

**Registered number: 389423  
CHY 16238**

**Mellon Township Limited  
Directors' Report and Financial Statements  
For the financial year ended 31 December 2022**

# Mellon Township Limited

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## Mellon Township Limited

### Reference and Administrative Details of the Charity, its Directors and Advisers For the financial year ended 31 December 2022

<b>Directors</b>	Andrew Brennan Niall Mellon Frank Doyle
<b>Company registered number</b>	389423
<b>CHY Number</b>	CHY 16238
<b>Registered office</b>	Explorium Sports Science Centre Blackglen Road Sandyford Co. Dublin
<b>Company secretary</b>	Jacinta Morley
<b>Registered Charity Number (RCN)</b>	20058074
<b>Independent auditors</b>	BDO Statutory Audit Firm Block 3 Miesian Plaza 50-58 Baggot Street Lower Dublin 2
<b>Bankers</b>	Allied Irish Banks plc Rathgar Dublin 6W

## Mellon Township Limited

### Directors' Report For the financial year ended 31 December 2022

The Directors prepare their report and the audited financial statements for the financial year ended 31 December 2022

#### Legal Structure

The company is a private company under the Companies Act 2014. It is governed and controlled by its Constitution.

#### Governance

Mellon Township Limited 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. There was no remuneration paid to Directors during the financial year

#### Directors, secretary and their interests

The Directors and secretary and their interests in the shares of the company at 31st December 2022 and 1st January 2022 are as follows;

	<b>31/12/2022</b>	<i>01/01/2022</i>
	<b>No. of</b>	<i>No. of</i>
	<b>Ordinary</b>	<i>Ordinary</i>
	<b>Shares €1</b>	<i>Shares €1</i>
Niall Mellon	<b>3</b>	<i>3</i>
Andrew Brennan	<b>2</b>	<i>2</i>
Frank Doyle	<b>2</b>	<i>2</i>

Except where indicated, the Directors served for the entire financial year. The names of the Directors who served during the year are outlined on the Administrative Details page of the financial statements. The Directors are not required to retire by rotation. 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 existing board members are responsible for appointing new board members to the board based on the charities requirements and careful selection of appropriately skilled members. The Board of Directors hold frequent scheduled board meetings throughout the year, where all matters of significance are discussed and resolutions are made. The new board members are inducted to the board by existing members and it is ensured that they are informed of the appropriate requirements and responsibilities. Key personnel are appointed by the board who set the salaries and remuneration appropriate to the position being filled.

The company secretary throughout the year was Jacinta Morley.

## **Mellon Township Limited**

### **Directors' Report (continued) For the financial year ended 31 December 2022**

#### **Objectives and Activities**

Our mission is to provide education assistance for 100,000 impoverished African children. To successfully achieve this: we build quality facilities if required and provide in-depth training for the incumbent school managers/principals and teachers to empower them to deliver ongoing better results sustainably.

The main activities of the company are to raise awareness of our mission with personal, corporate and institutional donors to raise funds for our schools in Africa to enable us to support primary school children through our Community Literacy support Programme, providing Individual support to children struggling with the basics of literacy and language. Grants are proposed to and granted by the Board and are strictly in line with the charity's objectives.

Our initial fundraising in Ireland is primarily achieved by our donors and volunteers, who sign up for our annual Building Blitz. Each volunteer must raise €4,500 to be included in the team that travel to our Blitz schools in South Africa. They spend a week doing construction work to improve the facilities and classrooms in schools in underprivileged townships.

#### **Public Benefit Entity**

Mellon Township Limited 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 South African children improve their literacy and language in the foundation phase of their education.

