



KIDS IN KATHMANDU NEPAL

"a better life through education"

Annual Report and Accounts 2013-2014



Kids in Kathmandu Nepal supports orphaned and underprivileged children and young people in Kathmandu by providing facilities and activities that assist in advancing their education to improve their life chances

KIDS IN KATHMANDU NEPAL
(A company limited by guarantee)
REPORT AND FINANCIAL STATEMENTS
TO 30 JUNE 2014

Company Registration Number: 07517465

Charity Registration Number: 1142150

Kids in Kathmandu Nepal

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Cover photo shows Founder/Chief Officer, Lai See Chew, with some of KIKN's sponsored children in September 2013

**KIDS IN KATHMANDU NEPAL
REFERENCE AND ADMINISTRATIVE INFORMATION
FOR THE YEAR ENDED 30 JUNE 2014**

Trustees/Directors:

- Rachel Burnett
- Lai See Chew Founder/Chief Officer
- John Crowe
- Janet Davies Chair
- Alan Gartrell (resigned 18.11.13)
- Simon Kleinig

Company Registration Number

07517465

Charity Registration Number

1142150

Registered Office

58 Durban Road, Beckenham, Kent, BR3 4EZ

Bankers

HSBC Bank, 141 High Street, Beckenham, Kent, BR3 1BX

KIDS IN KATHMANDU NEPAL
TRUSTEES' REPORT
FOR THE YEAR ENDED 30 JUNE 2014

The Trustees, who are also Directors of the charitable company for the purpose of the Companies Act 2006, submit their annual report and the financial accounts for Kids in Kathmandu Nepal (KIKN) for the year ended 30 June 2014. The Trustees confirm that the annual report and financial accounts comply with the current statutory requirements, the requirements of the company's governing documents and the provisions of the Charities Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in March 2005.

STRUCTURE AND GOVERNANCE

Organisational Structure

Kids in Kathmandu Nepal was incorporated as a company limited by guarantee on 02 February 2011 (company number 7517465) and registered as a charity with the Charity Commission on 27 May 2011 (charity number 1142150). The charity is governed by its Articles of Association. Legal responsibility for the management of the charity is vested in the Board of Trustees.

The charity has no members, other than the Trustees. It has no ties with any other organisation. The Board of Trustees makes all strategic decisions.

Mr Alan Gartrell was Chair until November 2013, when he resigned. Mrs Janet Davies was duly elected as the new Chair.

Ms Chew acts as the Chief Officer of the charity and co-ordinates activities, including providing agendas and minutes of meetings, reporting to sponsors on the children they support and liaising with the orphanage and schools that we support in Nepal.

The Save Lives Foundation Orphanage is the hub of the charity's work in Kathmandu. Uma Mathema, House Mother, is our main contact in Nepal. She liaises with the schools and with parents or families of sponsored children who live in their family homes, monitors operational projects and brings to our attention any matter she considers the charity needs to know. She assists the Chief Officer to identify and prioritise potential new projects. During the year, on our behalf, she purchases authorised goods for the children or schools from our Nepal account.

Bank transfers of funds to Nepal require the authorisation of the Chief Officer or Chair, after approval by Trustees. We have a dedicated bank account in Nepal, operated by Uma Mathema, and we receive copies of the bank statements, so that we are able to monitor expenditure.

Each year, the Chief Officer visits Nepal (at her own expense), staying at the orphanage and visiting the schools and meeting all sponsored children, to ensure that the transferred funds have been utilised as directed. She is also able to identify any matters of which the Trustees should be made aware, including new children to be sponsored or additional requirements for funding at the orphanage or schools.

The Charity's Annual General Meeting, in accordance with the Articles of Association, was held in February 2014, when children's sponsors and Friends of the charity were invited to attend.

Staff

Kids in Kathmandu Nepal charity does not employ any staff and has no premises costs. All its administrative duties and fund-raising efforts are carried out by the Trustees and by Friends of the charity.

