

LIVING WORD INTERNATIONAL

Charity No. 1165611

Company No. 09523029

TRUSTEES' REPORT AND UNAUDITED FINANCIAL STATEMENTS

For the year ended 30th April 2017

LIVING WORD INTERNATIONAL**REPORT OF THE TRUSTEES****FOR THE YEAR ENDED 30th APRIL 2017**

CONTENTS

	Page
Report of the Trustees	2
Financial Review	6
Reference and Administrative Information	8
Statement of Trustees Responsibilities	9
Statement of Financial Activities	10
Independent Examiner's Report to the Trustees	18

LIVING WORD INTERNATIONAL

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 30th APRIL 2017

The trustees present their annual report and financial statements of the charity for the year ended 30th April 2017. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published on 16 July 2014.

OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT

The purposes of the Trust as set out in its governing declaration of trust can be summarised as:

Object 1 - To advance the Christian faith in accordance with the Statement of Beliefs appearing in the Schedule in the United Kingdom and the World as the directors of the Charity may from time to time think fit and to fulfill such other purposes which are exclusively charitable according to the law of England and Wales and are connected with the charitable work of the Charity.

Object 2 - To relieve sickness and financial hardship and to promote good health by the provision of funds, goods or services of any kind, including through the provision of counselling and support in the United Kingdom or the World as the directors from time to time think fit.

The organization achieves these objectives by:

Activity 1 - Supplying funding, subject to appropriate accountability, to "Living Word Uganda" a Ugandan registered charitable company with staff, which provides free education to Ugandan University students by means of an annual conference, a training course and regional events throughout the year.

Activity 2 - Supplying grants and very low interest rate repayable loans to selected Ugandan individuals to enable them to start businesses that will support them and their families successfully.

Activity 3 - Supplying funding, subject to appropriate accountability, for infrastructure projects and other essential needs to a school for pre- and primary school children in South West Uganda – The "Amazing Grace Pre-primary and Primary School" in Kisoro. The School is managed by a Ugandan charity: "Amazing Grace Advocacy and Support for the Vulnerable", not linked to "Living Word Uganda".

The trustees confirm that they have referred to the Charity Commission's guidance on public benefit when reviewing the Trust's aims and objectives, in planning future activities.

LIVING WORD INTERNATIONAL

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 30th APRIL 2017

DELIVERY OF PUBLIC BENEFIT AND MONITORING OF ACHIEVEMENT

In the reporting period Living Word International provided public benefit through:

Activity 1 – Supplying funding with appropriate accountability to "Living Word Uganda" a Ugandan registered charitable company which provides education to students concerning the Christian faith and how it is to be lived out.

During the period covered by this report a total of £27,992 was made as donations to “Living Word Uganda”. This Ugandan registered charity provides education to undergraduate and post graduate students in Uganda.

The education is centred on the Christian faith and how it is to be lived out, particularly encouraging charitable acts to others regardless of tribe, culture, religion or ethnicity.

In January 2017, 205 participants attended the annual 5-day residential conference in Lubowa, Kampala which was also attended by Dr. Creed (Chair of Trustees) who lectured at the conference. This visit also allowed for Dr. Creed to meet the 3 Directors of Living Word Uganda and 6 staff members (4 full time Ugandan nationals, 1 part-time German national, 1 part-time British national) to review and plan the year ahead.

During the year multiple regional day events throughout Uganda covering 40 universities were held to provide further education to an estimated 1200 students.

From June to August a three month “Apprenticeship Ministry Training Programme” began and was completed to cater for postgraduate students by providing more extensive training including church placements for 5 students.

In addition to the face to face visit made by Dr. Creed, Mr. Neil Watkinson (an advisor to the Board of Trustees) also made a face-to-face visit to the staff and Directors of Living Word Uganda in March 2017. Regular skype meetings, phone and email correspondence have occurred between the Directors and staff at Living Word Uganda and Trustees at Living Word International. Satisfactory monthly account updates and activity reports have been received as has an annual financial report from Living Word Uganda, requirements specified in a partnership agreement between the Trust and Living Word Uganda in order for funding to be provided.

LIVING WORD INTERNATIONAL**REPORT OF THE TRUSTEES****FOR THE YEAR ENDED 30th APRIL 2017**

Activity 2 – Supplying grants and very low interest rate repayable loans to selected Ugandan individuals to enable them to start businesses that will relieve poverty by supporting them and their families successfully.

