (accessing employment, incomes and/or increased food production) together with addressing inequalities and exclusion of target beneficiaries to secure sustainable and transformational change. We deliver this through working together with overseas partners and their beneficiaries to design programmes and activities in the various countries in which we operate. The nature of the activities will depend upon the local needs prioritised and the capacity / experience of the partners.

APT Action on Poverty

Report of the Trustees

For the year ended 31 December 2019

Our key strengths are our experience with:

- Promoting enterprise and decent work;
- Reaching marginalised people (particularly women and people with disabilities); and
- Building the capacity of organisations – including our partners, CBOs (Community Based Organisations) and other stakeholders.

Achievements and performance

By the end of 2019 there were five active programmes delivering high quality, effectively monitored work and sustainable impact. Action on Poverty has helped over 49,000 beneficiaries directly during 2019 to obtain sustainable livelihoods – so that they can secure enough food, medicines and education for themselves and their children and a life with more respect and dignity. A further 138,000 people have been helped through being better informed, empowered and/or as dependants of the direct beneficiaries. To extend the impact and to build for the future our work has also helped 315 small community organisations, disabled people's organisations, and producer groups to become more effective in helping their members collaborate for increased incomes, obtain better services and/or to influence other stakeholders to ensure their needs are not excluded in the future.

We consider that poverty and gender inequality are inextricably linked and this is reflected in our work - more than half of our current beneficiaries are women and this is expected to increase next year. We also aim to mainstream people with disabilities into our work and to support programmes which promote their inclusion.

Whilst our income has significantly reduced this year, this is largely due to two of the five projects being managed by local partners. Consequently, the funding goes directly to the lead partner with Action on Poverty being paid directly for technical assistance. This is a good step for our partners and one of which we are proud. Two projects also started towards the end of the year.

Historically we have had considerable success with and consequently heavy reliance on key institutional donors (Comic Relief, BIG Lottery Fund and UK Aid). We continue to maintain our track record with donors offering relevant grants and in 2019 we maintained the progress made in 2018 in terms of diversifying our income. The proportion of our income from individuals, trusts and institutions (other than the key institutions named above), was 53% (£280,900) of our overall income in 2019. This was helped by securing European funding from local delegations. This proportion was 60% in 2018, 27% in 2017 and 9% in 2016.

Within this, continued emphasis was given to securing significant levels of donations from trusts and foundations and this has continued to be successful. Donations from trusts have been 25% of our total income in 2019. We have ongoing grants from the Turing Foundation for apprenticeship work with young people, a grant of £100,000 over three years from the Marr Munning Trust for young women in Sierra Leone and a £200,000 contribution over 3 years from the Medicor Foundation to improve livelihoods and food security for vulnerable people in Sierra Leone.

Performance of programmes

Kenya

Whilst Kenya is making some progress in its GDP as a country, inequalities remain very challenging and our focus is on reaching those who are particularly marginalised:

Working in the Camel Milk Sector ('CAMILI'): In Kenya we have been working with our partner SITE (SITE Enterprise Promotion Limited) on a project which has transformed the camel milk value chain, improving productivity and competitiveness of camel milk and value added products. This second (18 month) phase of the project came to an end in January 2019. It achieved increased and more secure

APT Action on Poverty

Report of the Trustees

For the year ended 31 December 2019

incomes and improved food security of a total of 10,846 value chain actors including 3,928 camel herders, 3,094 camel owners, 3,236 milk traders, 129 milk transporters and 80 community health workers. Most of the milk traders were women who had previously had little experience of generating their own income in business, overcoming social norms to do so. It also impacted on the nutritional status of over 10,000 children under 5 years of age, and over 40,000 people when including dependents of the direct beneficiaries.

The evaluators of this project concluded that there is no doubt that the Camel Milk Project has 'positively transformed the lives of women and men in Garissa in terms of their incomes, food security, nutrition, socially and economically'. Set in an area which has needed food aid for the most vulnerable members of the communities, it also provides a local resource as an alternative, managed by local communities and driven by local demand. Additional benefits included improvements to water and grazing management, women's empowerment and increasing support from the County Government.



Strengthening the Implementation of the CRPD (Convention on the Rights of Persons with Disabilities) with Women with Disabilities in Kenya and Uganda:

SITE, a long-term partner of Action on Poverty, is the lead partner of this project which will improve the implementation of the CRPD in order to promote the full and equal enjoyment of all human rights by women living with disabilities. It is managed from Kenya, with Action on Poverty providing a technical support role and with two other partners – KUB (Kenya Union of the Blind) and NUWODU (National Union of Women with Disabilities of Uganda). The focus within the CRPD is on article 6 (women) and 27 (livelihoods).

This is an ambitious project. The anticipated result is that the CRPD is more effectively implemented in Kenya and Uganda with specific reference to gender and livelihoods, enterprise and employment, and demonstrated in 3 selected counties - Meru and Machakos (Kenya) and Gulu (Uganda). The primary beneficiaries are 51,135 women with disabilities in Kenya and 21,526 in Uganda. It will integrate disability into wider human rights work specifically enabling access to services and resources to secure livelihoods, enterprise and employment for women with disabilities.