Recruitment and Appointment of Trustees

The Articles of Association provide that Trustees (Directors) are appointed for a period of four years, when they must retire, but can be re-appointed in accordance with the rules outlined in clause 31 of

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the Articles of Association. The minimum number of Trustees is three, with no maximum number stated. Trustees can be appointed at any general meeting, under the terms of the Articles of Association.

All the Trustees are also sponsors of children supported by KIKN. We ask that all potential new Trustees attend a Board meeting and meet with the other Trustees, before consideration of appointment.

The Board of Trustees holds quarterly Trustees' meetings. The Chief Officer and Chair meet at least monthly to oversee the administrative duties of the charity, deal with financial matters and to plan activities, including fund-raising events.

Induction and Training of Trustees

New Trustees are provided with detailed information about Trustee responsibilities, and provided with Trustee guidance material sourced from the Charity Commission. We refer to this guidance and to our Articles of Association, particularly when new Trustees are appointed.

As the charity provides for the needs of children, albeit in Nepal, we have a Child Protection Policy which is given to Trustees and all sponsors of individual children.

OBJECTS AND ACTIVITIES

Summary of Objects

Some of the children we support are coming to the end of their secondary education schooling. Following consultation with the Charity Commission regarding a change in the charity's Objects, we have formally amended our Objects so that we can continue to support our sponsored children into young adulthood and fund higher or further education courses that they may wish to attend.

The amended and approved Objects are as follows:

- To relieve the poverty of orphaned and underprivileged children and young people up to the age of twenty four (24) years in Kathmandu Nepal by the provision of clothing, equipment and other goods for daily living; and
- To advance in life and relieve the needs of orphaned and underprivileged children and young people up to the age of twenty four (24) years in Kathmandu Nepal by providing support, facilities and activities which assist in advancing their education and developing their skills, capacities and capabilities to enable them to participate in society as mature and responsible individuals.

Summary of the Main Activities Undertaken in Relation to these Objects

Sponsored Children

In June 2014 the charity was sponsoring a total of 29 children. Eight sponsored children are cared for at the Save Lives Foundation Orphanage and the others are pupils from the Shree Neel Barahi School and other local schools. The orphanage and the Shree Neel Barahi School are in Kalimati, an impoverished area of Kathmandu where many of the families live below subsistence level. Nepal is one of the poorest countries in the world. Not all the children we support are orphans, but those who are not orphans are often living in one-parent, destitute families.

For sponsored children, the funding ensures that they have adequate summer and winter clothing, school uniforms and essential equipment for schooling, and pays for their school fees. For children who live with their families, we also provide a table and a large solar rechargeable battery lamp to

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FOR THE YEAR ENDED 30 JUNE 2014

enable them to do their homework during the daily power cuts (some homes have no electricity at all). We fund extra-curricular English classes for all our sponsored children. The ability to communicate in English is a means to further education and/or to improve employment opportunities.

The majority of the sponsored children whom we support are girls. The Trustees have agreed that any further children we sponsor will be female. Nepali girls from poor families are sometimes 'sold' and trafficked. They generally have less opportunity to access education. We consider that by supporting girls and young women, they will have greater opportunities to gain life skills for future employment and are less likely to be seen as a burden to their families.

All children put forward for sponsorship are carefully considered by the Chief Officer and the orphanage House Mother. Only children who come from truly destitute families can be considered, as they are the ones least able to access education.

All the sponsors for individual children are friends, acquaintances, contacts of the Trustees, or have come via fund-raising events. Sponsors agree to provide regular funding for a named child. The sponsors receive reports on their sponsored child's progress at school. In accordance with our Child Protection Policy, any communication from a sponsor to a child must be vetted by the Chief Officer.

Institutions

In addition to our sponsored children, we also provide support to the Save Lives Foundation Orphanage, the Shree Neel Barahi Secondary School, the Jana Sudhar Lower Secondary School and Om Disabled Children's Care Home.

