

A SECONDCHANCE COMPANY LIMITED

ANNUAL FINANCIAL REPORT

1st April 2010 – 31st March 2011

“Giving children in desperate circumstances an opportunity in life”

LEGAL AND ADMINISTRATIVE DETAILS

Company Registration Number : 6794506

Registered Charity Number : 1131446

Chairman of the Board of Directors : Charles Maloba :

Directors : Charles Maloba
: Epha Croft
: Collin Croft

Program Director : Amos Army

Registered Office and Operational
Address : 167 Wickhay
SS15 5AQ
Basildon, Essex

Website : www.asc-uk.org

Principal Bankers : NatWest, Basildon Branch,
29 East Walk, Basildon Essex
SS14 IHD

CHAIRMAN'S STATEMENT

The year 2010/11 marked a major achievement for Asecondchance Limited having worked on most on strategic direction and put operational policies in place. This marked another era as the company set off to transform from a philanthropic support unit to programmes focused on addressing children issues in East and Central Africa.

The recorded income of 23,330 represents a significant growth of 13 % compared to the previous year. With this demonstrated achievement, the company hopes to do much better in the coming years.

With this income, Asecondcahnce managed to support Childopportunity Trust projects in Kenya by equipping a child health and survival health centre, purchased two plots for project expansion and sponsored trilling and equipping of a water borehole for another project. The initiative for operating a Vocational Training Project was actualised and so far young people rehabilitated from the streets and young mothers have been enrolled for various courses. The year recorded the highest support ever realised by the charity/company.

For the coming year, the charity/company is focusing on putting all the necessary structures in place to ensure that by the end of the year, the charity/company will be operating independently from the directors and the contribution of the trustees will be structured so that it is long-term in nature.

The strategies to address women issues and education for children have been drafted and are under discussion

The achievements made have been as a result of committed directors who have contributed both finances and their sweat equity to see the company take off.

The contribution of our donors has been very immense and valuable in enabling Asecondchance blossom.

We look forward to a very successful year for Asecondchance especially in setting up all the necessary structures for its operations.



FRAN MATE

SECRETARY

DIRECTORS' REPORT

The company presents its annual report for the year ended 31st March 2011

STRUCTURE, GOVERNANCE & MANAGMENT

- The executive committee comprises of four Directors who are Trustees of Asecondchance prepare a report, which is shared amongst them as they share responsibilities for the day to day management of the Company.
- No director was recruited in the course of the year since the existing members concentrated on establishment of Asecondchance as both Company and Charity organization.
- The directors have a broad range of backgrounds that contribute significantly to the work and programming of Asecondchance's work globally.

GOVERNING INSTRUMENT

The company was established under a Memorandum of Association established in January 2009 and is registered as a charity as well. The objects and powers of the company and charity are governed under its Articles of Association. In the event of the company being wound up, members are required to contribute an amount not exceeding £10

OBJECTS & ACTIVITIES

Asecondchance exists to facilitate change on issues affecting children, women and girls. Supporting them to realize their full potential and building capacity of local institutions supporting children and their families so that they can continue to provide the support needed to initiate change in societies in which they live.

Building capacity and supporting children and their families in the following critical areas:

- Education is a fundamental right and crucial for long term change and development. Many children do not have access to education and therefore live in poverty throughout their lives. These include: street children, orphans, young carers, children living with disability and other disadvantaged children.
- Promotes child protection and participation practices among children living on streets, communities, schools and local institutions. Facilitate access to information and opportunities to advance their lives.
- Supports children living with HIV/AIDS and their families to mitigate the effects of HIV/AIDS. It supports children living with HIV and AIDS virus to realize quality life.
- Works to improve the health of malnourished children to see their fifth birthday. Partners with local communities and healthcare institutions to help improve healthcare and medical care.

- Facilitates participatory health education to increase knowledge and change attitudes in order to improve child survival.
- Works with expectant and lactating mothers to prevent pre- mature death of children at antenatal and postnatal.
- Promotes prevention and treatment of malaria, tuberculosis and other childhood diseases in order to prevent child mortality caused by preventable diseases.
- Women and girls are vulnerable in communities where we work, no meaningful change can happen in a society where women's and girl's rights are denied and have no opportunity to advance their livelihoods. We promote equity and empowerment through strategies that promote women's rights, attack domestic violence and enhance women and girls access to education and financial services.
- We work with grassroots women led organizations, women forums and girls in communities and schools to promote their leadership and communication capability.