The project started slowly, with significant but unavoidable partner staff changes, orientation towards a more rights-based approach and considerable mapping and information gathering during the baseline required in the first part of the project. Sensitisation of 168 duty bearers at different levels and over 55 human rights organisations; and buy-in from diverse stakeholders, both public and private such as County governments and agencies, women with disabilities, Civil Society Organisations (CSOs) and DPOs (Disabled People Organisations) was undertaken. The beginnings of a range of connections and collaborations bode well for the next phase of the project. Over 236 DPOs and nearly 10,000 PWDs (People with Disabilities) (9,898) including 6,492 WWDs (Women with Disabilities) were sensitised and beginning to address critical barriers to WWDs accessing their rights – such as registration of individual PWDs (Kenya) and of DPOs (Uganda). This year the project has achieved increased understanding of the CRPD and rights of PWD particularly with respect to women, amongst a range of stakeholders including duty bearers at local, county and national levels. It has ensured a platform for better collaboration to address the barriers that hinder the access of PWD to their rights. Despite the relatively small proportion of beneficiaries directly reached and a correspondingly low expenditure, it is on track to meet the final target numbers.

APT Action on Poverty

Report of the Trustees

For the year ended 31 December 2019

Sierra Leone

‘Livelihoods and Food Security for Vulnerable People in Sierra Leone’ (April 2018 - March 2021). This project is with our partner MAPCO (Movement for Assistance and Promotion of Rural Communities) funded by the Department for International Development (DFID) through UK Aid with matched funding from Medicor Foundation. The project addresses the chronic poverty faced by rural communities with inadequate incomes, food and nutrition, especially children and vulnerable mothers in Moyamba District. This situation is exacerbated by gender and disability discrimination and the unemployment of youth. Through a proven sustainable CBO support model these vulnerable groups are being targeted in 15 communities (64,000 people) to improve livelihoods and food security through access to resources, markets, knowledge, skills in agriculture and enterprise together with integrated inputs on women’s and youth empowerment and well-being.



Thanks to the project Mata (pictured left) has been able to set up her own business, buying goods from the local trade fair in Mano to sell in her community. She accessed a loan from the CBO and received business management training that taught her how to ensure her new business is profitable. She has used these resources and knowledge to revolve her funds and buy more goods to continue selling. She has now repaid her loan in full and is working with the profits. This income has enabled her children to go to school and she says ‘I feel proud of myself’.

Action on Poverty’s Chief Executive and Programme Officer carried out a mid-term review of this project in October of this year. The conclusion was that the programme is building on a tried and tested model and well managed. Quantitatively, it is on track with some indicators demonstrating that targets will be exceeded. Qualitatively, there is plenty of evidence of good sustainable impact on vulnerable people in stronger CBOs. Some areas need reinforcing – such as deepening PWD rights, women’s empowerment and nutrition messages, but these issues take time to change and would be expected to need repeating; and some CBOs need bringing up to speed. This is entirely expected mid-way through a project.

A team from the funders also visited the project towards the end of this year and were very pleased with the approach being used and with the partnership between MAPCO and Action on Poverty. They were also “impressed by the highly capable and knowledgeable MAPCO team”.

A year after the project – a Post Evaluation Review funded by the Turing Foundation

The Turing Foundation kindly allocated a small grant to evaluate the impact of the work they had supported earlier, one year after the end of the project. The previous work was an extension of the apprenticeship training for a further 240 youth to obtain skills with local artisans and establish their own incomes through enterprise or employment. This review included data collection from 4 of the original 12 communities, meeting with 8 of the 24 original artisan groups, 64 former trainees and 7 artisans. Findings showed that all the former apprentices were engaged in the activity of their training, were earning income exceeding that obtained previous to the project and were engaged in group and individual businesses. Income of the 44 participants who provided income data, showed an average 1,100% increase compared with those at the project start. In addition to the apprentices, an additional 143 individuals are receiving skills training as a result of the project; 21 taken on by artisans, and 122 taught by former apprentices. This equates to 1.8 additional people trained per apprentice trained.

‘The Empowerment and Education of Young Mothers, Women and Girls’

In August 2018 with our partner CARD (Community Action for Rural Development) and with funding from the European Union we began a project to empower 3,500 young women in 40 rural communities in Kenema District, both economically and socially. They will access literacy, business

APT Action on Poverty

Report of the Trustees

For the year ended 31 December 2019

skills, apprenticeships and rights training. Forty CBOs and 5 NGOs (Non-Government Organisation) will be strengthened to deliver these services and to operate more effectively in the future. The project includes an understanding of the mechanisms to protect young women from gender-based violence and will foster attitudinal change among men and community leaders.

Good progress is being made in all aspects of this project. The 5 partner NGOs have shown improvements in the first year in their organisational management and 40 CBOs have improved as a result of support. On NGO and CBO capacity to deliver, all 5 NGOs have reached the target number of women through literacy training schemes, apprenticeship schemes and business training delivery. By the end of 2019 FAL (Functional Adult Literacy) training has resulted in 95% of participants now having the literacy and numeracy skills to transact business. Forty local artisans have been trained to deliver apprenticeship training and 200 female trainees enrolled. A total of 40 Community Action Groups have emerged from EMAP (Engaging Male Participation in Accountable Practice to prevent violence against women and girls) familiar with gender justice laws and women's rights and are cascading the information at village/community level. All 5 NGOs have increased capacity to deliver such programmes, whilst the CBOs have yet to be fully involved in the management of these schemes. In terms of women's increased participation in decision making, relating to policy and practice in local development processes, 4,250 women have been reached. There is already evidence to show that the attitudes and practices of duty bearers and community members are starting to change and of women having increased ability to make decisions within the household and community. The action has kept to the budget for year one and completed all the activities as per the annual plan, despite several of the partners not having previous EU project experience and the sad loss of the consortium manager in Sierra Leone who died half way through the first year. The project has already sought and gained additional support from Government departments and NGOs to further strengthen the CBOs and increase the agricultural activities to increase interest in and sustainability of CBOs.

