

**TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA
(A CHARITABLE TRUST)**

REPORT AND FINANCIAL STATEMENTS

30 JUNE 2022

(REGISTERED CHARITY: 1124600)

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

REPORT AND FINANCIAL STATEMENTS

30 JUNE 2022

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TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

COMPANY INFORMATION

30 JUNE 2022

TRUSTEES TO THE CHARITY ("THE MANAGERS"): Dr N D Brown, Chairman
Dr K Lloyd
Mr K E Lloyd
Dr N Ali
Dr F Nyikosa
Dr F Meinck
Mr D Travers
Mrs J M Travers-Tondat
Mr E M Abalo

TREASURER Mr K E Lloyd

SECRETARY Dr F Nyikosa

PRINCIPAL OFFICE: Grantleys
11 Warwick Bench Road
Guildford
GU1 3TQ

CHARITY NUMBER: 1124600

INDEPENDENT EXAMINER: Angus Kemp
Kemp & Company Limited
Suite A
Stan Brouard Complex
Landes Du Marches
Vale
Guernsey
GY6 8DE

BANKERS: HSBC
The Peak
333 Vauxhall Bridge Road
Victoria
London
SW1V 1EJ

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

REPORT OF THE TRUSTEES

30 JUNE 2022

The Trustees are pleased to present their report together with the unaudited accounts of the charity for the year ended 30 June 2022. The accounts have been prepared in accordance with the accounting policies set out in the notes 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 Financial Reporting Standard 102 - The Financial Reporting Standard applicable in the UK and Republic of Ireland.

CHARITY NAME

Tertiary Education Scholarship Trust for Africa ("TEST for Africa).

CHARITY NUMBER

1124600

PRINCIPAL OFFICE ADDRESS

Grantleys
11 Warwick Bench Road
Guildford
GU1 3TQ

TRUSTEES

Dr N D Brown, Chairman
Dr K Lloyd
Mr K E Lloyd
Dr N Ali
Dr F Nyikosa
Dr F Meinck
Mr D Travers
Mrs J M Travers-Tondat
Mr E M Abalo

ADVISORS AND SUPPORTERS

Kemp & Company Limited
Showa Denko Materials Co. Limited (formerly Hitachi Chemical (Europe) GmbH)
The Madrinha Trust

PRINCIPAL DONORS

The Travers Family
The Lloyd Family
Showa Denko Materials Co. Limited (formerly Hitachi Chemical (Europe) GmbH)
Fun(d)raisers of Belgium
The Madrinha Trust
ICAP

WEBSITE

www.testforafrica.com

STRUCTURE AND GOVERNANCE

The charity is an unincorporated entity governed by a trust deed. The Board of Trustees is responsible for the recruitment and appointment of new Trustees. When making new appointments, any existing Trustees may nominate a new Trustee who will be subject to scrutiny and approval by the existing Trustees.

Appointments are made on the basis of their potential for adding value to the charity principally in terms of credibility and fund raising. The Trustees also endeavour to assess the extent of their shared belief in the aims and objectives of the charity, plus the degree of commitment that any new Trustee is prepared to devote to the charity.

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

REPORT OF THE TRUSTEES - continued

30 JUNE 2022

STRUCTURE AND GOVERNANCE - continued

TEST for Africa maintains a balance of experienced existing significant donors and fresh appointees from the African student body at Linacre College, Oxford University, who upon their return to their country of origin are replaced by an African student. Should the former Trustee return to Ghana, Malawi, Tanzania or Uganda, they are encouraged to participate in the running of the local TEST organisation.

Reserves Policy

The Trustees have adopted a policy of maintaining sufficient funds in reserve to cover a minimum of five years grant expenditure, net of dividend income from named Endowment Funds. Total reserves at the year end came to £872,092 compared to £877,801 in the prior year.

Vision

In deciding upon the vision which the charity should undertake the Trustees have paid due regard to the Charity Commission's guidance on public benefit. The vision of the charity is to aid in the sustainable social and economic development of Africa by enabling bright but needy students to receive tertiary education and subsequently return to work within their communities and their nation.

