Mellon Educate (UK) 2008

(a company limited by guarantee not having a share capital)

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

Company Registration Number NI068969

Charity Registration Number NIC102874

BDO
Beaux Lane House
Mercer Street Lower
Dublin 2
Ireland

Contents

ADMINISTATIVE DETAILS

Directors	Niall Mellon Patrick O'Reilly (Resigned 15/04/17) Kenneth Kingston (Resigned 15/04/17) Andrew Thomas Maeve McDonald
Company secretary	Gillian Gunn
Company registration number	NI068969
Charity registration number	NIC102874
Registered office	c/o Worthingtons Solicitors 24-38 Gordon Street Belfast Antrim BT1 2LG
London Office	26 Cadogan Square London SW1X 0JP
Solicitors	Maguire McErlean Solicitors 80 Upper Drumcondra Road Dublin 9
Bankers	The Co-Operative Bank P.O.Box 250, Delf House Southway Skelmersdale WN8 6WT
Auditors	BDO Statutory Audit Firm Beaux Lane House Mercer Street Lower Dublin 2 Ireland
Mellon Township Limited	Lynx House Stillorgan, Dublin Co Dublin Ireland
Mellon Housing Initiative	Mellon House Corner van Riebeeck (R102) & Station Road Blackheath, 7580 Western Cape, South Africa

DIRECTOR'S REPORT

STRUCTURE, GOVERNANCE AND MANAGEMENT

Legal Structure
Mellon Educate (UK) 2008 is a private company limited by guarantee, registered in Northern Ireland. The company was first registered in 17 April 2008, and held the name Niall Mellon Township Trust (UK) from that date to 12 February 2015, when it changed to Mellon Educate (UK) 2008.

The company falls under the legislation of the Companies Act 2006 and any statutory modification or re-enactment currently in force for companies registered in Northern Ireland. It is governed and controlled by the its Articles of Association which have been updated in 2017 to ensure the governing documents of the company are fully compliant and conform to best practices and current legal framework for companies and charities operating in the United Kingdom. The company accounts are prepared on a 'true and fair' basis in accordance with accounting standards and the methods and principles of the applicable Statement of Recommended Practice (SORP).

Mellon Educate (UK) 2008 has given careful consideration to the Charities Commission for Northern Ireland's guidance on public benefit to ensure that the activities have helped to achieve the Charity's objectives and provide a benefit to the beneficiaries.

The board resolved to transfer all the assets and reserves to Mellon Educate (UK) on 1 January 2018. The directors plan to wind down the company as operations are currently being undertaken in Mellon Educate (UK).

Membership
There are two members of the company namely Niall Mellon and Patrick O Reilly.

Governance
Mellon Educate (UK) 2008 was committed to holding a high standard of ethical and lawful behaviour in all our activities which are led by the board of Directors and implemented by all associated with the charity.

Directors
The board of Directors is appointed by the members at an Annual General Meeting. The Directors are proposed and appointed by the Board of Directors who are identified through their ongoing contributions to the charity and who have the appropriate experience and commitment to govern the charity. The Directors are responsible and accountable for the management and activities of the company.

The Directors of the company are set out on page 1 and except where indicated, the Directors served for the entire year. The Directors are not required to retire by rotation.

DIRECTOR'S REPORT – continued

OBJECTIVES AND ACTIVITIES

We educate impoverished African children. Our mission is to provide education assistance for 100,000 children. Our activities are now carried on in our new UK charity, Mellon Educate (UK). To successfully achieve our mission: we build quality facilities if required and we provide in-depth training for the incumbent school managers/principals and teachers to empower them to deliver ongoing better results sustainably. In some cases, this involved taking over the complete management of the school for up to a five-year period. We are committed to a culture of best practice and equality throughout our organisation.

The main activities of the company were to introduce Mellon Educate in the UK with both personal, corporate donors and institutional donors to raise funds for our schools in Africa to enable us to provide the training and management to equip these schools with the necessary skills to ultimately self-manage their own school. We have established a new charity in the UK to continue these operations. Grants are proposed to and granted by the Board and are strictly in line with the charity's objectives. Total grants made payable directly to South Africa were £130,000 (43% of grants) and to Ireland £175,000 (57% of grants).