The Turing Foundation is also contributing to this project by supporting the Apprenticeship Training of 200 of the most vulnerable women, especially those with disabilities and young mothers.

'Empowering Local Communities in Pujehun District'



relationships with the community structures.

This 3-year project started in November 2019 with funding from the European Union. We are providing technical support to the project being implemented by our partner MAPCO, as they take on their first large project as the lead. The project will create lasting change by enhancing the capacity of community structures (CBOs, VDCs (Village Development Committees), WDCs (Ward Development Committees) and 9 other rural chiefdoms in Pujehun District to improve integrated governance and deliver services on poverty reduction to 5,700 vulnerable families (approximately 30,000 people). It will contribute to the empowerment of marginalised and vulnerable communities in some of the most disadvantaged areas enabling women, youth and people with disabilities to access employment opportunities and earn sustainable incomes. It will increase the incomes of 4,560 vulnerable families bringing benefits to approximately 24,000 people. The project has started well and is in the process of gathering baseline data and establishing

APT Action on Poverty

Report of the Trustees

For the year ended 31 December 2019

Uganda

Skilling Youth for Sustainable Livelihoods in Refugee Hosting Communities. This is a 2-year project (October 2019 – September 2021) designed to increase employment opportunities for marginalised (including refugee) youth in Agago and Lamwo Districts in Northern Uganda. It will address the skills, knowledge and experience gap that hinders young people's ability to generate income or gain employment. Eight hundred young people aged 18-24 (50% female, at least 5% people with disabilities and 35% refugees) will be selected to undertake vocational training apprenticeships and work placements thereby acquiring market-relevant technical and employability skills. By the end of the project 800 youth will have acquired improved transferable skills for employment and 70% of these young people will be employed or self-employed in individual or group enterprises. An additional 4,800 people will benefit from increased contributions by young people to household income and/or their capacity to provide for themselves, invest in their livelihoods and support other family members.

The project has started well, Action on Poverty is partnering with VEDCO (Volunteer Efforts for Development Concerns) and a strong team is in place to cope with the challenges of undertaking sustainable development work in an area which has both severe deprivation and long-term emergency aid. Four hundred young women and men have been selected in Lamwo district, Palabek refugee settlement and Agago district, including 23 youth with disabilities (13 male, 10 female). They have received training in life-skills focusing on attitudes towards self-reliance and preparation for the world of work, including group dynamics and leadership skills, problem solving, confidence building, conflict resolution, communication skills, negotiation, gender and disability; as well as psychosocial needs. Seventy artisans were identified and 400 trainees enrolled in a range of trades. Workshops have been held with representatives from the selected businesses, newly recruited young women and men, and district technical staff, to design a development plan for work placements in both Agago and Lamwo districts. The selected youth are in the process of forming VSLA (Village Savings and Loans Associations) groups. Its first (quarter) report has received a complementary response from funders.

As mentioned under '**Kenya**' earlier we are also '**Strengthening the Implementation of the CRPD with Women with Disabilities**' and specifically with 21,516 women with disabilities in Uganda.

Plans for the future

Our strategic plan confirms our vision, mission and aims.

We will continue to empower vulnerable people economically and socially by working together with local partners in sub-Saharan Africa.

We will deliver sustainable, cost effective and transformative impact in livelihoods work with some of the most marginalised people. We will work to catalyse change in this area of work, proactively pushing a cross-cutting agenda of inclusive livelihoods amongst different stakeholders.

We strive to continuously improve the quality and effectiveness of our work, supporting and developing new programmes in response to need and opportunities and diversifying our range of income sources.

Specific objectives:

We will:

- Extend our transformational impact and build on earlier success;
- Develop a sound financial platform:

APT Action on Poverty

Report of the Trustees

For the year ended 31 December 2019

- We will continue to seek funding from larger trusts to follow up the success in previous years, building a better foundation and income diversification from a low resource base.
- We will support our individual givers with appropriate levels of communication;
 - Investigate partnerships with others, including the private sector where mutual objectives can be met and develop new partnerships and ways of working; and
 - Build the effectiveness and efficiency of raising awareness, implementing targeted communication and promotion of Action on Poverty in line with the above.

Specific targets and activities have been set for the above.

Financial review

As always, the vast majority of our total expenditure of £550,467 has been on charitable activities in the year and sent out to our overseas project partner organisations who lead our projects from within the communities they are designed to help. Similarly, of the costs incurred in the UK, the vast majority was spent on programme management, with our staff overseeing and adding value to the projects in the field and reporting back to our UK donors.

During 2019, our unrestricted reserves resulted in a surplus of £2,848. This leaves free reserves of £192,824 at the year-end which were in excess of our 6-12 month target range and this will ensure we are able to continue operating as a going concern throughout 2020. Restricted reserves at the end of 2019 were £185,742.

Reserves policy

Action on Poverty's stated policy is to maintain a level of unrestricted reserves equivalent to 6-12 months' running costs.

Action on Poverty has reviewed our working capital requirements for current projects and have deemed it advisable to hold £45-90k (calculated as 10-20% of our annual grant income) in reserve to cover short term cash flow needs, where Action on Poverty are required to cover upfront project costs. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

Investment policy

The trustees have the power to invest in such assets as they see fit but to date surplus unrestricted funds are held on low risk deposit in order to ensure ready availability.

Risk management

Action on Poverty takes very seriously the management of risk to which the charity is exposed, particularly cash flow, recruitment, safeguarding and safety and security of staff travelling overseas. The trustees have assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate exposure to those risks.