At the start of the period covered by this report one very low interest rate loan was outstanding, but by the end of the period no loans were outstanding. During the period none were made by Living Word International to Living Word Uganda for onward lending to deserving individuals.

The application process is open to any Ugandan citizen aspiring to start their own small business. In practice this tends to be by invitation to individuals known to be in financial need and with the necessary ability to successfully run a business, but it is open to all. The application requires details of:

- a) The Business Plan detailing how the loan will be spent, associated market research, implementation plan with financial estimates and contingencies.
- b) The repayment plan. (Note: Typically interest rates will be charged between 0% (capital only) and 1.5% per month (maximum) and the repayment is typically over 2-10 years depending on the size of the loan. This rate of interest compares with 3-5% per month that would ordinarily be charged by Ugandan banks for a similar loan.
- c) The applicant by way of his/her curriculum vitae.

On receipt of the application if the finances are available to provide the loan, each application is assessed according to the following criteria:

- a) The assessed viability of the proposed business plan for success, with priority being given to business proposals that are deemed to be most likely to succeed.
- b) The size of the loan is in accordance with what is deemed appropriate for the business plan, the likelihood of successful repayment and amount of benefit to relieve poverty. Priority is given to proposals that involve small loans with a high likelihood of repayment and which relieve the most poverty.
- c) The financial needs of the applicant. Preference is given to unemployed individuals and those with dependents. A basic assessment of wealth is made by visiting the residence of the applicant. References are also taken in this regard where possible.
- d) The proven good character of the applicant. This is made by interview and taking references, but priority is given to applicants where the referees themselves are known to be of proven good character to Living Word International or Living Word Uganda.

LIVING WORD INTERNATIONAL

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 30th APRIL 2017

After assessing an application as appropriate, Living Word International draws up an agreement with the applicant detailing the repayment plan along with other requirements such as the need to inform Living Word International of any change of contact details.

Payments are made monthly and failure to make a payment immediately triggers an enquiry. If there are mitigating circumstances the repayments may be suspended until such a time as they can be restarted. Living Word International never applies financial penalties for the failed repayment of loans as the aim is always to relieve, not cause poverty. Although there has never yet been a case of an individual who has disappeared (or attempted to disappear) with subsequent failure to make repayments, Living Word International acknowledges that under these circumstances the finance for the loan would not be retrievable.

Activity 3 - Supplying funding, subject to appropriate accountability, for infrastructure projects and other essential needs to a school for pre- and primary school children in South West Uganda and so provide education and the relief of poverty.

During the period covered by this report approximately 360 children (aged 3-13) received high quality schooling at pre-primary and primary school level at "Amazing Grace Pre- and Primary School" in Kisoro, South West Uganda as proven by excellent Primary Leaving Examination results (2nd place in the district). 43% of these children were chosen from extremely poor backgrounds and most are orphans. These are subsidized mostly in full, and so would otherwise be unable to pay for schooling. The parents of the remaining children help by paying school fees to pay for the ongoing staff / running costs of the school, but this is not sufficient for the infrastructure / other essential facilities needed at the school.

During the year financial support of £13,824 was sent to the school by Living Word International and was spent on a variety of infrastructure projects including:

- a) A new purpose-built brick and mortar kitchen building to replace a temporary structure made from corrugated iron sheets.
- b) A side wall to the school premises to improve pupils' safety.
- c) A new water storage tank.
- d) A new brick and iron front gate to the school to replace the temporary corrugated structure so also improving pupil security.
- e) The purchase of a small additional piece of land on which an additional dormitory is planned.

Dr. Creed (Chair of Trustees) visited the school in January 2017 to inspect the accounts, bank statements and infrastructure projects and confirms the funds have been spent as specified by the school. He was also able to speak to the 30 staff at the school and reported a positive relationship with the Directors of the School. Dr. Creed acts as the UK Director for the school and was able to plan with the Ugandan Directors the school's future infrastructure projects.

LIVING WORD INTERNATIONAL**REPORT OF THE TRUSTEES****FOR THE YEAR ENDED 30th APRIL 2017**

FINANCIAL REVIEW

The financial statements for the year ended 30th April 2017 are specified below. These statements show how the funds have been applied in the period. The Trustees believe that the Trust is in a satisfactory financial position at the year end and is in a position to meet all its obligations. The Trustees confirm that the assets of the Charity are held solely for the charitable objectives set out in this report.