Summary of the Main Achievements during the Year

Sponsored Children and Young People

During the year we have increased the number of children and young people we sponsor from 27 to 29.

Each year, when the Chief Officer travels to Nepal, she meets all the sponsored children and takes a personal greeting from each sponsor to their sponsored child. She returns with letters from the children to their sponsors. The Chief Officer writes a blog whilst in Nepal, and on her return sends out a newsletter to update sponsors on the charity's work in Kathmandu. The main aim is to keep the on-going interest and commitment of the sponsors by sharing with them news and events in the children's lives. We send out newsletters and provide photographic displays and videos at the Annual General Meeting.

The Chief Officer receives regular school reports for each of the children and young people, and these reports are forwarded to sponsors.

Unfortunately, there have been four sponsored children who have not been performing well at school, largely due to lack of regular attendance. The Chief Officer met with the children and their parents in September 2013, to explain that unless regular school attendance was attained during the following year, sponsorship would be withdrawn. The children's sponsors were advised of the situation.

Save Lives Foundation Orphanage

Our Chief Officer stays at the Orphanage whilst visiting Kathmandu each year.

We have previously funded the purchase of a generator, for use during daily power cuts (the local authority provides a timetable when the electricity power will be cut off each day). During her visit in September 2013, it was identified that the House Mother is struggling to fund rent and utility bills for the orphanage. The Trustees subsequently agreed to fund a quarterly contribution to the rent and utilities.

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We fund Nepali dancing and karate classes for the orphanage children, and they have since gained their first-level yellow belt in karate.

During the Chief Officer's annual visit to Kathmandu, the Charity funds an open day at the orphanage for all sponsored children, from the orphanage and elsewhere. The mothers (and occasionally fathers) of those children who live with (or have contact with) their families come together for the Open Day. The sponsored children receive their new clothes, school uniforms and school materials. The event is great fun and much food is consumed.

Shree Neel Barahi Higher Secondary School

Despite its name, this school takes children from nursery school age to sixth form, and has some 700 pupils. School fees are payable and the Charity funds the fees for those children we sponsor.

In past years, we have provided the school with a total of 35 desktop computers and computer desks. In September 2013, it was established that the daily power cuts meant that the computers often could not be used. The Trustees subsequently agreed to fund the purchase of solar panels to power the computers. We are very grateful to Futures for Kids Charity, who gave us a grant to fund the purchase and installation of the solar panels. We also agreed to fund 50% of the salary of a computer teacher, to enable the school to recruit a suitable candidate.

We fund extra-curricular karate classes and dancing classes at the Shree Neel Barahi School. These classes are for the benefit of any child attending the school. The dancing and karate classes are very popular. Some of the sponsored children from Shree Neel Barahi School took part in the first International Karate competition in Kathmandu in Nov 2013. Three of them had won medals for their standard.

During the Chief Officer's visit, the school asked if we would increase funding to the Breakfast Club, the establishment of which we had funded since January 2012 for 52 nursery class children. After some discussion, the Trustees agreed to increase funding so that 100 children could benefit, but we considered that our resources could not stretch to funding breakfast for all the school's population.

Jana Sudhar Lower Secondary School

Jana Sudhar Lower Secondary School is in Kimdole, another impoverished neighbourhood in Kathmandu, and which we started to support during 2012-13. It is much smaller than the Shree Neel Barahi School, with around 400 pupils from nursery to fifth form age. We have previously funded the provision of flooring, tables and cushions for the nursery classrooms.

During 2013-14 we have commenced funding a Breakfast Club for 80 nursery class children.

We have also helped fund internal works for a school library, which has been built by another charity. It is common in Kathmandu for schools to receive funding from various charities based outside Nepal to enable them to operate and function with basic facilities.