The risk register is an agenda item at each trustees' meeting and we have reviewed practices around managing the safety and security of staff when working overseas to ensure we are meeting reasonable duty of care requirements and have strengthened security risk management practices to mitigate exposure. Safeguarding policies and procedures have been brought into line with renewed donor practices and we are working with partners to improve policies and procedures. Partnership

APT Action on Poverty

Report of the Trustees

For the year ended 31 December 2019

contracts are reviewed to bring them in line with donor requirements. Action on Poverty has a child protection policy and vulnerable adults policy in place.

COVID-19

The trustees have considered the impact that the COVID-19 pandemic will have on the charity's current and future financial position. The charity is taking the following steps to mitigate the threats that COVID-19 may pose to the organisation:

- We are in discussion with our institutional donors to adapt our programmes accordingly on the ground. Our partners in Sierra Leone already have a wealth of experience in raising hygiene standards and transmission awareness during the Ebola period; and
- We are tracking and participating in the discussion on the rapid changes in the global environment and funding context.

The trustees consider that the charity will continue as a going concern for a period of at least 12 months from the date on which these financial statements are approved for the following reasons:

- The charity had free reserves of £192,824 at the year-end which were in excess of our 6-12 month target range and this will ensure we are able to continue operating as a going concern throughout 2020;
- DFID is one of the charity's key funders and has already confirmed that it will be open to adaptations of programmes.

The trustees therefore consider it appropriate to adopt the going concern basis of preparation of the accounts, as detailed in note 1(b) to the financial statements.

Our approach to fundraising

Our supporters are key to everything we do. We are fully committed to being transparent and accountable about how our supporters' donations are used. At Action on Poverty we are hugely grateful to all our donors and focus on building long-lasting relationships based on trust and respect. We follow the Fundraising Regulator's Code of Fundraising Practice.

During the financial period ending December 2019 we did not use any professional fundraising organisations. Our fundraising is carried out by our small team of office-based staff (all of whom had additional roles in 2019), supervised by the Chief Executive. This has meant we can have full control of and confidence in our fundraising practices.

We did not receive any complaints about our fundraising activities during the 2019 financial year. We keep up to date with changes to regulation, respond to consultations on this and update processes and practice as necessary to comply. We welcome feedback from supporters and proactively use it to improve and enhance our fundraising campaigns.

Asset cover for funds

The trustees are satisfied that the charitable company's assets and cash balances attributable to each of its individual funds are available and adequate to fulfil its obligations in relation to those funds.

Trustees' consideration of going concern

No material uncertainties that may cast significant doubt about the ability of the company to continue as a going concern have been identified by the directors.

APT Action on Poverty

Report of the Trustees

For the year ended 31 December 2019

Statement of responsibilities of the trustees

The trustees (who are also directors of the charity for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and of the income and expenditure of the charity for that period. In preparing those 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 judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK accounting standards and statements of recommended practice 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 charity will continue in operation.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the Companies Act 2006. The trustees 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on 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.

Members of the charity guarantee to contribute an amount not exceeding £1 to the assets of the charity in the event of winding up. The trustees are members of the charity but this entitles them only to voting rights. The trustees have no beneficial interest in the charity.

Auditors

Godfrey Wilson Limited were re-appointed as auditors to the charitable company during the year and have expressed their willingness to continue in that capacity.

Approved by the trustees on 12 May 2020 and signed on their behalf by



Brian S. Capper BSc MA PhD
Chairman

Independent auditors' report

To the members of

APT Action on Poverty

Opinion

We have audited the financial statements of APT Action on Poverty (the 'charity') for the year ended 31 December 2019 which comprise the statement of financial activities, balance sheet, statement of cash flows and the related notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2019 and of its incoming resources and application of resources, including its income and expenditure, 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Independent auditors' report

To the members of

APT Action on Poverty

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the directors' report) have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us;
- the financial statements are not in agreement with the accounting records and returns;
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement set out in the trustees' report, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Independent auditors' report

To the members of

APT Action on Poverty

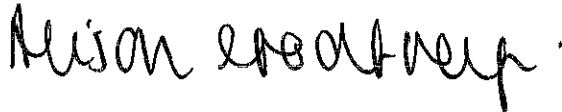
Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity'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 charity'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 charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



Date: 12 MAY 2020

Alison Godfrey FCA
(Senior Statutory Auditor)

For and on behalf of:
GODFREY WILSON LIMITED
Chartered accountants and statutory auditors
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Bristol
BS1 4QD

APT Action on Poverty

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

For the year ended 31 December 2019

| | Note | Restricted £ | Unrestricted £ | 2019 Total £ | 2018 Total £ |
|------------------------------------|------|-----------------------|-----------------------|------------------------------|-----------------------|
| Income from: | | | | | |
| Donations and legacies | 3 | 25,975 | 34,038 | 60,013 | 113,359 |
| Charitable activities | 4 | 447,746 | 17,161 | 464,907 | 824,687 |
| Investments | | - | 488 | 488 | 305 |
| Other income | | - | 1,834 | 1,834 | - |
| Total income | | <u>473,721</u> | <u>53,521</u> | <u>527,242</u> | <u>938,351</u> |
| Expenditure on: | | | | | |
| Raising funds | | 11,995 | 8,636 | 20,631 | 17,423 |
| Charitable activities | | <u>487,159</u> | <u>42,677</u> | <u>529,836</u> | <u>755,116</u> |
| Total expenditure | 6 | <u>499,154</u> | <u>51,313</u> | <u>550,467</u> | <u>772,539</u> |
| Net income / (expenditure) | | (25,433) | 2,208 | (23,225) | 165,812 |
| Transfers between funds | | <u>(640)</u> | <u>640</u> | <u>-</u> | <u>-</u> |
| Net movement in funds | 7 | (26,073) | 2,848 | (23,225) | 165,812 |
| Reconciliation of funds: | | | | | |
| Total funds brought forward | | <u>211,815</u> | <u>189,976</u> | <u>401,791</u> | <u>235,979</u> |
| Total funds carried forward | | <u><u>185,742</u></u> | <u><u>192,824</u></u> | <u><u>378,566</u></u> | <u><u>401,791</u></u> |

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in note 16 to the accounts.

