

MONDOCHALLENGE FOUNDATION

Company Limited by Guarantee

FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31st MARCH 2016

REGISTERED NUMBER: 05120253
CHARITY REGISTRATION: 1106237

MONDOCHALLENGE FOUNDATION

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COMPANY INFORMATION

DIRECTORS

Andrew Allright (Chairman)
Hirsh Cashdan
Karin Joehr
Amy Pettipher
Nitish Upadhyaya
Osamu Yamagata (from November 2015)
Nick Wilkins (until September 2015)
Ruth Worswick

CHIEF EXECUTIVE

Anthony Lunch

SECRETARY

Anthony Lunch

REGISTERED OFFICE

Malsor House,
Gayton Road
Milton Malsor
Northampton NN7 3AB

Registered company number: 05120253

Charity registration number: 1106237

MONDOCHALLENGE FOUNDATION

DIRECTORS' INTERESTS

The directors in office in the period under review and their beneficial interests in the company at the balance sheet date and at the beginning of the period were as follows:

		Number of Shares
Andrew Allright	Ordinary Shares	1
Hirsh Cashdan	Ordinary Shares	1
Karin Joehr	Ordinary Shares	1
Nicholas Wilkins	Ordinary Shares	1
Amy Pettipher	Ordinary Shares	1
Nitish Upadhyaya	Ordinary Shares	1
Osamu Yamagata	Ordinary Shares	1
Ruth Worswick	Ordinary Shares	1

The above report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective 2002).

Signed by:



**Andrew Allright
Chairman**

Directors' Report

The Directors present their Report together with the abbreviated financial statements for the period ended 31st March 2016.

PRINCIPAL ACTIVITIES

MondoChallenge Foundation is a company limited by guarantee, registered as a Charity on 8th October 2004. Its Objects are:

- The provision of education and development opportunities
- The relief of sickness
- The relief of financial hardship

The Foundation supports programmes in Asia (Nepal and NE India) and in Africa (Tanzania and The Gambia). During this period, we raised £468,807 (previous year £246,349). This was an extraordinary achievement and the result of highly successful fundraising on all fronts, reflecting the dedication of the management teams in UK and abroad as well as Trustees and supporters.

As always, we have had tremendous help from past volunteers and ambassadors, particularly in their overwhelming response to our appeal following the Nepal earthquake in April 2015. £233,300 was raised in the months following the disaster allowing us to respond quickly and effectively to the needs of the Helambu community whom we have supported for a decade.

Many of our donors have worked with us for a number of years. We provide them with a very effective route for grants to reach those for whom they are intended with a minimum of delay and with the least possible administration costs.

Total reserves rose during the year to £197,163 with restricted funds rising to £123,086 which covers programmes currently underway. Unrestricted reserves have increased slightly to £74,078. Trustees consider our reserves to be very satisfactory for a charity of our size.

Resources expended in the current year were £390,210. Of these, £341,469 was spent on specific programmes abroad as follows:

Nepal Education Projects and earthquake relief	£ 277,696
NE India Education Projects	£ 38,931
Tanzania Education and Livelihood Projects	£ 23,799
Gambia Education and Livelihood Programmes	£ 1,043
Total Overseas Programmes	£ 341,469

Our work in Nepal was dominated by the earthquake which destroyed 80% of the buildings in the Helambu and neighbouring regions where we work (see picture left).



Our immediate focus was on sending emergency food and supplies into the remote Helambu villages, working with local committees to ensure distribution was fast and fair. Some £38,000 was spent helping 3000 families.

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Our next task was to build Temporary Learning Centres to get the children, highly traumatised by the earthquake, back into school. We built 120 TLCs over a three month period at a cost of £120,000 (see picture right).

Finally, from January 2016 and in close cooperation with the Nepal Education Ministry, we started rebuilding schools. Our first seven schools, whose classrooms had been almost entirely destroyed, were all making good progress by the end of the current period (see picture below).



Our work in Nepal was not limited to earthquake relief and rebuilding. We carried out successful teacher training programmes, funded 19 teachers and supported 50 students with scholarships to enable them to take their A level equivalent exams. Overall, we enabled some 7200 pupils to have access to better education.



Throughout this intensely difficult period, our Nepal operation was run with energy and passion by our partners HELP, headed by Jimmy Lama. The work they carried out, and the dedication of the UK support team, resulted in the charity being awarded the coveted Influencer Award by the Directory of Social Change on November 2015 (we were runners up in 2013).

In the largely Nepali populated region of NE India, where we support 15 schools, our general education programme provided specific grants to all the schools and impacted over 2200 pupils. The grants enabled pupils from the poorest families to attend school, even if their parents could not afford the very modest fees. We also helped fund books and educational material, as well as the annual inter-school sports days and quizzes. Teacher training initiatives, followed up by in-school observations, helped to promote child-centred teaching methods. Nineteen UK volunteers also spent time working in 7 of the Mondo schools teaching English and providing fun and encouragement to the children.