#### **ACTIVITIES, ACHIEVEMENTS AND PERFORMANCE**

##### **Building Blitz 2022**

The annual Building Blitz to Cape Town in South Africa took place from 5<sup>th</sup> November to 11<sup>th</sup> November 2022. The Building Blitz took place in the Western Cape Township of Khayelitsha 28km out of Cape Town at the Injongo and Yomelela Primary Schools. Two Hundred and Thirty international volunteers were joined by several South African Volunteers to participate in this year's building Blitz. The Volunteers help build twenty-three classrooms, two kitchens, two ablution blocks, two covered shelters and improved sport facilities impacting the quality of education for over 2500 children attending the two schools. This has been made possible through our partnership with the Western Cape Education Department, our wonderful and generous volunteers, Donors and corporate sponsorships.

## **Mellon Township Limited**

### **Directors' Report (continued) For the financial year ended 31 December 2022**

#### **ACTIVITIES, ACHIEVEMENTS AND PERFORMANCE (continued)**

##### **Mellon Educate Results Programme**

Mellon Educate's Community Literacy Support Programme for Primary schools, was launched in January 2022, replacing our previous Full School Programme which had supported 11 primary and secondary schools.

The dedicated programme was developed over a 3 year period in response to the International PIRLS report of 2016, where South African children were assessed as the lowest performing participants with results indicating that 78% of learners were unable to read for meaning by Grade 4 (age 9-10 years).

The programme incorporates the Wordswork 4 step programme, (Ready Steady Read Write) delivered by trained Community Literacy tutors. In one hour once a week the programme offers support to children struggling with the basics of literacy and language in the foundation phase of their education and is delivered in 3 languages by trained youth from communities surrounding our partner schools.

Our partner schools in 2022 consisted of 7 primary schools based in Khayelitsha, Mfuleni, The Delft, Wesbank and Wallacedene supporting 883 learners.

Our programme in South Africa involves a team of highly accomplished teachers and subject specialists. Their activities continue to drive the programmes to improve the overall impact of the support the charity lends the schools we are supporting.

##### **Western Cape Education Department**

Mellon Educate continues to develop a strong and meaningful partnership with the Minister for Education in the Western Cape, MEC David Maynier and his 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. The WCED contributes 50% of the construction costs to the annual building blitz, thereby endorsing the work the charity is carrying out so successfully in the Western Cape.

##### **Humanitarian Aid**

In 2021 the Covid 19 pandemic created a humanitarian crisis of epic proportion. This created a dire need to continue to provide emergency nutrition to school families and the broader community surrounding our partner schools. The Mellon Team adapted their support to include a humanitarian aid response started in March 2020 and continued to support various feeding kitchens in 2022.

## **Mellon Township Limited**

### **Directors' Report (continued) For the financial year ended 31 December 2022**

#### **FINANCIAL REVIEW**

##### **Going concern**

The directors believe that the company has adequate financial resources to continue in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis. Management has assessed the company's ability to continue as a going concern for the foreseeable future and is not aware of any factors beyond their period of assessment that may cast doubt on the company's ability to continue as a going concern. Management thus considers the use of the going concern principle to be appropriate in the preparation of the annual financial statements. The directors have satisfied themselves that the company is in a sound financial position and that it has access to sufficient ongoing fundraising activities together with reserve facilities to meet its foreseeable cash requirements. The directors are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation, which may affect the company.

##### **Financial performance**

The statement of financial activities and balance sheet are set out on pages 11 and 12.

Deficit for the year amounted to €33,501 compared with a deficit of €113,073 for 2021.

##### **Political Donations**

No political donations have been made by the company.

##### **Future developments**

Mellon Township Limited through its educational initiative, Mellon Educate, continue to progress our mission of providing sustainable educational improvements for over 100,000 impoverished children across Africa.

The Charity is continually expanding its fundraising initiatives to support its essential programmes in impoverished communities as well as planning to go ahead with a building project in 2023.

##### **Reserves**

Unrestricted reserves indicate the resources on which the charity can draw upon to continue its work in the event of a downturn in income. The Directors have set the required reserves policy at €300,000 of unrestricted funds and this is assessed on a year to year basis based on the charity's forecast for the following 12 months of activity. The level of unrestricted reserves held at the end of 2022 was €254,380 (2021 - €304,579) which is considered adequate.