APT Action on Poverty

Balance sheet

As at 31 December 2019

| | Note | £ | 2019 £ | 2018 £ |
|--|------|-----------------|-----------------------|-----------------|
| Fixed assets | | | | |
| Tangible assets | 11 | | 1,236 | - |
| Current assets | | | | |
| Debtors | 12 | 5,393 | | 5,387 |
| Current asset investments | 13 | 64,885 | | 64,885 |
| Cash at bank and in hand | | <u>318,981</u> | | <u>342,512</u> |
| | | 389,259 | | 412,784 |
| Liabilities | | | | |
| Creditors: amounts falling due within 1 year | 14 | <u>(11,929)</u> | | <u>(10,993)</u> |
| Net current assets | | | <u>377,330</u> | <u>401,791</u> |
| Net assets | 15 | | <u>378,566</u> | <u>401,791</u> |
| Funds | 16 | | | |
| Restricted funds | | | 185,742 | 211,815 |
| Unrestricted funds | | | | |
| General funds | | | <u>192,824</u> | <u>189,976</u> |
| Total charity funds | | | <u>378,566</u> | <u>401,791</u> |

These accounts have been prepared in accordance with the special provisions applicable to companies subject to the small companies' regime.

Approved by the trustees on 12 May 2020 and signed on their behalf by



Brian S Capper BSc MA PhD
Chairman

APT Action on Poverty

Statement of cash flows

For the year ended 31 December 2019

| | 2019 £ | 2018 £ |
|---|-----------------|----------------|
| Cash used in operating activities: | | |
| Net movement in funds | (23,225) | 165,812 |
| <i>Adjustments for:</i> | | |
| Depreciation charge | 254 | - |
| Dividends, interest and rents from investments | (488) | (305) |
| Decrease / (increase) in debtors | (6) | (5,299) |
| Increase / (decrease) in creditors | 936 | 2,176 |
| Net cash provided by / (used in) operating activities | (22,529) | 162,384 |
| Cash flows from investing activities: | | |
| Dividends, interest and rents from investments | 488 | 305 |
| Purchase of tangible fixed assets | (1,490) | - |
| Net cash provided by / (used in) investing activities | (1,002) | 305 |
| Increase / (decrease) in cash and cash equivalents in the year | (23,531) | 162,689 |
| Cash and cash equivalents at the beginning of the year | 407,397 | 244,708 |
| Cash and cash equivalents at the end of the year | 383,866 | 407,397 |
| This is represented as: | | |
| Current asset investments | 64,885 | 64,885 |
| Cash at bank and in hand | 318,981 | 342,512 |
| | 383,866 | 407,397 |

Analysis of changes in net debt

The charity has not provided an analysis of changes in net debt as it does not have any long term financing arrangements.

APT Action on Poverty

Notes to the financial statements

For the year ended 31 December 2019

1. Accounting policies

a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities in 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.

APT Action on Poverty 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 note.

b) Going concern basis of accounting

The accounts have been prepared on the assumption that the charity is able to continue as a going concern. However, the COVID-19 pandemic is likely to have a profound impact on the global economy, and may in turn affect the charity. The trustees have considered the impact of this issue on the charitable company's current and future financial position. The charity holds unrestricted reserves of £192,824 and a cash and cash equivalents balance of £383,866. The trustees consider that the charity has sufficient cash reserves to continue as a going concern for a period of at least 12 months from the date on which these financial statements are approved. There are no material uncertainties about the charity's ability to continue as a going concern.

c) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from the government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

d) 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.

e) Funds accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

f) 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.

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

APT Action on Poverty

Notes to the financial statements

For the year ended 31 December 2019

1. Accounting policies (continued)

g) Allocation of support and governance costs

Support and governance costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Governance costs are the costs associated with the governance arrangements of the charity, including the costs of complying with constitutional and statutory requirements and any costs associated with the strategic management of the charity's activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities on the following basis, which is an estimate of staff time spent on each activity:

| | 2019 | 2018 |
|-----------------------|-------|-------|
| Raising funds | 12.8% | 9.8% |
| Charitable activities | 87.2% | 90.2% |

h) Tangible fixed assets

Depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life. The depreciation rates in use are as follows:

| | |
|----------------------------------|------------------------------|
| Plant and machinery | 20% straight line basis |
| Fixtures, fittings and equipment | 20 - 33% straight line basis |

i) Debtors

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

j) Current asset investments

Current asset investments consist of cash held on short term deposit.

k) 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.

l) Creditors

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

m) Financial instruments

The charity 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 recognised at amortised cost using the effective interest method.

n) Pension costs

The charity operates a defined contribution pension scheme for its employees. There are no further liabilities other than that already recognised in the statement of financial activities.

APT Action on Poverty

Notes to the financial statements

For the year ended 31 December 2019

1. Accounting policies (continued)

o) Foreign currency transactions

Transactions in foreign currencies are translated at rates prevailing at the date of the transaction. Balances denominated in foreign currencies are translated at the rate of exchange prevailing at the year end.

p) Accounting estimates and key judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

There are no sources of estimation uncertainty that have a significant effect on the amounts recognised in the financial statements.