Our initial fundraising in the U.K is primarily achieved by our donors and volunteers, who sign up for our annual building blitz. All new volunteers must raise £3,950 each and are then included in the team that travel to our blitz schools in South Africa. They spend a week there doing construction work to improve the facilities and classrooms in schools in underprivileged townships.

Public Benefit Entity
Mellon Education (UK) 2008 is a public benefit entity whose main objective was to raise funds for the benefit of the underprivileged children in Africa by providing:

- resources to improve the classrooms and facilities
- and to assist the teachers to improve the standard of education offered in the classrooms.

ACHIEVEMENTS AND PERFORMANCE & FUTURE DEVELOPMENTS

Principal activities and review of the business
Mellon Educate (UK) 2008 continued to fundraise throughout the year and the majority of its funds are generated though volunteers raising funds for the building blitz. These activities are currently being carried out in a new charity established by the directors in the UK.

Blitz 2017
The annual Building Blitz to Cape Town in South Africa took place from 11th November to 18th November 2017. The blitz was by far our most ambitious to date (3 schools were helped) and our most successful in number of learners and staff who benefitted from vastly improved facilities completed by our volunteers. In Sosebenza Primary School we delivered 7 new classrooms, a playground and a sheltered play area. In Sobambisana Primary School we created a science laboratory, classroom, kitchen and playground. At Usasazo High School we built 8 classrooms, a kitchen, sports field, sheltered social area and an outdoor gym. This means that over 3,650 children have been given the chance of a better brighter future. The surrounding communities of all 3 schools have also received a wonderful boost because of these substantial projects.

DIRECTOR'S REPORT – continued

Mellon Educate Results Programme
Mellon Educate specialist teams continue to operate in our affiliated schools offering the encumbered teachers much needed help coaching and mentoring. The literacy and maths specialists in the schools continue to help improve the delivery of these core subjects to the pupils.

Mellon Educate Teachers Blitz
Mellon Educate's inaugural teaching blitz took place from the 29 July to the 12 August with 52 qualified teachers from the UK & Ireland travelling to South Africa to pair up with local teaching staff in Cape Town's informal township of Khayelitsha. The shared learning programme was a continuation of the charity's school development initiative. With 10 schools recently rebuilt or renovated, the focus of the week turned to the classroom, education professionals volunteering to exchange teaching skills and methodology to better improve the standards of education through a mutual sharing of knowledge and experience to benefit school children and teachers alike.

FINANCIAL REVIEW

The statement of financial activities and balance sheet are set out on page 10 and 11. The deficit for the year amounted to £28,101 (*2016: deficit £13,837*). The unrestricted funds carried forward amounted to £25,242 (*2016: £53,343*).
It is also noted that the administration and accounts functions of this entity are carried out by an associate entity Mellon Township Limited in Ireland, effectively reducing the costs of this entity to generate funds.

Reserves policy
Unrestricted funds: Funds generated will be utilized to continue the support of the School Building Blitzes and Mellon Educate Results programme. The directors will continue to ensure that reserves remain in place to meet the current commitment to operations, and maximise the contributions this charity makes to its objectives

Restricted Funds: When funds are received where it is the wish of the donor to assist in a specific project or to fund a particular activity the funds are only utilized to achieve this intended outcome.
At our current operating costs and activity levels the board consider the minimum cash reserves requirement to be set at a level of £30,000 (Cash reserves in 2017: £30,185 and in 2016: £51,071). The associated charity Mellon Township Limited have supported the operations of this charity in the past and will continue to do so going forward.

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:
- so far as that director is aware, there is no relevant audit information of which the Company's auditors are unaware, and
- that Directors has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

DIRECTOR'S REPORT – continued

POST BALANCE SHEET EVENTS

The assets and cash balances were transferred to Mellon Educate (UK) on 1 January 2018, a charity with a registered number 1175352, registered with the Charity Commission for England and Wales.

AUDITORS

The auditors, BDO, Statutory Audit Firm, are deemed to be re-appointed under section 485 of the Companies Act 2006.

Signed by order of the Directors

Niall Mellon
Director

Approved by the Directors on 23 October 2018

DIRECTORS' RESPONSIBILITY STATEMENT

The Directors are responsible for preparing the Directors' report and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under the law, the Directors have elected to prepare the financial statements in accordance with Companies Act 2006 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council.