ACHIEVEMENTS & PERFORMANCE

The year under review was important in the life of the Asecondchance Limited after its registration, formulation of strategic directions and enhancement of working relationship with local institutions in East Africa. Significant time was spent on sharing and learning from the funded activities in Kenya. The level of personal donations to the company also reduced with a view to determining the degree to which Asecondchance could operate without internal donations. However, most of the administrative infrastructure remained a donation as more efforts were placed on actual activities funded overseas.

The company, informed by the learning shared from on-going activities on the ground, approved comprehensive strategies for the following programmes to improve the lives of children, women, youth and girls in needy circumstances;

- Advancement of education and training;
- Preservation and protection of good mental and physical health;
- Relief of poverty, sickness and distress
- Relief of unemployment, including assistance to find employment; and
- Provision of recreational facilities in the interests of social welfare with the object of improving their conditions of life.
- Fund raising strategies and identification of donors for the programmes.
- Definition of partner organization to work with in developing countries especially Kenya, Uganda and Tanzania.

In the coming year, Asecondchance intends to fundraise and implement the approved strategies to deliver set objectives and guide overseas partners to establish strategic partnerships with other existing institutions with an aim of benefiting from the already human and technical resources.

Financial Review

The key financial statements to be read in conjunction with this financial review are statement of Financial Activities on page 8, the balance Sheet on page 9 and notes on page 10

Total incoming resources both in cash and kind were £23,330 which is 13% increase from the previous year. The philanthropic contribution was very insignificant and could only be considered under technical and administrative support to the company as the directors contributed both their skills and time as sweat equity for the management of the company. Previous periods have depended on individual contributions in both in kind and cash on philanthropic basis.

	1 st April 2010 opening balances £	Net movement during year £	Loss in market value of investments £	31 st March 2011 Closing balances £
Unrestricted funds	152	00		0
Restricted funds	8,309	00		2,598
Total	8,461	00		2,598

The balance sheet shows that though no unrestricted funds were carried forward at the end of the financial year. A significant portion of the cash held at the bank amount to £15,756 was already committed to fund approved and on- going activities for the year ending March 31^s 2011.

Note 3 provides a detailed breakdown of how expenditure has been split between direct charitable, administration and fundraising according to whether from restricted or unrestricted sources, most importantly, how much has been remitted to countries to fund projects.

The total foreign currency remitted during the year to fund projects was £22,723 representing 97% of the total income raised in the year and more so from the restricted fund which was raised for this very purpose. The company hopes to continue with this trend.

Risk Review

The directors continue to keep a risk register and have identified major risks to the company. The most severe risk to Asecondchance continues to be over dependence on directors for management volunteer services for operations. To mitigate these risks, Asecondchance will embark on ambitious fund raising and incorporate management costs in the project designs. Additionally, more funding trusts and foundations will be convinced to understand that their long term strategy on making contributions to Asecondchance Company will be important in planning and implementation of the projects. Asecondchance will also apply for institutional funding.

Statement of Directors’ Responsibilities

Company law requires the directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year.

In preparing those financial statements the directors are required to:

- a) select suitable accounting policies and then apply them consistently;
- b) make judgments and estimates that are reasonable and prudent;
- c) state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in financial statements; and

- d) Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the Company and enable them to ensure that the financial statements comply with the *Companies Act 1985*. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud or other irregularities.

MEMBERS OF THE MANAGEMENT COMMITTEE

Members of the management committee, who are directors for the purpose of company law and trustees for the purpose of charity law, who served during the year and up to the date of this report are set out on page 1.

In accordance with company law, as company's directors, we certify that:

- the financial statements give a true and fair view of the state of the charity's affairs as at 31st March 2011 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller entities;
- the financial statements have been prepared in accordance with the Companies Act 2006 and;
- the information given in the Trustees' Annual Report is consistent with the financial statements.