FUND RAISING OBJECTIVES AND SOURCES

Since the Trust's inception its target has been to raise sufficient funds to meet that aimed towards in the agreed annual budget with Living Word Uganda and for the development and running of Amazing Grace School. The objective is primarily to raise what we can and pass the funds on in furtherance of the three activities stated above.

Donors make gifts to the charity designating that they be allocated either to the Living Word Uganda fund, the Loans fund or to the Amazing Grace School fund. The Trust is also able to receive funds to be allocated entirely at the discretion of the Directors to one of those three funds. No restricted gifts have been made: all donations are accepted with the agreement that a portion of the donation may be used to cover the UK expenses of the charity. A target 'UK governance expenses to total donations ratio' of 3% is maintained and to date the charity has operated well within this limit. The amounts designated in respect of each fund are specified in Note 5 to the accounts.

The Trust's work is dependent on a continuing flow of donations. The funding sources of the charity are from voluntary contributions from individuals and churches across the United Kingdom. The charity does not accept donations in cash.

The Trustees are encouraged that its supporting individuals and churches have demonstrated a loyalty to the Trust and expect their contributions to continue, but the Trustees will also continue to encourage voluntary contributions from other individuals and churches to allow the Trust to sustain its current activities.

As at the year-end there were no confirmed future donor contribution commitments and there were no binding future obligations to fund current or prospective projects.

INVESTMENT POLICY AND PERFORMANCE

The Trust ensures that its current bank account, which does not pay interest, holds all its received donations until they are paid out to grant and loan beneficiaries. The Trust does not receive or hold any monies as cash in hand. Funds for the three objectives are co-mingled in a single bank account but the designated purpose for which the funds were donated is maintained.

LIVING WORD INTERNATIONAL

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 30th APRIL 2017

MANAGEMENT RESOURCES AND EXPENSES

All the activities of the Charity are undertaken by unpaid volunteers. There were no costs incurred other than expenses paid to volunteers and trustees. All payments of expenses were approved by the trustees and made against documented receipts of expenditure. Details of the expenditure are stated in note 2 to the accounts.

RESERVES & INVESTMENTS POLICY

By 30th April 2018 the Charity aims to hold reserves in each designated fund to cover three months of funding for the projects it supports, currently estimated at a total of £10,000. The Trust's investments policy is to hold reserves as cash in bank. As at 10 January 2018 cash balances were £6,612 in the current account with a further £10,009 held in a savings account that was opened in July 2017. These funds were designated as £14,828 to Living Word Uganda and £1,793 to Amazing Grace School.

RISK ASSESSMENT

The Trustees have carried out a review of the potential risks to the Trust and believe that there are satisfactory systems in place to identify and mitigate any material exposure. The principal risks faced by the Trust:

Objective	Risk	Mitigation
Object 1 - Living Word Uganda	a) Misappropriation of funds. b)The inherent risks of working in Uganda's financial, banking, ethical and legal climate.	<ul style="list-style-type: none"> The Trust does not pledge credit and its sole asset is cash held in a UK bank. Close monitoring of the use of funds through visits, Skype conversations, reference take-up, and emails. Strong relationships are sustained with all parties supported by the Trust in an effort to minimize any loss to the Trust or poor use of funds. Financial controls – budget monitoring, monthly reporting, audits of bank accounts and financial practice. Structural and ethical accountability of the LWU board and staff to the LWI board is explicit in the partnership agreement with LWU. (Objective 1 only)
Object 2 - Small loans	a) Misappropriation of funds loaned or granted. b)The recipient becomes unable to repay according to the agreed terms. c)The inherent risks of working in Uganda's financial, banking ethical and legal climate.	
Object 3 - Amazing Grace School	a) Misappropriation of funds. b)The inherent risks of working in Uganda's financial, banking ethical and legal climate.	

PLANS FOR THE FUTURE

The Trust intends to continue with its support of Living Word Uganda and the Amazing Grace School at a level of financial commitment similar to that of the current financial year. New projects are not initiated until the funds to pay for them are in hand. The Trust is increasing its volunteers' efforts in raising money from Churches in Britain in the expectation that at least the current level of donations will be maintained in future.