The unrestricted funds will be utilised to continue the support of the School Building Blitzes and Mellon Education support, and Literacy programmes.

##### **Post Balance Sheet Events**

The Board have agreed to travel to South Africa in 2023 for the annual Building Blitz, which will be held across two schools in an impoverished community in Khayelitsha, about 26 km's outside of Cape Town. Our initial estimates indicate that we will be travelling with about 300 international volunteers joined by some of our local South African Volunteers.

## Mellon Township Limited

### Directors' Report (continued) For the financial year ended 31 December 2022

#### PRINCIPAL RISK AND UNCERTAINTIES

The company raises the majority of funds from volunteers and donations from the Republic of Ireland. Volunteer expenditure is incurred in the Republic of Ireland for flights and logistics for the Building. Charitable activities also include expenditure on Construction Projects in South Africa and hence there is exposure to currency risk. The Company does not enter into foreign exchange forward contracts but continually monitors currency movements. The company does not rely on borrowings and has a minimal exposure to interest rate risk. The Company is in a strong liquidity position and does not foresee any cash flow risk in the near future. The Company's policy is to ensure that sufficient resources are available from cash balances, cash flows and near cash liquid investments to ensure all obligations can be met when they fall due.

#### DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are directors at the time when this Directors' Report is approved in accordance with Section 332 of the Companies Act 2014 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 the Directors have 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.

#### ACCOUNTING RECORDS

The measures that the directors have taken to secure compliance with the requirements of Sections 281 to 285 of the Companies Act 2014 with regard to the keeping of accounting records are the employment of appropriately qualified accounting personnel and the maintenance of computerised accounting records. The books of account for the Company are maintained at the Mellon Housing Initiative, 6 Station Street, Blackheath, Cape Town, 7580, South Africa.

#### Auditors

The auditors, BDO, continue in office in accordance with Section 383(2) of the Companies Act 2014.

This report was approved by the board and signed on its behalf by:



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**Niall Mellon**  
Director



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**Frank Doyle**  
Director

Date: 11 October 2023



## Mellon Township Limited

### Statement of Directors' responsibilities For the year ended 31 December 2022

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

Irish 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 2014 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 surplus or deficit of the Company for the financial year and otherwise comply with the Companies Act 2014.

- 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 2014 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.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in Republic of Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

On behalf of the board



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**Niall Mellon**  
Director



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**Frank Doyle**  
Director

Date: 11 October 2023

## Mellon Township Limited

### Independent Auditors' Report to the Members of Mellon Township Limited

#### Opinion

We have audited the financial statements of Mellon Township Limited for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is the Companies Act 2014 and FRS102, the Financial Reporting Standard applicable in the UK and Republic of Ireland

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2022 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standards issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Directors with respect to going concern are described in the relevant sections of this report.

## Mellon Township Limited

### Independent Auditors' Report to the Members of Mellon Township Limited (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 auditor's report thereon. Our opinion on the financial statements does not cover the 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 other matters prescribed by the Companies Act 2014

In our opinion, based solely on the work undertaken in the course of the audit, we report that:

- the information given in the directors' report is consistent with the financial statements; and
- the directors' report has been prepared in accordance with the Companies Act 2014.

We have obtained all the information and explanations which we consider necessary for the purposes of our audit.

In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited, and financial statements are in agreement with the accounting records.

#### Matters on which we are required to report by exception

Based on 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.

The Companies Act 2014 requires us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions required by sections 305 to 312 of the Act are not made. We have nothing to report in this regard.

## Mellon Township Limited

### Independent Auditors' Report to the Members of Mellon Township Limited (continued)

#### Respective responsibilities

##### Responsibilities of directors for the financial statements

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

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) 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 IAASA's website at: [https://iaasa.ie/wp-content/uploads/2022/10/Description\\_of\\_auditors\\_responsibilities\\_for\\_audit.pdf](https://iaasa.ie/wp-content/uploads/2022/10/Description_of_auditors_responsibilities_for_audit.pdf)  
This description forms part of our Auditors report.