2. Prior period comparatives

| | Restricted £ | Unrestricted £ | 2018 Total £ |
|-------------------------------|-----------------|-------------------|--------------------|
| Income from: | | | |
| Donations and legacies | 43,537 | 69,822 | 113,359 |
| Charitable activities | 824,687 | - | 824,687 |
| Investments | - | 305 | 305 |
| Total income | 868,224 | 70,127 | 938,351 |
| Expenditure on: | | | |
| Raising funds | 9,142 | 8,281 | 17,423 |
| Charitable activities | 727,371 | 27,745 | 755,116 |
| Total expenditure | 736,513 | 36,026 | 772,539 |
| Net income | 131,711 | 34,101 | 165,812 |
| Transfer between funds | (2,988) | 2,988 | - |
| Net movement in funds | 128,723 | 37,089 | 165,812 |

APT Action on Poverty

Notes to the financial statements

For the year ended 31 December 2019

3. Income from donations and legacies

| | Restricted £ | Unrestricted £ | 2019 Total £ |
|---------------------------------|-----------------|-------------------|----------------------|
| Trusts and foundations | 22,700 | 12,750 | 35,450 |
| Legacies | - | 5,370 | 5,370 |
| Donations and other fundraising | 3,275 | 15,918 | 19,193 |
| | <u>25,975</u> | <u>34,038</u> | <u>60,013</u> |

| | Restricted £ | Unrestricted £ | 2018 Total £ |
|---------------------------------|-----------------|-------------------|-----------------------|
| Trusts and foundations | 43,047 | 6,300 | 49,347 |
| Legacies | - | 46,000 | 46,000 |
| Donations and other fundraising | 490 | 17,522 | 18,012 |
| | <u>43,537</u> | <u>69,822</u> | <u>113,359</u> |

4. Income from charitable activities

| | Restricted £ | Unrestricted £ | 2019 Total £ | 2018 Total £ |
|--|-----------------|-------------------|-----------------------|--------------------|
| <i>Project grants from institutional donors:</i> | | | | |
| DFID | 235,403 | - | 235,403 | 136,302 |
| European Commission | 107,503 | - | 107,503 | 222,070 |
| Medicor Foundation | 50,000 | - | 50,000 | 125,000 |
| Turing Foundation | 26,223 | - | 26,223 | 39,456 |
| Marr Munning | 20,000 | - | 20,000 | 70,000 |
| Comic Relief | 8,617 | - | 8,617 | 159,465 |
| Big Lottery Fund | - | - | - | 72,394 |
| | <u>-</u> | <u>17,161</u> | <u>17,161</u> | <u>-</u> |
| <i>Consultancy fees</i> | | | | |
| | <u>-</u> | <u>17,161</u> | <u>17,161</u> | <u>-</u> |
| | <u>447,746</u> | <u>17,161</u> | <u>464,907</u> | <u>824,687</u> |

All income from charitable activities was restricted in the prior year.

5. Government grants

The charitable company receives government grants, defined as funding from the Department for International Development (DFID) and European Commission to fund charitable activities. The total value of such grants in the period ending 31 December 2019 was £342,906 (2018: £358,372). There are no unfulfilled conditions or contingencies attaching to these grants.

APT Action on Poverty

Notes to the financial statements

For the year ended 31 December 2019

6. Total expenditure

| | Raising funds £ | Charitable activities £ | Support and governance costs £ | 2019 Total £ |
|---|--------------------|-------------------------------|---|-----------------|
| Staff costs (note 9) | 13,741 | 93,733 | 16,251 | 123,725 |
| Other costs | - | 14,927 | 25,733 | 40,660 |
| Audit and accountancy fees | - | - | 5,220 | 5,220 |
| Depreciation | - | - | 254 | 254 |
| Grants payable to partners (note 8) | - | 371,770 | - | 371,770 |
| Publicity and fundraising costs | 822 | 8,016 | - | 8,838 |
| Sub-total | 14,563 | 488,446 | 47,458 | 550,467 |
| Allocation of support and governance costs | 6,068 | 41,390 | (47,458) | - |
| Total expenditure | 20,631 | 529,836 | - | 550,467 |

Total governance costs were £5,220 (2018: £5,436).

Prior year comparative

| | Raising funds £ | Charitable activities £ | Support and governance costs £ | 2018 Total £ |
|---|--------------------|-------------------------------|---|-----------------|
| Staff costs (note 9) | 12,996 | 119,054 | 7,656 | 139,706 |
| Other costs | - | 23,897 | 21,403 | 45,300 |
| Audit and accountancy fees | - | - | 5,436 | 5,436 |
| Depreciation | - | - | - | - |
| Grants payable to partners (note 8) | - | 581,065 | - | 581,065 |
| Publicity and fundraising costs | 1,032 | - | - | 1,032 |
| Sub-total | 14,028 | 724,016 | 34,495 | 772,539 |
| Allocation of support and governance costs | 3,395 | 31,100 | (34,495) | - |
| Total expenditure | 17,423 | 755,116 | - | 772,539 |

APT Action on Poverty

Notes to the financial statements

For the year ended 31 December 2019

7. Net movement in funds

This is stated after charging:

| | 2019 £ | 2018 £ |
|-----------------------------------|--------------|--------------|
| Depreciation | 254 | Nil |
| Trustees' remuneration | Nil | Nil |
| Trustees' reimbursed expenses | Nil | Nil |
| Auditors' remuneration: | | |
| ▪ Statutory audit (including VAT) | 5,220 | 5,076 |
| ▪ Consultancy (including VAT) | Nil | 360 |
| | <u>5,220</u> | <u>5,436</u> |