Under Company law, the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the Company as at the financial year end date and of the profit or loss of the Company for the financial year and otherwise comply with the Companies Act 2006.

In preparing these financial statements, which are prepared on a break-up basis, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the board:

Niall Mellon
Director

Date: 23 October 2018

BDO

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MELLON EDUCATE (UK) 2008

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Mellon Educate (UK) 2008 for the financial year ended 31 December 2017, which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the 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, inclusion 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 Company's affairs as at 31 December 2017 and of its deficit for the financial 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 below in the auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of financial statements in the United Kingdom, including the Financial Reporting Council'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.

Emphasis of Matter – Departure from the going concern basis of accounting

In forming our opinion on the financial statements, which is not qualified, we have considered the presentation of the financial statements on the break-up basis, the adjustments arising from this presentation, and the adequacy of the disclosures made in Note 1 – Basis of Accounting. The break-up basis has been adopted because the directors have decided that the company will be wound up. The assets and liabilities of the company have been transferred to a new charity Mellon Educate (UK). Adjustments have been made in these financial statements to reduce assets to their realisable values and to provide for liabilities arising from the decision.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MELLON EDUCATE (UK) 2008 (CONTINUED)

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditors' 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.

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 the 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has 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 company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' 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: or
- the financial statements are not in agreement with the accounting records and returns: or
- certain disclosures of directors' remuneration specified by law are not made: or
- we have not received all the information and explanations we require for our audit: or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

BDO

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MELLON EDUCATE (UK) 2008 (CONTINUED)

Respective responsibilities

Responsibilities of Directors

As explained more fully in the Directors' Responsibilities Statement, the directors 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 the directors 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 directors are responsible for assessing the company'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 management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

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

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 auditors' 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. The description forms part of our auditors' report.

John O'Callaghan (Senior Statutory Auditor)
for and on behalf of
BDO
Dublin
Statutory Audit Firm
AI223876
Date: 23 October 2018

STATEMENT OF FINANCIAL ACTIVITIES

For the year ended 31 December 2017

	Notes	Restricted Funds 2017 £	Unrestricted Funds 2017 £	Total 2017 £	Total 2016 £
INCOME FROM					
Donations and legacies	2	-	505,336	505,336	431,206
Investments	3	-	-	-	615
TOTAL INCOME		-	**505,336**	**505,756**	**431,821**
EXPENDITURE ON:					
Charitable activities	4		(339,570)	(339,570)	(242,020)
Raising funds	5	-	(193,807)	(193,807)	(203,638)
TOTAL EXPENDITURE	6	-	**(533,437)**	**(533,437)**	**(445,658)**
NET DEFICIT		-	**(28,101)**	**(28,101)**	**(13,837)**
TOTAL FUNDS BROUGHT FORWARD	15	-	**53,343**	**53,343**	**67,180**
TOTAL FUNDS CARRIED FORWARD	15	-	**25,242**	**25,242**	**53,343**

There are no recognised gains and losses other than as stated above.

The notes on page 13 - 22 form part of these Financial Statements.

BALANCE SHEET

As at 31 December 2017

	Notes	31 December 2017 £	31 December 2016 £
FIXED ASSETS			
Computer Equipment	10	1,102	-
		1,102	-
CURRENT ASSETS			
Other Debtors	11	-	5,926
Cash & Cash Equivalents	12	30,185	51,071
		30,185	56,997
CREDITORS	13		
(Amount falling due within one year)		(6,045)	(3,654)
NET CURRENT ASSETS		25,242	53,343
TOTAL NET ASSETS		**25,242**	**53,343**
FUNDS			
Unrestricted funds	15	25,242	53,343
TOTAL FUNDS		**25,242**	**53,343**

The notes on page 13-22 form part of these Financial Statements

The financial statements were approved by the Board on 23 October 2018 and signed on its behalf by:

Niall Mellon (Director)