#### Use of our report

Our report is made solely to the company's members as a body, in accordance with Section 391 of the Companies Act 2014. 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 independent auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and company's members, as a body, for our audit work, for this report, or for the opinions we have formed.



Simon Carbery  
for and on behalf of  
**BDO**  
Dublin  
Statutory Audit Firm  
AI223876

11 October 2023

Mellon Township Limited

Statement of financial activities (incorporating income and expenditure account)  
For the year ended 31 December 2022

	Note	Unrestricted funds 2022 €	Restricted funds 2022 €	Total funds 2022 €	Total funds 2021 €
<b>Income from:</b>					
Donations and charitable activities	4	590,962	26,698	617,660	113,794
Other income	5	11,069	-	11,069	76,267
<b>Total income</b>		<b>602,031</b>	<b>26,698</b>	<b>628,729</b>	<b>190,061</b>
<b>Expenditure on:</b>					
Raising funds	7	92,339	-	92,339	56,717
Charitable activities	6	559,891	10,000	569,891	246,417
<b>Total expenditure</b>		<b>652,230</b>	<b>10,000</b>	<b>662,230</b>	<b>303,134</b>
<b>Net (expenditure)/income</b>		<b>(50,199)</b>	<b>16,698</b>	<b>(33,501)</b>	<b>(113,073)</b>
<b>Net movement in funds</b>		<b>(50,199)</b>	<b>16,698</b>	<b>(33,501)</b>	<b>(113,073)</b>
<b>Reconciliation of funds:</b>					
Total funds brought forward		304,579	-	304,579	417,652
Net movement in funds		(50,199)	16,698	(33,501)	(113,073)
<b>Total funds carried forward</b>		<b>254,380</b>	<b>16,698</b>	<b>271,078</b>	<b>304,579</b>

All activities relate to continuing activities.

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

Signed on Behalf of the board:



**Niall Mellon**  
Director



**Frank Doyle**  
Director

Date **11/10/2023**

The notes on pages 14 to 25 form part of these financial statements.

**Mellon Township Limited**  
Registered number: 389423

**Balance Sheet**  
**As at 31 December 2022**

	Note	2022 €	2021 €
<b>Fixed assets</b>			
Tangible fixed assets	11	2,966	3,099
		2,966	3,099
<b>Current assets</b>			
Other debtors	12	11,366	16,259
Cash at bank and in hand		274,167	309,626
		285,533	325,885
Creditors: amounts falling due within one year	13	(17,414)	(24,398)
		268,119	301,487
<b>Net current assets</b>		268,119	301,487
<b>Total net assets</b>		271,085	304,586
<b>Charity funds</b>			
Called up share capital presented as equity	16	7	7
Restricted funds	13	16,698	-
Unrestricted funds	13	254,380	304,579
		271,085	304,586
<b>Total funds</b>		271,085	304,586

The financial statements were approved and authorised for issue by the trustees:

The financial statements were approved and authorised for issue by the Directors on 11 October 2023 and signed on their behalf by:



\_\_\_\_\_  
**Niall Mellon**  
Director



\_\_\_\_\_  
**Frank Doyle**  
Director

The notes on pages 14 to 25 form part of these financial statements.

**Mellon Township Limited**

**Statement of Cash Flows  
For the year ended 31 December 2022**

	Note	2022 €	2021 €
<b>Cash flows from operating activities</b>			
Net outgoing resources		<b>(33,501)</b>	(113,073)
Depreciation	11	<b>(1,806)</b>	(2,196)
Decrease/(increase) in Debtors	12	<b>4,893</b>	(1,656)
(Decrease)/increase on Creditors	13	<b>(6,984)</b>	(4,886)
<b>Net cash provided by operating activities</b>		<b>(19,818)</b>	(107,647)
<b>Cash flows from financing activities</b>			
Purchase of tangible fixed assets		<b>(1,673)</b>	(160)
<b>Net cash provided by financing activities</b>		<b>(1,673)</b>	(160)
<b>Change in cash and cash equivalents in the year</b>		<b>(21,491)</b>	(107,807)
Cash & cash equivalents at beginning of the financial year		<b>309,626</b>	417,433
<b>Cash and cash equivalents at the end of the year</b>		<b>288,135</b>	309,626

