

Mellon Educate (UK)

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

**FINANCIAL STATEMENTS FOR THE YEAR
ENDED 31 DECEMBER 2016**

Company Registration Number NI068969

Charity Registration Number NIC102874



Beaux Lane House
Mercer Street Lower
Dublin 2
Ireland

Mellon Educate (UK)
Financial statements for the year ended 31 December 2016

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ADMINISTRATIVE 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 78-80 Upper Drumcondra Road Dublin 9
Bankers	The Co-Operative Bank P.O.Box 250, Delf House Southway Skelmersdale WN8 6WT
Mellon Township Limited	Lynx House Stillorgan, Dublin Co Dublin Ireland
Auditors	BDO Statutory Audit Firm Beaux Lane House Mercer Street Lower Dublin 2 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) 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).

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) 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.

Membership

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

Governance

Mellon Educate (UK) is 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 are appointed by the members at an Annual General Meeting. 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

OBJECTIVES AND ACTIVITIES

We educate impoverished African children. Our mission is to provide education assistance for 100,000 children. To successfully achieve this: 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 are 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.

DIRECTOR'S REPORT – continued

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 £3,500 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) is a public benefit entity whose main objective is 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) has continued to expand its effectiveness in fundraising in the UK principally in England and Wales. Our dedicated staff and active board of Directors has effected an increase in donor funding and we have seen an increase of volunteers up from 55 volunteers in 2015 to 100 in 2016. In addition to this we have been fortunate in receiving donations from some very generous individuals which has equated to effective changes to the lives of the children in our schools in South Africa.

Blitz 2016

The annual Building Blitz to Cape Town in South Africa took place from 5th November to 12th November 2016. A total of 264 volunteers from Ireland, USA and the United Kingdom travelled and worked on two schools in South Africa's second largest township, Khayelitsha. Ummangaliso Primary School is home to 1,200 pupils and here the volunteers built 6 classrooms, a library, extended the playground and built a covered shelter for the children to use in the extreme heat. 6 Km away at Kuyasa Primary School the volunteers built 6 classrooms, a library, a kitchen, a toilet block, a new playground and a covered shelter for the 1,750 pupils who attend this school.

Blitz 2017

We have increased the fundraising target for new volunteers to £3,950 for 2017 to ensure the charity remains effective in achieving its objectives. The awareness of the charity in the UK continues to grow through the effort of the Directors and staff, and we have 81 volunteers committed to the November 2017 blitz.

Mellon Educate Results Programme

Following the infrastructural improvements carried out during the building blitz in 2016, a needs analysis was carried out by the Mellon Educate specialist team to see what areas of the school required specific help, coaching and mentoring. The outcome of this was to place a number of the literacy and maths specialists in the school to help improve the delivery of these core subjects to the pupils. To enhance this crucial step in our programme we have begun developing a partner relationship with JET Education Services a leading e-learning provider in South Africa.

DIRECTOR'S REPORT - continued

Mellon Educate Teachers Blitz

Towards the end of 2016 the charity put in place the idea of holding a two week Teachers Blitz in July 2017. The concept is to bring volunteer teachers from UK and Ireland to work alongside both the Mellon Educate Specialists and the incumbent South Africa teachers in the schools we are currently engaging with. This initial teacher's blitz took place to great success in July this year with 52 teachers in total taking the trip, and of those, 2 where from the UK.

Western Cape Education Department

Mellon Educate continues to develop a strong and meaningful partnership with Minister for Education in the Western Cape MEC Debbie Shaffer and her department. The selection of schools where both the infrastructural work and education assistance takes place is done in consultation with the WCED in order to ensure the areas of most need are identified and helped to maximum effect.

FINANCIAL REVIEW

The statement of financial activities and balance sheet are set out on pages 9 and 10. The deficit for the year amounted to £13,837 (2015: income £48,873). The unrestricted funds carried forward amounted to £53,343. (2015: £67,180).

It is also noted that the administration and accounts functions of this entity are carried out by an associate entity Mellon Educate 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 reserves requirement to be set at a level of £30,000 (Reserves in 2016: £53,343 and in 2015: £67,180). 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

There have been no significant transactions since the financial year end.