In Tanzania, our business development programme has continued to provide grants and loans to widows affected by HIV, enabling them to set up small businesses. This year 67 new businesses have been supported with grants of around £100 each. Backed up by training and regular monitoring by our local team, these grants have enabled HIV positive women to improve their well-being and living conditions and support their children through school. Businesses have included selling vegetables (see picture left), running home based cafés, tailoring, brick making and hair dressing. By providing expansion loans, we have helped businesses to grow and become more sustainable. Loans start at £200, and carry an initial 10% interest rate, increasing to 13% for further loans. The interest received is then used to finance grants and loans for new recipients. This year loans were provided to 53 businesses to help them expand and become more profitable.



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With support from past volunteers, we continue to sponsor orphans and young adults in secondary as well as tertiary education. We also continue to support the Blind Unit at Longido Primary School, funding a member of staff, braille paper and medical checks for blind pupils.

In Gambia, we have continued to pay the cost of the teachers' salaries and training support at Kunkujang nursery school. This ensures that nearly 200 children can obtain early learning in an English medium and make a better start at their next school

The Foundation has incurred administrative and fundraising costs as follows:

1. Fundraising

Our fundraising efforts, supported by Trustees and management, have had an exceptionally good year. Incoming resources were 91% up on the previous year, much of this due to the incredible response to our Nepal earthquake campaign. Our fundraiser has used her experience to expand our donor base substantially. Together with the Chief Executive, we now have a very professional fundraising team. The cost of fundraising was £7,324 (1.6% of income).

2. Administration Costs

Office Rent and Admin, Telephone	£ 7,201
UK and foreign travel	£ 4,197
Part time staff	£ 3,041
Promotion and Web Site development	£ 2,990
Total	£17,429 (3.7% of income)

During this period, several volunteer helpers contributed to the success of our operation in UK and abroad. This included handling our Facebook site and other Social Media initiatives, bookkeeping and general administration. We are grateful to them for their loyalty to the Foundation's work.

The Chief Executive, Anthony Lunch, was paid a salary of £24,000 during this period. In addition to acting as Company Secretary, his duties include financial management, organisation of our overseas operations, administration, personnel and fundraising. .

This has been the most successful year yet for the MondoChallenge Foundation and we are grateful to the Trustees and to our many supporters who give so generously of their time. This year, for the first time, we organised a weekend offsite conference and brainstorming for Trustees which helped improve communications and knowledge of their important role. We are also indebted to our country managers and to our partners abroad without whom we could not operate so effectively. We face the future with confidence, with an excellent team both at home and abroad, and with a loyal donor base. We continue to focus on our core values of working with reliable partners abroad so that every pound received is put to work in the most cost effective way.



Andrew Allright
Chairman
15 November 2016

MONDOCHALLENGE FOUNDATION

Sources of Income and Analysis of Expenditure to 31 March 2016

	2016			2015		
	£ Restricted Funds	£ Unrestricted Funds	£ Total	£ Restricted Funds	£ Unrestricted Funds	£ Total
Incoming Resources						
Individuals	123,267	37,463	145,730	50,138	28,203	78,341
Trusts	242,966	50,242	286,208	123,130	30,782	153,912
Gift Aid		24,829	24,829		13,753	13,753
Organisations	10,734	4,102	11,836	52	210	262
Interest		204	204		81	81
Total Income	351,968	116,839	468,807	173,320	73,029	246,349
Resources Expended						
Projects Funded Abroad	273,175	68,294	341,469	160,723	40,181	200,904
Salaries	12,000	12,000	24,000	1,000	14,000	15,000
Fundraising Costs	4,824	2,500	7,324	1,709	3,800	5,509
General Admin & Promotion	8,714	8,715	17,429	1,243	10,400	11,643
Total Expenditure	298,713	91,509	390,222	164,675	68,381	233,056
Addition/(reduction) to reserves	53,255	25,331	78,586	8,645	4,648	13,293
Total Reserves	123,086	74,078	197,163	69,831	48,747	118,578

Signed by:



Anthony Lunch
Company Secretary
14 November 2016

Balance Sheet as at 31 March 2016

	2016	2015
Current Assets		
Cash at Bank	189,893	110,211
Debtors	<u>7,270</u>	<u>8,367</u>
Net Assets	197,163	118,578
Opening Reserves	118,578	105,285
Surplus/(deficit) for year	<u>78,585</u>	<u>13,293</u>
Total Reserves	197,163	118,578
Restricted Reserves	123,086	69,831
Unrestricted reserves	<u>74,078</u>	<u>48,747</u>
Net Reserves	197,163	118,578

Signed by:



Anthony Lunch
Company Secretary

Independent Examiner's report to the members of MondoChallenge Foundation

I have examined the financial statements of MondoChallenge Foundation for the period ended 31 March 2016 which comprise the statement of income and expenditure and the balance sheet. These financial statements have been prepared under the historical cost convention.

I confirm that these financial statements are in accordance with the charitable company's records and disclose the state of affairs as at 31 March 2016, and of its income and expenditure for the period then ended, and have been properly prepared in accordance with the Companies Act 1985.



S M Blyth (FCA)
15 November 2016