Om Disabled Children's Care Home

The Chief Officer has been aware of the Om Disabled Children's Care Home (ODCCH) home for some years, but we have not previously been in a position to provide any funding.

The ODCCH provides care for eleven children with disabilities. In Nepal, babies born with disabilities are often abandoned by their parents. The house mother of ODCCH has a disabled child, whom she chose to care for at home. When other local people learnt of this, children with disabilities started to be left on her doorstep. The house mother barely has the resources to care for the eleven children and young people who now live with her. None of them has received a medical diagnosis or have any medical, therapy or educational input. This is too costly in Nepal.

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As KIKN's incoming resources have increased, during 2013-14 we have begun funding a small quarterly sum of money as a contribution to rent and subsistence food provisions for Om Disabled Children's Care Home.

Benefits to the Wider Community in Kathmandu

Almost all the goods and services we fund in Nepal are locally sourced in Kathmandu. The children's school uniforms and other clothing are tailored in the neighbourhood. The English, dancing and karate teachers have a regular source of income. The computer teacher at Shree Neel Barahi Secondary School has employment due to our funding.

We buy craft goods locally to sell in the UK to raise more funds.

We are pleased to report that the funds we raise in the UK not only enriches the lives of impoverished children in Kathmandu, but also benefits the wider economy through the provision of employment for local people and by supporting local businesses.

Fundraising

We consider that our fundraising has been successful during the year.

All the children we sponsor are funded by individual sponsors, who donate a regular monthly or annual sum of money to the charity.

We were fortunate to receive a further grant of £7,000 from Futures for Kids (FFK) charity to buy solar panels for the computers at Shree Neel Barahi School. FFK is a charity established by City of London futures traders with the aim of funding small charities in the UK and abroad.

Over and above the donations we receive from sponsors, we receive some smaller regular donations, and some sizable one-off donations, from friends of the charity.

During 2013/2014 the Trustees and friends have organised several fund-raising events. At some of the events we have sold the Nepali goods brought back from Nepal by the Chief Officer. The key fund-raising events undertaken were as follows:

- *Supporters' Summer Lunch – July 2013.* Sponsors and donors were invited to a lunch provided by the Chief Officer to thank them for their continued support. We sold £117 of Nepali craft goods
- *Spanish Evening – September 2013.* Supporters were invited to a Spanish-themed evening and we raised £460
- *Royal Parks Half Marathon 6 Oct 2013.* £250 raised in sponsorship
- *Christmas Dance – December 2013.* We held a disco dance and raised £1,372 from the sale of entrance tickets, raffle tickets and craft sales
- *Chinese New Year Celebration and Annual General Meeting – February 2014.* The Chief Officer held a Chinese New Year event, which we combined with our AGM. We received £370 in donations.
- *Charity Cricket Match – June 2014.* Bromley Town Cricket Club hosted a cricket match against the Weekenders Cricket Club and we raised £900 from raffle tickets, tombola, plant sales and cake sales. We also received donations of £200 from friends who were unable to attend.

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We would like to take this opportunity to give our sincere and grateful thanks all our sponsors, friends, donors, and organisations who have contributed to our successful fund-raising activities during the year. We particularly thank the following individuals and organisations:

- Barbara Scott for hosting the Spanish evening
- Barry Wicks (Bromley Football Club)
- Bromley Town Cricket Club
- Futures for Kids Charity
- The Weekenders Cricket Club
- Peter Downes for growing plants to sell at the cricket
- Yan Lim for running the Half Marathon

Web-site and Newsletter

Sadly, we lost the volunteer who had updated our web-site and developed our first e-newsletter. However, for a small fee, we were able to get the services of someone to provide a Spring 2014 e-newsletter. He also completed the work of our previous volunteer in transporting the website to a new host and taught the Chief Officer and Chair how to update the website themselves.

However, ideally, we would like to find another volunteer to assist with e-technology and we continue the search.