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

A handwritten signature in black ink, appearing to read 'Niall Mellon', written over a horizontal line.

Niall Mellon

Director

Approved by the Directors on 29 September 2017

DIRECTORS' RESPONSIBILITY STATEMENT

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

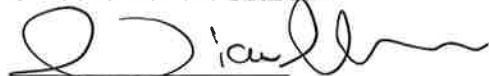
Company law requires the Directors to prepare financial statements for each financial year. Under the law, the Directors have elected to prepare the financial statements in accordance with Companies Act 2006 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council, and promulgated by the Institute of Chartered Accountants in Ireland ("relevant financial reporting framework"). 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 the Directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 ensuring that the Company keeps or causes to be kept adequate accounting records which correctly explain and record transactions of the Company, enable at any time the assets, liabilities, financial position and profit or loss of the Company to be determined with reasonable accuracy, enable them to ensure that the financial statements and Directors' report comply with the Companies Act 2006 and enable the financial statements to be audited. 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: 29 September 2017



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

We have audited the financial statements of Mellon Educate (UK) (formerly Niall Mellon Township Trust (UK)) for the financial year ended 31 December 2016 which comprise the statement of financial activities, balance sheet, cash flow statement and related notes. The relevant financial reporting framework that has been applied in their preparation is the Companies Act 2006 and the United Kingdom Accounting Standards (United Kingdom Generally accepted Accounting Practice), including Financial Reporting, Standard 102, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland issued by the Financial Reporting Council and promulgated by Chartered Accountants Ireland.

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

Respective responsibilities of the Directors and auditors

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 otherwise comply with the Companies Act 2006. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's Ethical Standards for Auditors.

Scope of the audit of the Financial Statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.



INDEPENDENT AUDITORS' REPORT TO THE DIRECTORS OF MELLON EDUCATE (UK) - continued

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2016 and of its loss for the year then ended;
- have been properly prepared in accordance with the relevant financial reporting framework;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with those accounts. In the light of our 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.

Matters on which we are required to report by exception

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

- 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 take advantage of the small companies' exemption from the requirement to prepare a Strategic report.



John O'Callaghan
Senior Statutory Auditor
for and on behalf of BDO
Statutory Audit Firm
Dublin
Ireland

Date: 29 September 2017.

Mellon Educate (UK)
Financial statements for the year ended 31 December 2016

STATEMENT OF FINANCIAL ACTIVITIES

For the year ended 31 December 2016

	Notes	Restricted Funds 2016 £	Unrestricted Funds 2016 £	Total 2016 £	Total 2015 £
INCOME FROM					
Donations and legacies	2	102,307	328,899	431,206	227,071
Investments	3	-	615	615	18
TOTAL INCOME		102,307	329,514	431,821	227,089
EXPENDITURE ON:					
Charitable activities	4	(102,307)	(139,713)	(242,020)	(69,151)
Raising funds	5	-	(203,638)	(203,638)	(109,065)
TOTAL EXPENDITURE	6	(102,307)	(343,351)	(445,658)	(178,216)
NET (DEFICIT)/ INCOME		-	(13,837)	(13,837)	48,873
TOTAL FUNDS BROUGHT FORWARD	13	-	67,180	67,180	18,307
TOTAL FUNDS CARRIED FORWARD	13	-	53,343	53,343	67,180

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

The notes on page 12 -19 form part of these Financial Statements.

Mellon Educate (UK)
Financial statements for the year ended 31 December 2016

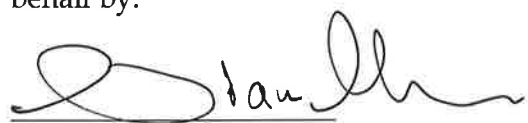
BALANCE SHEET

As at 31 December 2016

	Notes	31 December 2016 £	31 December 2015 £
CURRENT ASSETS			
Other Debtors	9	5,926	-
Cash & Cash Equivalents	10	<u>51,071</u>	<u>82,180</u>
		56,997	82,180
CREDITORS			
(Amount falling due within one year)	11	<u>3,654</u>	<u>15,000</u>
NET CURRENT ASSETS		53,343	67,180
		<u>53,343</u>	<u>67,180</u>
TOTAL NET ASSETS			
		<u>53,343</u>	<u>67,180</u>
FUNDS			
Unrestricted funds	13	<u>53,343</u>	<u>67,180</u>
TOTAL FUNDS		<u>53,343</u>	<u>67,180</u>