LIVING WORD INTERNATIONAL

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 30th APRIL 2017

STRUCTURE, GOVERNANCE AND MANAGEMENT

The trustees consider the board of trustees and the chief executive as comprising the key management personnel of the charity in charge of directing and controlling the charity and running and operating the charity on a day to day basis. All trustees give of their time freely and no trustee remuneration was paid in the year. Details of trustee expenses and any related party transactions are disclosed in note 2 to the accounts. Trustees are required to disclose all relevant interests and register them with the Chief Executive and in accordance with the Trust's policy withdraw from decisions where a conflict of interest arises.

New trustees are appointed by the existing trustees and serve for one year after which they may put themselves forward for re-appointment. The Trust Deed provides for a minimum of three trustees, but does not stipulate any maximum number. At the quarterly trustees' meetings, the trustees agree the broad strategy and areas of activity for the Trust, including consideration of grant making, investment, reserves and risk management policies and performance.

The trustees all share a united faith in the Lord Jesus Christ. It is the desire of the trustees to offer in service their experience to the Christian charitable work in which they become involved, making the charity a "behind the scenes" supporter for the majority of its work.

REFERENCE AND ADMINISTRATIVE INFORMATION

The charity was established by a charitable trust settlement dated 17th February 2016 and is registered with the Charity Commissioners as number 1165611. It is also registered as a private company limited by guarantee and not having a share capital as number 09523029. These financial statements represent the 2nd year of operation under a Memorandum and Articles of Association established on the 1st April 2015. The charity became operational with the first donations it received in November 2015.

For the year to 30 April 2017 the Trustees were:

Dr. David Stuart Creed - Chair, Chief Executive, Treasurer and Trustee

Rev. Stephen Paul Smith - Trustee

Ms. Florence Louise Bosley Menzies – Secretary and Trustee

The Bankers for the Charity are Barclays Bank, St. Andrew's Street, Cambridge, CB2 3AR.

The Independent Examiner is Ruth Smith CA Stewardship Services (UKET) Limited, 1 Lamb's Passage, London EC1Y 8AB.

The Principal address for the Charity is: Living Word International, 5 Sternes Way, Stapleford, Cambridgeshire CB22 5DA.

LIVING WORD INTERNATIONAL**REPORT OF THE TRUSTEES****FOR THE YEAR ENDED 30th APRIL 2017**

TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period. In preparing the financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures that must be disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust deed. They are also responsible for safeguarding the assets of the charity and taking reasonable steps for the prevention and detection of fraud and other irregularities. The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website in accordance with legislation in the United Kingdom governing the preparation and dissemination of financial statements.

Approved by the Board of Trustees on 27th February 2018

And signed on their behalf by:

Dr. David S. Creed, Director

LIVING WORD INTERNATIONAL

REPORT OF THE TRUSTEES - STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30th APRIL 2017

Balance Sheet as at 30 April 2017

	<i>Notes</i>	<i>2017</i>	<i>2016</i>
		<i>£</i>	<i>£</i>
Fixed Assets		-	-
Current Assets		2,208	7,684
Prepayments and accrued income		-	-
Creditors: amounts falling due within one year		0	0
Net current assets (liabilities)		<u>2,208</u>	<u>7,684</u>
Total assets less current liabilities		<u>2,208</u>	<u>7,684</u>
Creditors: amounts falling due after more than one year		0	0
Provisions for liabilities		0	0
Accruals and deferred income		0	0
Total net assets (liabilities)		<u>2,208</u>	<u>7,684</u>
Reserves		<u>2,208</u>	<u>7,684</u>

- For the year ending 30 April 2017 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.
- The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.
- The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.
- The accounts have been prepared in accordance with the micro-entity provisions and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the Board of Trustees on 27th February 2018

And signed on their behalf by:

Dr. David S. Creed, Director

LIVING WORD INTERNATIONAL

REPORT OF THE TRUSTEES - STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30th APRIL 2017

	Note	Total Funds (£) (to 30.4.17)	Total Funds (£) (to 30.4.16)
INCOME AND ENDOWMENTS FROM	6		
Gifts and donations for Living Word Uganda Fund		25,205	20,970
Gifts and donations for Loans Fund		0	0
Gifts and donations for Amazing Grace Fund		14,439	1,766
TOTAL INCOME AND ENDOWMENTS		39,644	22,736
EXPENDITURE ON	4		
Donations made to Living Word Uganda		27,992	14,952
Donations made to Loans Fund		0	0
Donations made to Amazing Grace School		13,824	0
Governance costs and UK expenses	2	3,304	100
TOTAL EXPENDITURE		45,120	15,052
NET INCOME (EXPENDITURE) FOR THE YEAR		(5,476)	7,684
Total funds brought forward	5	7,684	0
Total funds carried forward	5	2,208	7,684

NOTES TO THE ACCOUNTS

1. Accounting Policies

(a) Basis of preparation and assessment of going concern

The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011. The trust constitutes a public benefit entity as defined by FRS 102.