Mission

To provide educational opportunities, advance knowledge, and promote social responsibility by raising funding, assisting with the creation of transparent local Charitable Trusts in developing countries with appropriate infrastructure and political stability, financing the awards of scholarships for local tertiary education, monitoring Scholars' academic achievements and encouraging personal long term commitment to community and/or national development.

Report from the Chairman and Trustees

Our local African charities, their stakeholder universities and scholarship holders have continued to suffer from COVID knock-on effects with all universities suspending classes whenever there have been COVID surges, and subsequently adjusting academic years to accommodate for these disruptions. This is not just a national issue, but regional too, within the individual countries such that universities are having different academic years depending on their regions.

As previously advised, COVID knock on effects on the education of our cohort are particularly onerous in most of Africa where remote learning is impractical due to lack of infrastructure (WiFi coverage) and equipment (particularly computers and laptops), rendering remote learning impractical.

Despite these issues, the academic year 2021-2022 saw the award of a total of 362 Scholarship awards consisting of new awards and renewals, as follows:

	New Awards	Renewals
TEST for GHANA	65	57
TEST for MALAWI	56	13
TEST for UGANDA	21	36
TEST for TANZANIA	80	34
TOTAL	222	140

We are pleased to have moved our gender balance closer to our stated objective, thanks to increased efforts in Ghana, Malawi and Tanzania; however, we recognise the need to continue to our drive particularly in both Ghana and Malawi, as illustrated in the table below:

	Female	Male	Total
TEST for GHANA	60 (49%)	62	122
TEST for MALAWI	33 (48%)	36	69
TEST for UGANDA	31 (54%)	26	57
TEST for TANZANIA	60 (53%)	54	114
TOTAL	184 (51%)	178	362

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

REPORT OF THE TRUSTEES - continued

30 JUNE 2022

REPORT FROM THE CHAIRMAN AND TRUSTEES - continued

As of summer/autumn 2021, the situation within our spectrum of operations was as follows:

GHANA:

The ravages of COVID have affected the admissions process for the academic year 2021/2022 due to late reopening of most tertiary institutions. In effect, this delays our usual awards process by three to six months, with some awards made in October 2022, and the balance (particularly freshers) early in 2023.

MALAWI:

COVID has delayed selection of scholars for Mzuzu University, Chancellor College and Malawi Polytechnic until early August. Therefore only 44 awards has so far been made, but it is anticipated that this will rise to 68 once they have finalised the selection from these Universities. With the aim of increasing the intake of students in the country's universities, the Government of Malawi have decided to complete the delinking of the constituent Colleges which have historically composed The University of Malawi thereby forming three new Universities. Thus in total there will be six public Universities, namely:

Kamuzu University of Health Sciences (comprising Kamuzu College of Nursing and the College of Medicine)

University of Malawi (comprising Chancellor College)

Malawi University of Business and Applied Sciences (comprising Malawi Polytechnic)

Lilongwe University of Agriculture and Natural Resources

Mzuzu University

Malawi University of Science and Technology

UGANDA:

Selection of the next cohort of TEST for UGANDA scholarship awards is being complicated both by variances in the start dates of academic calendars for the different universities coupled with an unusually high number of applicants.

Whereas some universities will start the 2022/2023 academic year in the autumn, others are yet to complete the 2021/2022 academic year.

Preparations for the celebration of TEST for UGANDA's 10th anniversary are already underway. The activities include a fundraising dinner, production of an e-magazine focusing on testimonies of alumni and current scholars and a documentary of 10 years at TEST for UGANDA

TANZANIA:

This year saw TEST for TANZANIA award 114 scholarships to students registered at five public universities (Mzumbe University, Open University of Tanzania, Sokoine University of Agriculture, University of Dar es Salaam, and State University of Zanzibar). COVID continues to impact on the academic terms resulting in intake for 2022/2023 academic year being delayed until year end 2022.