We have used our Twitter account to advertise our charity cricket events, but this has not proved very successful for KIKN, so far. Nevertheless, we will continue to use this e-medium.

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FOR THE YEAR ENDED 30 JUNE 2014

OBJECTIVES AND PLANNED ACTIVITIES

Objectives and Planned Activities for 2014-2015

We aim to undertake the following activities in 2014-2015 to meet our charitable objectives:

1. *Trustees* – to maintain the current number of Trustees
2. *Sponsors* - to maintain the current number of 29 children in receipt of sponsorship
3. *Higher Education* – to fund higher education courses for our sponsored children
4. *Extra-curricular classes* – to continue funding English, Nepali dancing and karate classes
5. *Other Projects* – to prioritise any newly identified projects with regards to available funding
6. *Futures for Kids* – to make an application for funding for specialist teacher or therapist for Om Disabled Children's Care Home
7. *To explore other sources of funding or grants* – to increase funding available for projects
8. *Fund-raising activities* – to organise fund-raising activities to raise additional funds and to engage friends, supporters, and local communities in the work of the charity.
9. *Technology* – to continue to improve our web-site, the use of social media and e-newsletters.

With only five volunteer Trustees it may be difficult to fully achieve all our objectives. Our main aim is to maintain our income streams from sponsors, other donors and fund-raising events so that we can continue to meet our commitment to support and benefit the children at the Save Lives Foundation Orphanage, the Shree Neel Barahi School, the Jana Sudhar School, and the Om Disabled Children's Care home

The Director will return to Nepal in September/October 2014, staying at the orphanage and undertaking business on behalf of the charity relating to the orphanage, schools and care home. The Chair will also be visiting Kathmandu again in October 2014, to meet our sponsored children and to see work carried out at the establishments that we support.

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FINANCIAL REVIEW

Our total expenditure for the year was £26,510 and with an income of £39,327 we have a surplus of £12,817 for the year ended 30 June 2014. The large surplus is partly explained because we will make a quarterly payment to Nepal in July 2014, and also it includes a sum of £3,100 for Gift Aid reclaimed, but not yet received. The Balance Sheet shows a sum of £12,817 current assets, when fees of £143 due in 2014/15 are taken into account.

It can be seen that the income raised during this year is in excess of funds raised during the period of the previous accounts.

Funding for all activities is raised by donations, from friends of the charity, from fund-raising events or from grants. Sponsors of individual children make payments of regular donations to support a named child.

Policy on Reserves

In August 2012, the Trustees approved a reserve of £750 to be held.

The rationale for this level of reserve is twofold. Should any three persons cease to be sponsors in the same period, a sum of £360 would cover on-going payments to benefit the three sponsored children for a six months' period. This would provide time to enable us to recruit new sponsors, or to plan an exit strategy for the sponsored children if no new sponsors can be found. If, at the same time, an emergency payment was required to benefit sponsored children there would be a maximum sum of £390 available to cover such a request.

Funds Materially in Deficit

We have no funds in deficit.

Funds held as Custodian Trustee

We hold no funds as Custodian Trustee.

Trustees' Responsibilities in Relation to the Financial Statements

The Trustees (Directors) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year, which gives a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure of the charitable company for the year. In preparing these financial statements, the Trustees are required to:

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

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for

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safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

As a smaller company, under the terms of the Companies Act 2006, the Trustees have not required the accounts to be audited.