CASH FLOW STATEMENT

For the year ended 31 December 2017

	Note	2017 £	2016 £
Net cash used in operating activities		**(19,418)**	**(31,724)**
Net cash (used in)/provided by investing activities			
Deposit interest income		-	615
Purchase of Fixed Assets		(1,468)	-
Change in cash & cash equivalents in the reporting period		**(20,886)**	**(31,109)**
RECONCILIATION OF NET CASH FLOW			
Decrease in cash & cash equivalents		(20,886)	(31,109)
Cash & cash equivalents at the beginning of the year		51,071	82,180
CASH AND CASH EQUIVALENTS	12	**30,185**	**51,071**

RECONCILIATION OF NET (OUTGOING)/ INCOMING RESOURCES TO CASH (OUTFLOW) FROM OPERATING ACTIVITIES	2017 £	2016 £
Net outgoing resources	(28,101)	(13,837)
Depreciation	366	-
(Increase) /Decrease in debtors	5,926	(5,926)
(Decrease) /Increase in creditors	2,391	(11,346)
Deposit interest income	-	(615)
Net cash (used in)/provided by operating activities	**(19,418)**	**(31,724)**

NOTES TO THE FINANCIAL STATEMENTS

1. Accounting Policies

The following accounting policies are applied consistently in dealing with items which are considered material in relation to the company's financial statements:

Basis of Accounting
The financial statements have been prepared with reference to the recommendations of the revised Statement of Recommended Practice (SORP) Accounting and Reporting by Charities: Statement of Recommended Practice, applicable to Charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The financial statements are prepared under Companies Act 2006.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgment in applying the company's accounting policies.

Mellon Educate (UK) 2008 is a public benefit entity.

Break up Basis of Preparation
The financial statements have been prepared on a break up basis as the company ceased activities in 2018. The company transferred all assets and cash balances to Mellon Educate (UK) on 1 January 2018, a charity registered with the Charity Commission for England and Wales, number 1175352.

The financial statements include adjustments that are necessary to reflect the break up basis of preparation, which include impairing assets to their recoverable amount and recognition of liabilities based on the probable outflow of economic benefit.

The following principal accounting policies have been applied:

Statement of Compliance
The financial statements have been prepared in accordance with FRS102 the financial reporting standard. Mellon Educate (UK) 2008 is a company registered in Northern Ireland, their registered office is c/o Worthingtons Solicitors, 24-38 Gordon Street, Belfast, Antrim, BT1 2LG.

Restricted Funds
Restricted funds are funds received which can only be used for particular purposes specified by the donors and are binding on the company. Such purposes are within the overall aims of the company.

Unrestricted Funds
Unrestricted funds are those which are expendable at the discretion of the company in furtherance of the objects of the charity.

NOTES TO THE FINANCIAL STATEMENTS – continued

1. Accounting Policies (continued)

Incoming Resources

All incoming resources are included in the Statement of Financial Activities when the company is entitled to the income and the amount can be measured with reasonable accuracy and is probable. The following specific policies are applied to particular categories of income:

- **Volunteer Income:** Fundraising income is credited to the Statement of Financial Activities in the year in which it is receivable by the company.
- **Investment Income:** Income earned on funds held on deposit is treated as unrestricted income and is credited when earned.
- **Donations:** Donations are raised by volunteers and are taken into account at the time of receipt.
- **Properties:** Properties donated for use by the Charity are recognised in the Charity's financial statements as income and expenditure. This is in line with the Statements of Recommended Practice, Accounting and Reporting by Charities (2015).

Resources Expended

Expenditure is recognised on an accruals basis as a liability is incurred and is recorded as part of the expenditure to which it relates. Cost of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

Expenditure on charitable activities is those costs incurred by the charity in the delivery of its services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them. Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity. Where costs cannot be directly attributed, they have been allocated in proportion to estimated benefits received.

Cash and Cash Equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Debtors

Short term debtors are measured at transaction price, less any impairment.

Creditors

Short term creditors are measured at the transaction price.

Financial Instruments

The Charity only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable. Basic financial instruments are recorded at transaction price.

NOTES TO THE FINANCIAL STATEMENTS – continued

1. Accounting Policies (continued)

Judgements in Applying Accounting Policies and Key Sources of Estimation Uncertainty
The preparation of financial statements in conformity with FRS 102 requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements.