8. Grants payable

| | 2019 £ | 2018 £ |
|--|----------------|----------------|
| <i>Grants paid to partner organisations:</i> | | |
| Movement for Assistance and Promotion of Rural Communities | 208,016 | 252,662 |
| Community Action for Rural Development | 128,519 | 181,070 |
| Volunteers' Effort for Development Concern | 30,455 | - |
| SITE Enterprise Promotion | 4,780 | 145,527 |
| Other small grants: country-specific funding | - | 1,806 |
| | <u>371,770</u> | <u>581,065</u> |

9. Staff costs and numbers

Staff costs were as follows:

| | 2019 £ | 2018 £ |
|-----------------------|----------------|----------------|
| Salaries and wages | 111,415 | 124,667 |
| Social security costs | 5,819 | 6,122 |
| Pension costs | 6,491 | 8,917 |
| | <u>123,725</u> | <u>139,706</u> |

No employee earned more than £60,000 during the year.

The key management personnel of the charitable company comprise the trustees and chief executive. The total employee benefits of the key management personnel were £55,049 (2018: £49,232). This is made up of salary costs of £46,938 (2018: £42,058) and employer NI and pension costs of £8,110 (2018: £7,174). Of these salary costs £4,808 (2018: nil) relates to a back-dated contractual pay-rise from 2016.

Prior year salaries and wages total includes £6,767 paid to employees for redundancy and voluntary termination during 2018.

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Notes to the financial statements

For the year ended 31 December 2019

9. Staff costs and numbers (continued)

| | 2019 | 2018 |
|--------------------|--------------------|-------------|
| | No. | No. |
| Average head count | <u>4.50</u> | <u>5.17</u> |

10. Taxation

The charity is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

11. Tangible fixed assets

| | Plant and machinery £ | Fixtures, fittings and equipment £ | Total £ |
|----------------------------|-----------------------------|---|----------------------------|
| Cost | | | |
| At 1 January 2019 | 1,299 | 4,053 | 5,352 |
| Additions in year | <u>-</u> | <u>1,490</u> | <u>1,490</u> |
| At 31 December 2019 | <u>1,299</u> | <u>5,543</u> | <u>6,842</u> |
| Depreciation | | | |
| At 1 January 2019 | 1,299 | 4,053 | 5,352 |
| Charge for the year | <u>-</u> | <u>254</u> | <u>254</u> |
| At 31 December 2019 | <u>1,299</u> | <u>4,307</u> | <u>5,606</u> |
| Net book value | | | |
| At 31 December 2019 | <u><u>-</u></u> | <u><u>1,236</u></u> | <u><u>1,236</u></u> |
| At 31 December 2018 | <u><u>-</u></u> | <u><u>-</u></u> | <u><u>-</u></u> |

12. Debtors

| | 2019 | 2018 |
|--------------------------------|---------------------|--------------|
| | £ | £ |
| Prepayments and accrued income | <u>5,393</u> | <u>5,387</u> |

13. Current asset investments

| | 2019 | 2018 |
|----------------------|----------------------|---------------|
| | £ | £ |
| Cash held on deposit | <u>64,885</u> | <u>64,885</u> |

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Notes to the financial statements

For the year ended 31 December 2019

14. Creditors : amounts due within 1 year

| | 2019 £ | 2018 £ |
|------------------------------------|---------------|---------------|
| Accruals | 8,158 | 6,920 |
| Other taxation and social security | 2,458 | 1,996 |
| Other creditors | 1,313 | 2,077 |
| | <u>11,929</u> | <u>10,993</u> |

15. Analysis of net assets between funds

| | Restricted funds £ | Unrestricted funds £ | Total funds £ |
|---------------------------------------|--------------------------|----------------------------|-----------------------|
| Tangible fixed assets | - | 1,236 | 1,236 |
| Net current assets | 185,742 | 191,588 | 377,330 |
| Net assets at 31 December 2019 | <u>185,742</u> | <u>192,824</u> | <u>378,566</u> |

| | Restricted funds £ | Unrestricted funds £ | Total funds £ |
|---------------------------------------|--------------------------|----------------------------|-----------------------|
| Prior year comparative | | | |
| Tangible fixed assets | - | - | - |
| Net current assets | 211,815 | 189,976 | 401,791 |
| Net assets at 31 December 2018 | <u>211,815</u> | <u>189,976</u> | <u>401,791</u> |