This report was approved by the Trustees on 13 February 2015 and signed on their behalf by:

Janet Davies

Director

Lai See Chew

Director

KIDS IN KATHMANDU NEPAL
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2014

	Notes	Unrestricted Funds	
		£	£
		2014	2013
Incoming Resources			
Cash at bank on 01.07.2013		8,260	4,431
Donations and grants	2	26,973	24,141
Fund-Raising Income	3	3,603	4,125
Other income	4	491	0
Total incoming resources		39,327	32,697
Resources Expended			
Charitable activities: supporting sponsored children, an orphanage and two schools in Kathmandu	5	21,183	16,738
Purchase of Nepali Goods		200	150
Fees	6	861	314
Governance Costs	7	250	98
Administration Costs	8	2,251	2,671
Fund-Raising Costs		1,015	752
Reserve Fund		750	750
Total Resources Expended		26,510	21,473
Net Incoming Resources		12,817	11,224
Other Gains and Losses		0	0
Total funds carried forward		12,817	11,224

The notes found on pages 13 to 15 form part of this Statement of Financial Activities and of the Balance Sheet on the following page.

The Independent Examiner's Report can be found on page 16

KIDS IN KATHMANDU NEPAL
BALANCE SHEET
FOR THE YEAR ENDED 30 JUNE 2014

	Notes	Total This Year	
		£	
		2014	2013
Fixed Assets			
Tangible Assets		0	0
Investments		0	0
Total Fixed Assets		0	0
Current Assets			
Stock and work in progress		0	0
Debtors	9	3,100	2,964
Cash at bank and in hand	10	9,717	8,260
Total Current Assets		12,817	11,224
Creditors: amounts falling due this year	11	(143)	(120)
Creditors: amounts falling due after one year		0	0
Liabilities and charges		0	0
Net Assets		12,674	11,104
Funds of the Charitable Company			
Unrestricted funds	12	12,674	11,104
Designated funds		0	0
Total funds		12,674	11,104

Audit Exemption Statement

For the year ending 30 June 2014 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to smaller companies.

Directors' responsibilities:

- the members have not required the charitable company to obtain an audit of its accounts for the year in question in accordance with section 476,
- the Directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and the preparation of accounts,
- these accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Janet Davies
Director

Lai See Chew
Director

KIDS IN KATHMANDU NEPAL
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014

1. Accounting Policies

1.1 Basis of preparation

These accounts have been prepared on the basis of historic cost in accordance with:

- Accounting and Reporting by Charities – Statement of Recommended Practice (SORP 2005);
- and with Financial Reporting Standards for Smaller Enterprises (FRSSE);
- and with the Charities Act.

1.2 Change in basis of accounting

These are the annual accounts, covering the period from 01 July 2013 to 30 June 2014.

1.3 Changes to previous accounts

No Changes noted.

1.4 Incoming resources

All incoming resources are included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources
- the Trustees are virtually certain they will receive the resources; and
- the monetary value can be measured with sufficient reliability.

Donations and Grants are only included in the SoFA when the charity has unconditional entitlement to the resources.

Gift Aid Tax reclaims are included to the value expected to be reclaimed from HMRC with regards to eligible donations received since registration with the Charity Commission on 27 May 2011.

The charity has no investments.

1.5 Expenditure and liabilities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities for its beneficiaries.

Fund-raising costs are those costs incurred in setting-up events to attract income.

The charity has no fixed assets.

The only liabilities are fees due in 2014/15.

2. Donations and Grants

Donations and grants are from the following sources:

	£
Sponsors' Donations	8,025
Other Donations	5,876
Grant from Futures for Kids	7,000
Gift Aid Reclaim 2013 (Actual)	2,969
Gift Aid Reclaim 2014 (Estimated)	3,100
Total	26,970

'Other Donations' includes payments made by Trustees to cover the cost of travelling to Nepal on the Charity's business.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014

3. Fund-raising Income

Fund-raising income includes income and donations from all events held during the accounting period. It also includes the sale of Nepali goods at these events.

4. Other Income

Other income includes refunds of bank charges, phone charges and deposits.