The directors do not have any significant accounting estimates and assumptions which they consider to be critical accounting estimates and judgments.

2. Income from Donations and legacies

	Notes	Restricted Funds 2017 £	Unrestricted Funds 2017 £	Total 2017 £	Total 2016 £
Volunteer Income	(a)	-	332,444	332,444	303,215
Donations	(b)	-	157,392	157,392	112,491
Donations in Kind	(c)	-	15,500	15,500	15,500
			505,336	505,336	431,206

(a) Volunteer income raised by individuals and companies in support of the November 2017 building blitz held in Cape Town.
(b) Donation income received from individuals and companies.
(c) Donations in kind relates to a premise in London that Mellon Educate (UK) 2008 have received rent free and is using as an office.

3. Income from Investments

	Restricted Funds 2017 £	Unrestricted Funds 2017 £	Total 2017 £	Total 2016 £
Bank deposit interest	-	-	-	615
	-	-	-	615

NOTES TO THE FINANCIAL STATEMENTS - continued

4. Expenditure on Charitable Activities

	Restricted Funds 2017 £	Unrestricted Funds 2017 £	Total 2017 £	Total 2016 £
Transfer to Mellon Housing Initiative (SA) for costs associated with building schools in South Africa	-	(130,000)	(130,000)	(106,939)
Transfer to Mellon Township Limited (Ireland) for costs associated with building schools in South Africa	-	(175,000)	(175,000)	(135,081)
Governance Costs		(34,570)	(34,570)	-
	-	(339,570)	(339,570)	(242,020)

The charity supports Mellon Township Trust (Ireland) and Mellon Housing Initiative (South Africa) in their objective to build quality facilities and to train teachers.
Governance costs include consultancy fees (£34,570).

5. Expenditure on Raising Funds

	Restricted Funds 2017 £	Unrestricted Funds 2017 £	Total 2017 £	Total 2016 £
General expenses	-	(178,367)	(178,367)	(188,138)
Benefit in kind	-	(15,500)	(15,500)	(15,500)
	-	(193,867)	(193,867)	(203,638)

Expenditure on raising funds includes the cost of the national fundraising team; materials for campaigns and events; plus allocated support costs. Included in general expense is an amount of £123,962 for wages, rent for an apartment in London used by staff and directors while working in London of £16,770 and general office expenses of £37,635.

Benefit in kind relates to the donations in kind of an office space received free of charge.

NOTES TO THE FINANCIAL STATEMENTS – continued

6. Support Costs and Allocation of Expenditure

(a) Support Costs

Supports costs in the year include fees for secretarial work

(b) Allocation of expenditure

	Direct Costs £	Support Costs £	Total Expenditure £
Charitable Expenditure	(339,570)	-	(339,5700)
Cost of generating Funds	(192,657)	(1,210)	(193,867)
Total resources expended	(532,227)	(1,210)	(533,437)

7. Employees and Staff Costs

(a) **Number of employees**	2017	2016
Average number of people employed (full-time and part-time)	3	2

(b) **Total staff costs**	2017 £	2016 £
Wages & salaries	111,957	74,003
Social welfare costs	12,005	8,092
Pension costs	-	-
	123,962	82,095

(c) Senior staff remuneration

There are no members of staff earning salaries over £60,000 in the financial year.

The Board oversees all matters relating to staff remuneration.

(d) Key management remuneration

There was no remuneration paid to key management during the year. Key management refers to the directors of the company.

NOTES TO THE FINANCIAL STATEMENTS – continued

8. Net Income / Expenditure

	2017 £	2016 £
Net Income is stated after charging		
External Audit Fees	-	-

External audit costs are born by the Irish entity, Mellon Township Limited a related company by virtue of common Directors.
Members of the Board of Directors do not receive remuneration for their services as directors. Directors are entitled to reimbursement of vouched expenses incurred in the performance of their duties as a director. The amount charged in 2017 was £NIL (2016 - £6,060). The 2016 expenses were incurred by Andrew Thomas primarily for traveling to fundraising events and meetings on behalf of the charity.

9. Grant Expenditure

Grants were paid to Mellon Township Limited, an Irish Charity (£175,000) and Mellon Housing Initiative (£130,000) a South African Charity in 2017 to assist with the Building Blitz and the Teaching Blitz in South Africa. All support costs are allocated to these grant making activities.