The notes on pages 14 to 25 form part of these financial statements

## Mellon Township Limited

### Notes to the Financial Statements For the year ended 31 December 2022

#### 1. General information

These financial statements comprising of the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes constitute the individual financial statements of Mellon Township Limited for the financial year ended 31 December 2022.

The company is a private company limited by shares. The registered office is Explorium Sports Science Centre, Blackglen Road, Sandyford, Dublin and the company number is 389423. The principal activities of the company are set out in the Directors Report. The charity is a public benefit entity.

#### 2. Accounting policies

##### 2.1 Basis of preparation of financial statements

The financial statements have been prepared on a going concern basis with reference to the recommendations of the revised Statement of Recommended Practice (SORP) accounting and reporting by Charities, Statement of Recommended Practices 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 the Companies Act 2014.

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 entity's accounting policies.

The following principal accounting policies have been applied:

##### 2.2 Going Concern

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

##### 2.3 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.

##### 2.4 Unrestricted Funds

Unrestricted funds are those which are expendable at the discretion of the entity in furtherance of the objects of the Charity.

##### 2.5 Designated Funds

Designated funds are unrestricted funds which are set aside for specific purposes by the Board of Directors.



## Mellon Township Limited

### Notes to the Financial Statements For the year ended 31 December 2022

#### 2. Accounting policies (continued)

##### 2.6 Incoming Resources

All incoming resources are included in the Statement of Financial Activities when the entity 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:

**Fundraising income** Fundraising income is credited to the Statement of Financial Activities at the time of receipt.

**Donations:** Donations are raised by volunteers and are taken into account at the time of receipt. Any excess funds raised for the Blitz are also recognised on 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.

**Legacy income:** Income from legacies is recognised when receipt is probable. Legacy income is recognised when there has been a grant of probate, the executors have established that there are sufficient assets in the estate, after paying liabilities to pay the legacy, and any conditions attached to the legacy have been met.

Grant income: Income from grants is received from related entities and is recognised on receipt.

##### 2.7 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.

Expenditure on charitable activities are 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. Where costs cannot be directly attributed, they have been allocated in proportion to estimated benefits received. Grants payable are recognised when there is a constructive obligation, payment is probable and it can be reliably measured.

Cost of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

##### 2.8 Reserves Policy

Unrestricted reserves indicate the resources on which the charity can draw upon to continue its work in the event of a downturn in income. The Directors have set the required reserves policy at €300,000 of unrestricted funds and this is assessed on a year to year basis based on the charity's forecast for the following 12 months of activity.

## Mellon Township Limited

### Notes to the Financial Statements For the year ended 31 December 2022

#### 2. Accounting policies (continued)

##### 2.9 Tangible fixed assets and depreciation

Tangible fixed assets currently in use in furtherance of the charity's objectives are stated in the balance sheet at cost less accumulated depreciation. A small number of assets not currently in use in furtherance of the charity's objectives are stated at the lower of cost less accumulated depreciation and net market value. Depreciation is provided on tangible assets, so as to write off the cost less estimated residual value of each asset over its expected useful economic life on a straight line basis at the following annual rates:

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, .

Depreciation is provided on the following basis:

Fixtures and fittings	-	25% per annum
Computer equipment	-	25% per annum

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Financial Activities.

##### 2.10 Debtors

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

##### 2.11 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.

##### 2.12 Creditors

Short term creditors are measured at the transaction price.

##### 2.13 Financial instruments

The Charity only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like related party receivables and other payables. Basic financial instruments are recorded at transaction price.