The notes on page 12 -19 form part of these Financial Statements

The financial statements were approved by the Board on 29th September 2017 and signed on its behalf by:



Niall Mellon (Director)

Mellon Educate (UK)
Financial statements for the year ended 31 December 2016

CASH FLOW STATEMENT

For the year ended 31 December 2016

	Note	2016 £	2015 £
Net cash (used in)/provided by operating activities		(31,724)	63,855
Net cash (used in)/provided by investing activities			
Deposit interest income		615	18
Change in cash & cash equivalents in the reporting period		<u>(31,109)</u>	<u>63,873</u>
RECONCILIATION OF NET CASH FLOW			
(Decrease)/Increase in cash & cash equivalents		(31,109)	63,873
Cash & cash equivalents at the beginning of the year		82,180	18,307
CASH AND CASH EQUIVALENTS	10	<u>51,071</u>	<u>82,180</u>
		2016 £	2015 £
RECONCILIATION OF NET (OUTGOING)/ INCOMING RESOURCES TO CASH (OUTFLOW) FROM OPERATING ACTIVITIES			
Net (outgoing)/incoming resources		(13,837)	48,873
(Increase) in debtors		(5,926)	-
(Decrease) / Increase in creditors		(11,346)	15,000
Deposit interest income		(615)	(18)
Net cash (used in)/provided by operating activities		<u>(31,724)</u>	<u>63,855</u>

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 in accordance with *Financial Reporting Standard 102* ("FRS 102") the reporting standard applicable in the UK and Ireland as issued by the Financial Reporting Council, and with reference to the recommendations of the revised Statement of Recommended Practice (SORP) Accounting, Reporting by Charities issued by the Charity Commissioners in the UK and 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 is a public benefit entity. There are no material uncertainties about the charity's ability to continue in operation for the foreseeable future.

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 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)

Going Concern

The Directors believe that the Charity has adequate financial resources to continue in the foreseeable future and accordingly the financial statements have been prepared on an ongoing concern basis.

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.

Accruals

Accruals are recognised on an assumption basis for costs incurred for which the invoice is not yet received. However, this estimate is subject to inherent uncertainty.

2. Income from Donations and legacies

	Notes	Restricted Funds 2016 £	Unrestricted Funds 2016 £	Total 2016 £	Total 2015 £
Volunteer Income	(a)	-	303,215	303,215	221,198
Donations	(b)	102,307	10,184	112,491	5,873
Donations in Kind	(c)	-	15,500	15,500	-
		<u>102,307</u>	<u>328,899</u>	<u>431,206</u>	<u>227,071</u>

- (a) Volunteer income raised by individuals and companies in support of the November 2016 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 has received and is using as an office

3. Income from Investments

	Restricted Funds 2016 £	Unrestricted Funds 2016 £	Total 2016 £	Total 2015 £
Bank deposit interest	-	615	615	18
	<u>-</u>	<u>615</u>	<u>615</u>	<u>18</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

4. Expenditure on Charitable Activities

	Restricted Funds 2016 £	Unrestricted Funds 2016 £	Total 2016 £	Total 2015 £
Transfer to Mellon Housing Initiative (SA) for costs associated with building schools in South Africa	(102,307)	(4,632)	(106,939)	(49,151)
Transfer to Mellon Township Limited (Ireland) for costs associated with building schools in South Africa	-	(135,081)	(135,081)	(200)
	<u>(102,307)</u>	<u>(139,713)</u>	<u>(242,020)</u>	<u>(9151)</u>

The charity supports Mellon Township Trust (Ireland) and Mellon Housing Initiative (South Africa) in their objective to build quality facilities and to train teachers

5. Expenditure on Raising Funds

	Restricted Funds 2016 £	Unrestricted Funds 2016 £	Total 2016 £	Total 2015 £
General expenses	-	(188,138)	(188,138)	(109,065)
Benefit in kind	-	(15,500)	(15,500)	-
	<u>-</u>	<u>(203,638)</u>	<u>(203,638)</u>	<u>(109,065)</u>

Expenditure in 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 £43,172 associated with promotional costs, £82,095 for wages and salary expenses, a charge of £16,770 for the rent of an apartment in London to be used by staff and Directors while working London and an amount of £15,000 associated with the consultancy costs in raising awareness of the charity.