10. Tangible Fixed Assets

	Computer Equipment £	Total £
Cost		
At 1 January 2017	-	-
Additions	1,468	1,468
Disposals and write-offs	-	-
At 31 December 2017	**1,468**	**1,468**
Depreciation		
At 1 January 2017	-	-
Charge for the year	366	366
On disposals	-	-
At 31 December 2017	**366**	**366**
Net Book Value		
At 31 December 2017	**1,102**	**1,102**
At 31 December 2016	-	-

NOTES TO THE FINANCIAL STATEMENTS – continued

11. Debtors

	2017 £	2016 £
Prepayments	-	5,926
	-	5,926

All debtors are due within one year.

12. Cash & Cash Equivalents

	2017 £	2016 £
Cash & cash equivalents	30,185	51,071
	30,185	51,071

13. Creditors (amounts falling due within one year)

	2017 £	2016 £
PAYE/NI	3,742	2,497
Other payables	2,303	1,157
	6,045	3,654

Tax and social insurance are subject to the terms of the relevant legislation. Interest accrues on late payments at a rate of 2.75% per year. No interest was due at the financial year end date.

Other amounts included with creditors not covered by specific note disclosures are unsecured, interest free and repayable on demand.

14. Taxation

The Company is a private Company limited by guarantee. The Company has been recognised as a charity by the Inland Revenue (No. NIC102874) and, as such, is exempt from taxation.

NOTES TO THE FINANCIAL STATEMENTS - continued

15. Movement in Funds

	At start of year 2017 £	Incoming Resource 2017 £	Outgoing Resource 2017 £	Transfers between funds £	At end of year 2017 £
Restricted Funds	-			-	-
Unrestricted Funds	53,343	505,336	(533,437)	-	25,242
Total	53,343	505,336	(533,437)	-	25,242

Movement in prior year

	At start of year 2016 £	Incoming Resource 2016 £	Outgoing Resource 2016 £	Transfers between funds £	At end of year 2016 £
Restricted Funds	-	102,307	(102,307)	-	-
Unrestricted Funds	67,180	329,514	(343,351)	-	53,343
Total	67,180	431,821	(445,658)	-	53,343

Analysis of Net Assets

	Restricted Funds 2017 £	Unrestricted Funds 2017 £	At end of year 2017 £	At end of year 2016 £
Fixed Assets	-	1,102	**1,102**	-
Current Assets	-	30,185	**30,185**	**56,997**
Creditors: Amounts falling due within one year	-	(6,045)	**(6,045)**	**(3,654)**
Total	-	25,242	**25,242**	**53,343**

NOTES TO THE FINANCIAL STATEMENTS - continued

16. Financial instruments

The analysis of the carrying amounts of the financial instruments of the company required under section 11 of FRS 102 is as follows:

	2017	2016
Financial Assets	£	£
Financial assets measured at amortised cost	30,185	51,071
Financial Liabilities		
Financial liabilities measured at amortised cost	2,303	1,157

Financial assets measured at amortised costs comprise cash at bank and in hand.

Financial liabilities measured at amortised cost comprise other payables.

17. Related Party Transactions

Mellon Township Limited
Mellon Township Limited is a related party by virtue of common directors. During the year the company paid grants of £175,000 (*2016: £135,081*) to Mellon Township Limited. There are no outstanding balances at year end.

Mellon Housing Initiative (SA)
Mellon Housing Initiative SA is a related party by virtue of common directors. During the year the company paid grants of £130,000 to Mellon Housing Initiative (*2016: £106,939*). There are no outstanding balances at year end.

18. Capital Commitments

The company had no capital commitments at the financial year end *(2016: £NIL).*

19. Post Balance Sheet Events

The charity transferred all assets and cash balances to Mellon Educate (UK) on 1 January 2018, a charity registered with the Charity Commission for England and Wales, (number 1175352).

20. Contingent Liabilities

At 31 December 2017, the company had no contingent liabilities (*2016: £NIL*).

NOTES TO THE FINANCIAL STATEMENTS - continued

21. Approval of financial statements

The financial statements were approved and authorised for issue by the directors on 23 October 2018.