#### 3. Judgements in Applying Accounting Policies and Key Sources of Estimation Uncertainty

The Directors do not consider there to be any significant judgments or estimation used in the financial year.

**Mellon Township Limited**

**Notes to the Financial Statements  
For the year ended 31 December 2022**

**4. Income from donations and charitable activities**

	<b>Unrestricted funds 2022 €</b>	<b>Restricted funds 2022 €</b>	<b>Total funds 2022 €</b>
Donations and volunteer income (a)	568,750	-	<b>568,750</b>
Fundraising activities (b)	22,212	26,698	<b>48,910</b>
Donations in kind (c)	-	-	-
	<u>590,962</u>	<u>26,698</u>	<u><b>617,660</b></u>
	<i>Unrestricted funds 2021 €</i>	<i>Restricted funds 2021 €</i>	<i>Total funds 2021 €</i>
Donations and volunteer income (a)	35,085	-	35,085
Fundraising activities (b)	56,660	10,049	66,709
Donations in kind (c)	12,000	-	12,000
	<u>103,745</u>	<u>10,049</u>	<u>113,794</u>

- a) Volunteer income raised by individuals and companies in support of the building blitz and held in Cape Town.
- b) Fundraising activities is income generated from various activities held throughout the year.
- c) Donations in kind relates to a premises in Dublin that Mellon Township have received rent free and is using as an office. The office was vacated in 2021.

**5. Other income**

	<b>Unrestricted funds 2022 €</b>	<b>Total funds 2022 €</b>	<i>Total funds 2021 €</i>
Covid wage support scheme	11,069	<b>11,069</b>	76,267
	<u>11,069</u>	<u><b>11,069</b></u>	<u>76,267</u>

**Mellon Township Limited**

**Notes to the Financial Statements  
For the year ended 31 December 2022**

**6. Expenditure on Charitable Activities**

	<b>Unrestricted funds 2022 €</b>	<b>Restricted funds 2022 €</b>	<b>Total funds 2022 €</b>
Building Blitz in South Africa direct costs	183,987	-	<b>183,987</b>
Group charity transfer	128,783	-	<b>128,783</b>
Grant to Mellon Housing Initiative SA	-	10,000	<b>10,000</b>
Consultancy	67,715	-	<b>67,715</b>
Motor expenses	7,325	-	<b>7,325</b>
Staff costs	114,582	-	<b>114,582</b>
Office costs	2,860	-	<b>2,860</b>
Accommodation and Travel	43,458	-	<b>43,458</b>
Audit fees	11,181	-	<b>11,181</b>
	<u>559,891</u>	<u>10,000</u>	<u><b>569,891</b></u>
	<i>Unrestricted funds 2021 €</i>	<i>Restricted funds 2021 €</i>	<i>Total funds 2021 €</i>
Building Blitz in South Africa direct costs	-	-	-
Group charity transfer	-	-	-
Grant to Mellon Housing Initiative SA	-	12,264	12,264
Consultancy	66,383	-	66,383
Motor expenses	1,453	-	1,453
Staff costs	115,161	-	115,161
Office costs	2,932	-	2,932
Accommodation and Travel	3,318	-	3,318
BIK of rent free space	12,000	-	12,000
Other costs	21,576	-	21,576
Audit fees	11,330	-	11,330
	<u>234,153</u>	<u>12,264</u>	<u>246,417</u>

**Support Costs**

Support costs include governance costs such as secretary, audit and professional fees charged by external professional service providers. Total governance costs for 2022 were €13,897 (2021: €17,131)

Grants were paid to Mellon Housing Initiative of €10,000 (2021 - €12,264) a South African Charity in 2022 to assist with the Literacy Programme in South Africa. All support costs are allocated to these grant making activities.

**Mellon Township Limited**

**Notes to the Financial Statements  
For the year ended 31 December 2022**

**7. Cost of Raising Funds**

	2022 €	2021 €
Staff costs	28,539	28,790
Advertising	6,039	12,428
Accommodation & Travel	21,059	691
Other	36,702	14,808
	92,339	56,717

Other costs on raising funds include fundraising material and fundraising office costs.