5. Resources Expended on Charitable Activities

For the Saves Lives Foundation Orphanage and its sponsored children, other individual sponsored children in Kathmandu, the Shree Neel Barahi School, the Jana Sudhar School, the Sirius School and the Om Disabled Child Care Home, expenditure is broken down as follows:

	£
Sponsored children – school fees & education materials	2,913
Additional 6 TH form tuition fees for 3 sponsored young adults	600
English classes for sponsored children	450
Clothes and equipment for sponsored children, plus Open Day	1,280
Karate & dancing classes at Shree Neel Barahi School	900
Breakfast Club for 100 children at Shree Neel Barahi School	3,200
Salary 0.5 computer teacher at Shree Neel Barahi School	600
Solar panels for computers at Shree Neel Barahi School (Grant)	5,200
Breakfast Club for 80 children at Jana Sudhar School	2,500
Classroom floor covering, 14 desks & cushions at Jana Sudhar School	1,000
Library works at Jana Sudhar School	1,000
Rent & Utilities at Save Lives Foundation Orphanage	500
Computers x4 for Sirius School	1,140
Total	21,283

6. Fees

Fees include fees for updating the web-site and producing e-newsletter, bank charges for transferring monies to Nepal, and filing at Companies House.

7. Governance Costs

Governance costs include costs for the Annual General Meeting and printing the Annual Report.

8. Administration Costs

These costs include postage, printing and stationery (£307). Travel costs to Kathmandu in September 2014 for Trustees to administer the Charity's business are also included here. These travel costs were reimbursed by Trustees to the Charity's account.

9. Debtors

The sum of £3,100 is the amount the charity expects to receive from HMRC from the Gift Aid reclaim.

10. Cash at Bank and In Hand

The figure of £9,717 excludes the sum of £750 held as the reserve fund.

11. Creditors

Creditors include bank charges for quarterly transfer of monies to Nepal and Companies House fees.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2014

12. Unrestricted Funds

There are no restrictions on any of the expenditure of the income and donations received, provided such expenditure complies with the Objects of the charity.

13. Company Status

The company is limited by guarantee and does not have a share capital. The liability of the members, in the event of winding up, is limited to £10 each.

KIDS IN KATHMANDU NEPAL
INDEPENDENT EXAMINER REPORT FOR THE ACCOUNTS
FOR THE YEAR ENDED 30 JUNE 2014

Independent examiner's report to the trustees of Kids in Kathmandu Nepal Company

I report on the accounts of the company for the year ended 30 June 2014, which are set out on pages 11 to 15.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) or under Regulation 10 (1)(a) to (c) of The Charities Accounts (Scotland) Regulations 2006 (the 2006 Accounts Regulations) and that an independent examination is needed. The charity is required by company law to prepare accrued accounts and I am qualified to undertake the examination by being a qualified member of the Chartered Institute of Management Accountants

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act) and section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 (the 2005 Act)
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act
- to state whether particular matters have come to my attention

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission and is in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention which gives me reasonable cause to believe that in any material respect the requirements

- to keep accounting records in accordance with section 386 of the Companies Act 2006 and section 44(1)(a) of the 2005 Act
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of the Companies Act 2006, section 44(1)(b) of the 2005 Act and Regulation 8 of the 2006 Accounts Regulations
- which are consistent with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met.

Name: Tracy Richardson

Relevant professional qualification or body: ACMA (Associate Member of Chartered Institute of Management Accountants)

Address: 63A Felday Road, Lewisham, SE13 7HQ

Date: 11 January 2015

KIDS IN KATHMANDU NEPAL

TRUSTEES' REPORT 2013/14

APPENDIX A – CASE STUDY

Sunita and Sarika Shrestha – Two of KIKN's Sponsored Children

The Shree Neel Barahi Higher Secondary School brought these two sisters to the notice of KIKN's Chief Officer in September 2012 during her annual visit to Nepal. Sunita is 12 years old and Sarika is 10 years old.

Their father is a vegetable seller in the local market. In March 2012, the girls' mother died. Their father soon remarried and their step-mother moved in very quickly following the death of their mother. She was pregnant and now has a young son.