APT Action on Poverty

Notes to the financial statements

For the year ended 31 December 2019

16. Movements in funds

| | At 1 January 2019 £ | Income £ | Expenditure £ | Transfers between funds £ | At 31 December 2019 £ |
|---|------------------------------|-----------------------|-------------------------|------------------------------------|--------------------------------|
| Restricted funds | | | | | |
| <i>Kenya</i> : Camel milk project | 7,121 | 14,668 | (21,432) | (357) | - |
| <i>Sierra Leone</i> : Empowering communities | 402 | - | (402) | - | - |
| <i>Sierra Leone</i> : Vocational skills development and income generation for disadvantaged young people | - | 3,967 | (54) | - | 3,913 |
| <i>Sierra Leone</i> : Livelihoods and food security for vulnerable people | 42,749 | 256,272 | (258,743) | (640) | 39,638 |
| <i>Sierra Leone</i> : Enhancing CSO capacity | 151,835 | 154,759 | (181,426) | - | 125,168 |
| <i>Kenya and Uganda</i> : Strengthening the implementation of the CRPD (Convention on the Rights of Persons with Disabilities) with Women with Disabilities | - | 1,000 | - | - | 1,000 |
| <i>Uganda</i> : Skilling youth for sustainable livelihoods in refugee hosting communities | - | 38,055 | (37,092) | - | 963 |
| <i>Sierra Leone</i> : Empowering local communities in Pujehun District | - | 1,000 | - | - | 1,000 |
| Country-specific funding | <u>9,708</u> | <u>4,000</u> | <u>(5)</u> | <u>357</u> | <u>14,060</u> |
| Total restricted funds | <u>211,815</u> | <u>473,721</u> | <u>(499,154)</u> | <u>(640)</u> | <u>185,742</u> |
| Unrestricted funds | | | | | |
| General funds | <u>189,976</u> | <u>53,521</u> | <u>(51,313)</u> | <u>640</u> | <u>192,824</u> |
| Total unrestricted funds | <u>189,976</u> | <u>53,521</u> | <u>(51,313)</u> | <u>640</u> | <u>192,824</u> |
| Total funds | <u><u>401,791</u></u> | <u><u>527,242</u></u> | <u><u>(550,467)</u></u> | <u><u>-</u></u> | <u><u>378,566</u></u> |

Purposes of restricted funds

Kenya: Camel milk project

Providing skills and hygiene training throughout the entire Camel Milk supply chain to improve productivity and produce standards.

Sierra Leone: Empowering communities

Growth and development of small community organisations to be more self sufficient and provide services to vulnerable people.

APT Action on Poverty

Notes to the financial statements

For the year ended 31 December 2019

16. Movement in funds (continued)

Purposes of restricted funds (continued)

Sierra Leone: Vocational skills development and income generation for disadvantaged young people Skills training for marginalised youths in order to help maintain political and economic stability.

Sierra Leone: Vocational skills development and income generation for disadvantaged young people To reach an additional 240 disadvantaged youths and provide skills training in conjunction with the larger livelihoods project.

Sierra Leone: Livelihoods and food security for vulnerable people Reducing the poverty and malnutrition of people in rural households through community organisations.

Sierra Leone: Enhancing CSO capacity Strengthening 45 civil society organisations to empower women, and provide gender, literacy, business skills and apprenticeship training.

Kenya and Uganda: Strengthening the implementation of the CRPD (Convention on the Rights of Persons with Disabilities) with Women with Disabilities Supporting partner SITE in helping women with disabilities in Kenya and Uganda to understand and access their rights and to improve their inclusion in livelihoods.

Uganda: Skilling youth for sustainable livelihoods in refugee hosting communities Skills training in market relevant technical skills through apprenticeships for 800 refugee and host community youth, improving their engagement in public and private sectors.

Sierra Leone: Empowering local communities in Pujehun District Building the capacity of community structures, including 19 community based organisations to provide livelihoods services, rights awareness and income generation and improved governance.

Country-specific funding Funds raised to provide help in Tanzania, Sri Lanka, Uganda and Sierra Leone on future project opportunities.

Transfers between funds

Fund transfers have been made to transfer the immaterial remaining funds from the camel milk project to Kenya country specific funds now the project has finished. The other transfer is for the purchase of a laptop which has been capitalised.

APT Action on Poverty

Notes to the financial statements

For the year ended 31 December 2019

16. Movement in funds (continued)

Prior year comparative movement in funds

| | At 1 January 2018 £ | Income £ | Expenditure £ | Transfers between funds £ | At 31 December 2018 £ |
|--|------------------------------|-----------------------|-------------------------|------------------------------------|--------------------------------|
| Restricted funds | | | | | |
| Kenya: Camel milk project | 25,613 | 177,787 | (198,889) | 2,610 | 7,121 |
| Sierra Leone: Empowering communities | 37,189 | 26,158 | (60,499) | (2,446) | 402 |
| Sierra Leone: Livelihoods for young people | 5,130 | 50,451 | (54,825) | (756) | - |
| Sierra Leone: Vocational skills development and income generation for disadvantaged young people | 3,214 | 27,137 | (29,995) | (356) | - |
| Sierra Leone: Livelihoods and food security for vulnerable people | - | 261,302 | (218,553) | - | 42,749 |
| Sierra Leone: Enhancing CSO capacity | - | 321,389 | (169,554) | - | 151,835 |
| Country-specific funding | <u>11,946</u> | <u>4,000</u> | <u>(4,198)</u> | <u>(2,040)</u> | <u>9,708</u> |
| Total restricted funds | <u>83,092</u> | <u>868,224</u> | <u>(736,513)</u> | <u>(2,988)</u> | <u>211,815</u> |
| Unrestricted funds | | | | | |
| General funds | <u>152,887</u> | <u>70,127</u> | <u>(36,026)</u> | <u>2,988</u> | <u>189,976</u> |
| Total unrestricted funds | <u>152,887</u> | <u>70,127</u> | <u>(36,026)</u> | <u>2,988</u> | <u>189,976</u> |
| Total funds | <u><u>235,979</u></u> | <u><u>938,351</u></u> | <u><u>(772,539)</u></u> | <u><u>-</u></u> | <u><u>401,791</u></u> |

17. Operating lease commitments

The charity had operating leases at the year end with total future minimum lease payments as follows:

| | 2019 £ | 2018 £ |
|---------------------|-------------------|--------------|
| Amount falling due: | | |
| Within 1 year | 468 | 936 |
| Within 1 - 5 years | <u>-</u> | <u>234</u> |
| | <u>468</u> | <u>1,170</u> |

The charity's rental lease is on a short term notice period; there is no lease commitment.

18. Related party transactions

There are no other related party transactions to disclose in the current or previous reporting period.