**8. Net (expenditure)/income**

Net (expenditure)/income is stated after charging:

	2022 €	2021 €
Depreciation of tangible fixed assets	1,806	2,196
Auditors' remuneration	11,611	11,330
Accountancy	3,672	5,801
	17,089	19,327

As explained in note 10, members of the Board of Directors do not receive remuneration for their services as directors.

**9. Allocation of expenditure**

	Charitable activities	Cost of raising funds	Total Expenditure
Direct Expenditure	550,571	84,059	634,630
Allocation of support costs	19,320	8,280	27,600
<b>Total resources expended</b>	<b>569,891</b>	<b>92,339</b>	<b>662,230</b>

Members of the Board of Directors do not receive remuneration for their services as directors. Expenses directly incurred by the directors in carrying out their role are reimbursed, if claimed. There were expenses paid for by the charity for 1 director in the year amounting to €27,359 (2021 - €3,452) in respect of travel costs.

**Mellon Township Limited**

**Notes to the Financial Statements  
For the year ended 31 December 2022**

**10. Employees and staff costs**

	<b>2022</b>	<i>2021</i>
	€	€
Wages & salaries	<b>126,670</b>	<i>140,847</i>
Social welfare costs	<b>11,493</b>	<i>704</i>
Pension	<b>2,400</b>	<i>2,400</i>
	<b>140,563</b>	<i>143,951</i>
	<b>140,563</b>	<i>143,951</i>

The average number of persons employed by the charity during the year was as follows:

	<b>2022</b>	<i>2021</i>
	No.	No.
Average number of people employed	<b>4</b>	<i>4</i>
	<b>4</b>	<i>4</i>

**Senior staff remuneration**

The number of employees whose employee benefits (excluding employer pension costs) exceeded €40,000 was:

	<b>2022</b>	<i>2021</i>
	No.	No.
In the band €40,000 - €50,000	<b>1</b>	<i>1</i>

**Key management remuneration**

Key management refers to the senior staff of the company. The amount of key management remuneration paid in 2022 was €81,200 (*2021 - €94,533*). Members of the Board of Directors do not receive remuneration for their services as directors.

No amounts were capitalised in 2022 (*2021 - €NIL*).

**Mellon Township Limited**

**Notes to the Financial Statements  
For the year ended 31 December 2022**

**11. Tangible fixed assets**

	Fixtures, Fittings and Equipment €	Computer equipment €	Total €
<b>Cost or valuation</b>			
At 1 January 2022	10,260	9,459	19,719
Additions	-	1,673	1,673
At 31 December 2022	10,260	11,132	21,392
<b>Depreciation</b>			
At 1 January 2022	10,033	6,587	16,620
Charge for the year	199	1,607	1,806
At 31 December 2022	10,232	8,194	18,426
<b>Net book value</b>			
At 31 December 2022	28	2,938	2,966
<i>At 31 December 2021</i>	227	2,872	3,099

**12. Debtors: Amounts falling due within on year**

		2022 €	2021 €
Amounts owed by related parties	20	2,503	12,378
Debtors		8,863	3,881
		11,366	16,259

All debtors are due within one year.

**Mellon Township Limited**

**Notes to the Financial Statements  
For the year ended 31 December 2022**

**13. Creditors: Amounts falling due within one year**

		2022 €	2021 €
Trade creditors		2,593	9,843
Amounts owed to related parties	20	-	556
PAYE/PRSI		2,898	1,890
Accruals		11,923	12,109
		17,414	24,398

The repayment terms of creditors vary between on demand and 90 days. No interest is payable on trade creditors.

Tax & social security are subject to the terms of the relevant legislation.

The terms of accruals are based on the underlying contracts.