Typically, poorer families in Kathmandu rent a room, no bigger than 12 foot by 10 foot in a block of multi-occupied rooms with shared washing, sanitary and cleaning facilities. There is usually a well in the courtyard for communal use. The whole family lives, cooks, eats and sleeps in the one rented room. The room is dark with no window or natural light.

Each morning, Sunita, the elder girl, will wake up at 4am and get herself to the local market to pick up any discarded fruit and vegetable from the wholesaler. This is done before she attends her English class at the orphanage and she then goes on to school each day. Following the end of the school day, Sunita sells the fruit by the roadside. Each day she will usually make about 100 Nepali rupees (63 pence in GBP) and she gives all the money to her stepmother.

During the initial period after the step-mother moved into the family home, it was reported to the Orphanage Housemother (KIKN's representative in Nepal) that a neighbour had witnessed Sunita being beaten by her step-mother for not being quick enough to do the chores asked of her. The Housemother had a quiet word with the father, urging him to be caring towards his elder daughter. The beatings seem to have stopped.

Each year during her annual trip, our Chief Officer always makes a point to visit this family in their home. It appears that the girls' stepmother has settled down, and relationships have become more amicable. Despite Sunita having to get up at 4am each day, her termly exam results are improving all the time. She is always smiling each morning when she attends her English language tuition classes. She is caring of her younger sister.

Children grow very little from one year to the next, due to poor nutrition from an inadequate diet. The sisters can wear clothes made for them two years' previously, albeit that they are a little bit tighter than before. Sunita is 13 years old, but physically looks like a very slim younger child. Similarly Sarika, her 11 year old sister, looks like a 7 or 8 year old.

The lives of these children are no different to most of the children KIKN sponsor. We hope that these children can go on to achieve their full potential through our help and support in education, thereby securing a better future for themselves and their family

KIKN's motto "A better life through education" sums up what the charity tries to do in Kathmandu.



Jana Sudhar Lower Secondary School – Breakfast Club

Children showing their eggs, when the Breakfast Club, funded by KIKN, was first established

Disadvantaged children rarely have the opportunity to eat protein, and the breakfast club ensures that they better nourished to improve their ability to partake in their schooling



**KIDS IN KATHMANDU NEPAL
TRUSTEES' REPORT 2012
APPENDIX B - PHOTOGRAPHS**

**Shree Neel Barahi Upper
Secondary School – Karate Classes**

KIKN funds extra-curricular karate classes open to all pupils

Three pupils have won medals at an international karate competition held in Kathmandu



**KIDS IN KATHMANDU NEPAL
TRUSTEES' REPORT 2012
APPENDIX B - PHOTOGRAPHS**



Shree Neel Barahi Upper Secondary School – Solar Panels for Computer Room

KIKN funded the purchase of the solar panels with a grant from Futures for Kids
This has enabled ICT classes to continue to be conducted during daily power cuts



KIDS IN KATHMANDU NEPAL
TRUSTEES' REPORT 2012
APPENDIX B - PHOTOGRAPHS

A typical street between Shree Neel Barahi School & Save Lives Foundation Orphanage.

Even very young children walk long distances alone along these streets to school. Sponsored children at the school walk along here every morning before school to attend English classes (funded by KIKN) held at the orphanage



**KIDS IN KATHMANDU NEPAL
TRUSTEES' REPORT 2012
APPENDIX B - PHOTOGRAPHS**



**Some of KIKN's
Sponsored Children**

An English Class for Sponsored Children – held daily at Save Lives Orphanage before school



**KIDS IN KATHMANDU NEPAL
TRUSTEES' REPORT 2012
APPENDIX B - PHOTOGRAPHS**

**KIKN Open Day at Saves Lives
Orphanage September 2013**

All sponsored children &
families are invited to attend



A mother making her
annual visit to see
her child who lives at
the orphanage – she
is accompanied by
her two other
children, who live at
home with her