So far as we are aware, there is no relevant audit information of which the company is aware of.

As directors of the company we have taken all the steps that we ought to have taken to make ourselves aware of any relevant financial information that we need to in the year.

Auditors

As a company, Asecondchance was registered in January 2009. By 31st March 2010, the company had a total turnover of £ 24,800 for the year. For the current year, the turnover reduced to 23,330 caused by the reduction in donations from directors.

The company will appoint auditors once the turnover is reasonably over £30,000.

Approved by the Trustees on 2nd May 2011 and signed as authorized on their behalf by:



FRAN MATE

SECRETARY

FOR THE YEAR ENDED 31 March 2011
STATEMENT OF FINANCIAL ACTIVITIES

	Note s	Unrestrict ed funds March 2011 £	Restrict ed funds £	Total Funds March 2011 £	Total Funds 2010 £
Incoming resources					
Incoming resources from generated funds					
Donations receivable	2	0	0	0	2,600
Activities for generating funds		0	0	0	0.00
Investment income		0	0	0	0.00
Incoming resources from charitable activities				0	0.00
Grants for specific goods and services to beneficiaries			23,330	23,330	22,200
Total incoming resource		0	23,330	23,330	24,800
Resources expended				0	0.00
Cost of generating funds				0	0.00
Cost of generating voluntary income		152	2,654	2,806	1,658
Charitable activities	3	0	22,723	22,723	16,565
Governance costs/UK Admin		0	3,664	3,664	1,874
Total resources expended		152	29,041	29,193	19,797
Net incoming/(outgoing) resources before other recognised gains	4	-152	-5,711	-5,863	5,003
Other recognized losses					
Loss on revaluation of investments		0	0	0	0.00

Net Movement in funds

Transfers	0	0	0	0.00
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Reconciliation of funds

Total funds brought forward	152	8,309	8,461	3,458
Total funds carried forward	<u>0</u>	<u>2,598</u>	<u>2,598</u>	<u>8,461</u>

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

The attached notes form part of this statement

BALANCE SHEET AS AT 31 MARCH 2011

	Notes		2011		2010
		£	£	£	£
Fixed assets					
Tangible assets	5.00		1,152		0.00
Investments			<u>0.00</u>		<u>0.00</u>
			1,152		0.00
Current Assets					
Debtors	6.00	0.00		750	
Cash at Bank and in hand		<u>18,354</u>		<u>8,461</u>	
		18,354		9,211	
Creditors					
Amount falling due within one year	7.00	15,756	0.00	750	0.00
Net Current Assets			2,598		9,211
Total Assets	8.00		<u>3,750</u>		<u>9,211</u>
Funds					
Unrestricted			0.00		152
Restricted	9.00		<u>2,598</u>		<u>8,309</u>
			2,598		8,461

"The company is exempt from the requirements relating to preparing audited accounts in accordance with section 477 of the Companies Act 2006

The members have not required the company to obtain an audit of its accounts for the year in accordance with section section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Company Act 2006 with respect to accounting records and the preparation of accounts

These accounts have been prepared in accordance with the provisions applicable to companies

subject to small companies' regime"

Approved by Directors on 2nd May 2011 and signed as authorized on their behalf by:



Fran Mate (Secretary)

Notes on the Accounts for the year ended 31 March 2011

1. Accounting Policies

a) Basis of Accounting

The accounts are prepared under the historical cost convention and in accordance with the principles of Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005) issued by Charity Commission in March 2005.

b) Depreciation

Equipment is depreciated at 20% on a straight-line basis, which is estimated to write off the assets over their estimated useful life.

c) Income

Income from deeds of covenant, fund raising events and bank interest is accounted for on a receivable basis. Designated Project funding and donations are accounted for in the year in which they are either received or due for payment.

d) Expenditure

Expenditure on designated projects is accounted for in the year in which the remittance was either made or promised to beneficiaries' bank account

2. Charitable activities

Activity	Restricted	unrestricted	Total
Remittance to Kenya Projects	22,723	0	22,723
Total	22,723	0	22,723

3. Net incoming/(outgoing)resources for the year

This was stated after actual expenses were considered. There were no assets to warrant depreciation reduction nor did the company hire auditor for the period.