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

**14. Movement in Funds**

	At the start of year 2022 €	Incoming resources 2022 €	Outgoing resources 2022 €	Transfer between funds €	At the end of year 2022 €
Restricted funds	-	26,698	(10,000)	-	16,698
Unrestricted Funds	304,579	602,031	(652,230)	-	254,380
	304,579	628,729	(662,230)	-	271,078

  

	At the start of year 2021 €	Incoming Resources 2021 €	Outgoing resources 2021 €	Transfer between funds €	At the end of year 2021 €
Restricted funds	-	10,049	(12,264)	2,215	-
Unrestricted funds	417,652	180,012	(290,870)	(2,215)	304,579
	417,652	190,061	(303,134)	-	304,579



**Mellon Township Limited**

**Notes to the Financial Statements  
For the year ended 31 December 2022**

**15. Analysis of Net Assets**

	<b>Unrestricted funds 2022 €</b>	<b>Total funds 2022 €</b>
Tangible Fixed Assets	2,966	<b>2,966</b>
Current Assets	285,533	<b>285,533</b>
Creditors	(17,414)	<b>(17,414)</b>
	271,085	<b>271,085</b>
	271,085	<b>271,085</b>
	<i>Unrestricted funds 2021 €</i>	<i>Total funds 2021 €</i>
Tangible Fixed Assets	3,099	3,099
Current assets	325,885	325,885
Creditors	(24,398)	(24,398)
	304,586	304,586
	304,586	304,586

**16. Financial instruments**

	<b>2022 €</b>	<b>2021 €</b>
<b>Financial assets</b>		
Financial assets measured at amortised cost	<b>285,533</b>	325,885
	<b>285,533</b>	325,885
	<b>2022 €</b>	<b>2021 €</b>
<b>Financial liabilities</b>		
Financial liabilities measured at amortised cost	<b>14,516</b>	22,508
	<b>14,516</b>	22,508

Financial assets measured at amortised cost comprise cash at bank and in hand and amounts owed by related parties and debtors.

Financial liabilities measured at amortised cost comprise trade creditors, other creditors and amounts owed to related parties.

## Mellon Township Limited

### Notes to the Financial Statements For the year ended 31 December 2022

#### 17. Called Up Share Capital present as equity

	2022 €	2021 €
<b>Authorised Share Capital</b>		
1,000 Ordinary Shares of €1.00 each	<u>1,000</u>	<u>1,000</u>
<b>Issued Share Capital</b>		
7 Ordinary Shares of €1.00 each	<u>7</u>	<u>7</u>

#### 18. Taxation

No charge to taxation arises as the company has been granted charitable exemption by the Revenue Commissioners.

#### 19. Pensions

The company operates a defined contribution scheme for employees. The assets of the scheme are held separately from those of the company in an independently administered fund. The defined contribution charge for the financial year was €2,400 (2021 - €2,400). The amount due at financial year end was €NIL (2021 - €NIL).

#### 20. Related party transactions

##### **Mellon Educate UK**

Mellon Educate UK is a related party by virtue of a Trustee of Mellon Educate (UK) also being a Director of Mellon Township Limited. Mellon Township Limited receive grants from Mellon Educate UK for the Blitz. The amount of grants received in 2022 was €NIL (2021 - €NIL). There was an amount owing by Mellon Educate UK of €2,503 (2021 amounts owed to - €556).

##### **Mellon Housing Initiative (SA)**

Mellon Housing Initiative (SA) is a related party by common Directors. During the financial year, Mellon Township Limited approved grants to Mellon Housing Initiative (SA) of €10,000 (2021 - €12,264) to Mellon Housing Initiative. There is a balance of €NIL owing to Mellon Township Limited at year end (2021 - €NIL).

#### 21. Capital Commitments

The Charity had no capital commitments at the financial year end (2021 - €NIL).

#### 22. Contingent Liabilities

The Charity had no contingent liabilities at the financial year end (2021 - €NIL).

#### 23. Post balance sheet events

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

**Mellon Township Limited**

**Notes to the Financial Statements  
For the year ended 31 December 2022**

**24. Approval of financial statements**

The financial statements were approved and authorised on **11/10/2023**