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

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	(242,020)	-	(242,020)
Cost of generating Funds	<u>(201,988)</u>	<u>(1,650)</u>	<u>(203,638)</u>
Total resources expended	<u>(444,008)</u>	<u>(1,650)</u>	<u>(445,658)</u>

NOTES TO THE FINANCIAL STATEMENTS – continued

7. Employees and Staff Costs

(a) Number of employees	2016	2015
Average number of people employed (full-time and part-time)	2	-
	<hr/>	<hr/>
(b) Total staff costs	2016	2015
	£	£
Wages & salaries	74,003	-
Social welfare costs	8,092	-
Pension costs	-	-
	<hr/>	<hr/>
	82,095	-
	<hr/>	<hr/>

(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.

8. Net Income / Expenditure

	2016	2015
	£	£
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 2016 was £6,060 (2015 - £1,920), the expenses were incurred by Andrew Thomas primarily for traveling to fundraising events and meetings on behalf of the charity.

NOTES TO THE FINANCIAL STATEMENTS – continued

9. Debtors

	2016 £	2015 £
Prepayments	5,926	-
	<u>5,926</u>	<u>-</u>

All debtors are due within one year.

10. Cash & Cash Equivalents

	2016 £	2015 £
Cash & cash Equivalents	51,071	82,180
	<u>51,071</u>	<u>82,180</u>

11. Creditors (amounts falling due within one year)

	2016 £	2015 £
Accruals	-	15,000
PAYE/NI	2,497	-
Other payables	1,157	-
	<u>3,654</u>	<u>15,000</u>

The terms of the accruals are based on underlying contracts.

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.

12. 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

13. Movement in Funds

	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	<u>67,180</u>	<u>431,821</u>	<u>(445,658)</u>	<u>-</u>	<u>53,343</u>

Movement in prior year

	At start of year 2015 £	Incoming Resource 2015 £	Outgoing Resource 2015 £	Transfers between funds £	At end of year 2015 £
Restricted Funds	-	-	-	-	-
Unrestricted Funds	18,307	227,089	(178,216)	-	67,180
Total	<u>18,307</u>	<u>227,089</u>	<u>(178,216)</u>	<u>-</u>	<u>67,180</u>

Analysis of Net Assets

	Restricted Funds 2016 £	Unrestricted Funds 2016 £	At end of year 2016 £	At end of year 2015 £
Current Assets	-	56,997	56,997	82,180
Creditors: Amounts falling due within one year	-	(3,654)	(3,654)	(15,000)
Total	<u>-</u>	<u>53,343</u>	<u>53,343</u>	<u>67,180</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

14. 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:

	2016	2015
Financial Assets		
<i>Financial assets measured at amortised cost</i>	<u>51,071</u>	<u>82,180</u>
Financial Liabilities		
<i>Financial liabilities measured at amortised cost</i>	<u>1,157</u>	<u>-</u>

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

Financial liabilities measured at amortised cost comprise other payables.

15. Related Party Transactions

Mellon Township Limited

Mellon Township Limited is a related party by virtue of common directors. During the year the company provided services and incurred expenses for the 2016 Blitz for Mellon Educate UK and they were reimbursed for these costs in the amount of £135,081 (2015: £20,000). 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 provided services and incurred expenses for the 2016 Blitz for Mellon Educate UK and they were reimbursed for these costs in the amount of £106,939 (2015: £49,151). There are no outstanding balances at year end.

16. Capital Commitments

The company had no capital commitments at the financial year end (2015: £NIL).

17. Post Balance Sheet Events

No significant events have occurred since the balance sheet date which would require adjustments to the amounts as disclosed in the financial statements.

18. Contingent Liabilities

At 31 December 2016, the company had no contingent liabilities (2015: £Nil).

19. Approval of financial statements

The financial statements were approved and authorised for issue by the directors on 29/09/2017