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

LIVING WORD INTERNATIONAL**REPORT OF THE TRUSTEES - STATEMENT OF FINANCIAL ACTIVITIES****FOR THE YEAR ENDED 30th APRIL 2017**

(b) Funds structure

The charity generally receives funds designated to either the Living Word Uganda fund, the Loans Fund or the Amazing Grace School fund, but may also receive funds to be allocated according to the discretion of the Trustees to one of these funds. None of the charity's income is restricted in its use. UK expenses are met from the fund most appropriate to the expense. Undesignated income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. The Trust held no undesignated funds at the year-end. Further details of each fund are disclosed in note 5.

(c) Income recognition

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably. Donations are recognised when the Trust has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period. No gifts or donations were received in the year other than as bank cheques and deposits or bank transfers.

(d) Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably. All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings. For more detail on this attribution refer to note 2.

Grants payable are payments made to third parties in the furtherance of the charitable objects of the Trust. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Trust. Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable. Multi-year grants are not made.

(e) Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

LIVING WORD INTERNATIONAL**REPORT OF THE TRUSTEES - STATEMENT OF FINANCIAL ACTIVITIES****FOR THE YEAR ENDED 30th APRIL 2017**

(f) Allocation of support and governance costs

All centrally incurred costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to independent examination and legal fees. Governance costs and support costs relating to charitable activities have been apportioned to the funds supported by the charity based on the purpose of the expenditure. The allocation of support and governance costs is analysed in note 3.

(g) Costs of raising funds

There were no costs of generating funds in the year.

(h) Charitable activities

Costs of charitable activities include grants made, governance costs and an apportionment of support costs is shown in note 4.

(i) Tangible fixed assets and depreciation

The charity holds no fixed assets.

(j) Fixed asset investments

The charity holds no fixed asset investments and consequently has no realized or unrealized gains or losses.

(k) Contingent liabilities

A contingent liability is identified and disclosed for those grants resulting from: (1) a possible obligation which will only be confirmed by the occurrence of one or more uncertain future events not wholly within the trustees' control; or (2) a present obligation following a grant offer where settlement is either not considered probable; or (3) the amount has not been communicated in the grant offer and that amount cannot be estimated reliably.

LIVING WORD INTERNATIONAL

REPORT OF THE TRUSTEES - STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30th APRIL 2017

2. Trustees' expenses and remuneration and other costs

The trustees all give freely their time and expertise without any form of remuneration or other benefit in cash or kind (2016: £nil). Expenses paid to the trustees and other costs incurred in the year were £3,304 (2016: £100). These expenses were made up of:

Purpose of Expense	Recipient	Amount	
		2017	2016
Shipment of Books to Uganda	David S. Creed	£483	-
'Sponsor a child' print costs	David S Creed	£40	-
Train tickets to Trustees meetings for D.S. Creed and F. Menzie	David S. Creed	£236	-
Shipment of Reading Material	David S. Creed	£193	-
Flight to Uganda	David S. Creed	£608	-
Visa to enter Uganda	David S. Creed	£41	-
Flight to Uganda	Andrew Solly	£790	-
Kenya to Kampala travel for Conference	Daniel Odhiambo	£345	-
Expenses paid on behalf of LW Uganda	R Holyome via CrossLinks	£75	-
International Bank Transfer Charges		£493	£100
Total		£3,304	£100

Daniel Odhiambo's costs were funded by a contribution to the charity from Christchurch South Cambs. Rachael Holyome is a missionary in Kampala who works for Living Word Uganda for one day a week.

All payments of expenses were approved by the trustees and made against documented receipts of expenditure.

No professional fees were incurred in the year. Subsequent to the filing of the 2016/17 accounts it was determined that the Trust needed to comply with the Charities SORP and that the fees incurred in preparing the SORP, and having it examined by an independent examiner, would be approximately £500 plus VAT. No provision was made for this expense since the amount is considered immaterial. The expense incurred for 2016/17 and a provision for a similar amount for 2017/18 will be made in the 2017/18 accounts.

LIVING WORD INTERNATIONAL

REPORT OF THE TRUSTEES- STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30th APRIL 2017

3. Allocation of governance and other support costs

Expenses shown in note 2 were allocated to the three activities' funds according to the origin and purpose of the expense with Living Word Uganda bearing all costs not directly associated with Amazing Grace School funding or activities.

There were no other support costs incurred in the year. The £100 of bank transfer costs in 2016 were allocated to Living Word Uganda.

Cost Allocation	Living Word Uganda	Amazing Grace School	Total
UK Administration	£3,039	£265	£3,304

4. Analysis of charitable expenditure

The charity undertakes its charitable activities through grant making to Living Word Uganda and the Amazing Grace School. Grants made in the year and the purpose of the grant are analysed in the table below.

Living Word Uganda	2017 (£)	2016 (£)
Conference expenses	12,457	5,460
Printing machine	3,575	8,292
Day-to-day running costs	11,960	1,200
Total	27,992	14,952

Amazing Grace School	2017 (£)	2016 (£)
Kitchen building and equipment	4,525	0
Front gate and side wall	4,500	0
Land purchase	4,104	0
Sundry items	695	0
Total	13,824	0

LIVING WORD INTERNATIONAL

REPORT OF THE TRUSTEES - STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30th APRIL 2017

5. Analysis of charitable funds: movements, reserves and restricted/unrestricted status

No income or expenditure was incurred in either 2016 or 2017 on objective 2: the making of grants and loans to small business enterprises. No funds brought forward or received were restricted.

All funds received in the year were designated by their donors to Living Word Uganda or Amazing Grace school with the agreement that their funds may be used to meet the charity's UK expenditure. Undesignated funds at year end were: £nil (2016: £nil).

Analysis of funds Movements 2016 (£)	Balance b/forward	Designated Income	Allocated Costs	Grants Made	Funds c/forward
Living Word Uganda	0	20,970	100	14,952	5,918
Amazing Grace School	0	1,766	0	0	1,766
Total	0	22,736	100	14,952	7,684
2017 (£)					
Living Word Uganda	5,918	25,205	3,039	27,992	92
Amazing Grace School	1,766	14,439	265	13,824	2,116
Total	7,684	39,644	3,304	41,816	2,208

6. Income from donors

Donations received in the years to 30 April 2017 and 2016 are listed below. All donations were designated by each donor to one or the other of the two active funds.

Donors are encouraged to give through tax-efficient Gift Aid schemes. Gift Aid tax receipts were reviewed and allocated to Living Word Uganda or Amazing Grace School and are shown in the table below. Unclaimed potential Gift Aid tax rebates at the year end were £320 (2016: £9).

Donor debtors at the year end were £nil (2016: £nil).

LIVING WORD INTERNATIONAL

REPORT OF THE TRUSTEES - STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30th APRIL 2017

Donor source	Amount (£)		Designated Fund
	2017	2016	
Trustees of Living Word International	5,000	2,000	Living Word Uganda
Charitable trusts	6,000	625	Living Word Uganda
Individual donors	11,807	18,345	Living Word Uganda
Gift Aid received	2,398	0	
Total Living Word Uganda	25,205	20,970	
Trustees of Living Word International	4,000	0	Amazing Grace
Charitable trusts	504	1,251	Amazing Grace
Individual donors	8,970	515	Amazing Grace
Gift Aid received	965	0	
Total Amazing Grace School	14,439	1,766	
Total all Sources	39,644	22,736	

**INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF
Living Word International
(‘the Company’)**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 April 2017 on pages 10 to 17 previously following, which have been prepared on the basis of the accounting policies set out on pages 11 to 13 previously.

Responsibilities and basis of report

As the charity’s trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 (‘the 2006 Act’).

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity’s accounts as carried out under section 145 of the Charities Act 2011 (‘the 2011 Act’). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner’s statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a ‘true and fair’ view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Ruth Smith CA

For and on behalf of:
Stewardship
1 Lamb's Passage
London, EC1Y 8AB

27 February 2018