FUND RAISING

Fund raising continued apace throughout the year and we successfully raised a total of £ 144,684 (including £ 21,097 Gift Aid) from our loyal base of continuing supporters and including two notable donations for addition to existing Endowments, which resulted in the addition of £ 50,000 to the John & Jennie Travers Endowment and £ 24,100 to the Kim and Sarra Lloyd Endowment. Included in this sum was a £ 3,500 donation for the Administration Account, and an income of

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

REPORT OF THE TRUSTEES - continued

30 JUNE 2022

REPORT FROM THE CHAIRMAN AND TRUSTEES - continued

Total disbursements for scholarships amounted to £ 100,000, plus an additional £ 3,500 for TEST for GHANA administrative support. Details of expenditure are as follows:

For Scholarships:

£ 25,000 to TEST for GHANA;

£ 25,000 to TEST for MALAWI

£ 25,000 to TEST for UGANDA

£ 25,000 to TEST for TANZANIA

For Administration support:

£ 3,500 to TEST for GHANA

For HSBC Bank Charges:

£ 191

During the fiscal year, our investments under the management of CCLA Investments Limited, comprising principally The Kim and Sarra Lloyd Endowment, the John and Jennie Travers Endowment and the Dr Harry Potter Endowment, increased from £ 829,335 to £ 852,777.

These assets are principally invested in the income generating COIF Ethical Investment Fund which has yielded a 4.5% loss during the past year (7.6% unit value loss, partially offset by a 3.1% interest/dividend payment). It is noted that CCLA Investment performance outperformed the industry benchmark standard by some 1.3%.

Our long term aim continues to be to bring TEST for AFRICA into self sustainability in terms of income generation from Endowments and investments.

SIGNIFICANT DEVELOPMENTS

The Madrinha Trust, one of our partners, notified us of a change in their policy which had led us to wind down our relationship. Consequently we have concluded a new long term agreement whereby they will provide £ 8,000 annually to support two Madrinha Scholars in each country where we operate. This represents an expansion of the old agreement to now include Ghana. The award of the Madrinha Scholarships will be competitive among our existing group of TEST scholars identifying high academic achievement and leadership potential.

Looking forward, our major concern reflects the deterioration in the world's economic situation and the potential for it's effect on future fundraising. Likewise, the impact of currency change on our ability to continue to provide funding. In this regard, we do not foresee problems with funding existing scholarship holders, but maintaining the total numbers may well be a challenge and lead to an adjustment in the numbers of new scholarship awards next academic year.

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

REPORT OF THE TRUSTEES - continued

30 JUNE 2022

REPORT FROM THE CHAIRMAN AND TRUSTEES - continued

We thank Ndjodi Ndeunyema and Frank Mtumbuka, who resigned from our Board of Trustees and welcome Dr Natashi Ali and Mr Emmanuel Maluwi Abalo to the Board.

Dr Saeed Abdul Razak has become Chairman of TEST for GHANA; we thank Eli Wisdom Akatu for his valued and appreciated service during his 5 year term as previous Chairman.

We also wish to thank of our accountant, Mrs Clara Le Vallee and our auditors, Kemp & Company, Guernsey for their pro-bono support.

As ever, we wish to express our gratitude to all of our Trustees in Ghana, Malawi, Uganda and Tanzania and to our Supporters for their tireless, pro-bono dedication and generosity to our shared cause.

Approved by the Trustees and signed on their behalf by:

N Brown
Chairperson of the Board of Trustees (Committee of Management)

K Lloyd
Trustee

Date:

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA

30 JUNE 2022

I report to the charity trustees on my examination of the unaudited accounts of the charity for the year ended 30 June 2022, which are set out on pages 6 to 17.

Responsibilities and basis of report

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of the independent examination.

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 to enable a proper understanding of the accounts to be reached.

A Kemp CA
Kemp and Company Limited
Suite A
Stan Brouard Complex
Landes du Marche
Vale
Guernsey
GY6 8DE

Dated:

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30 JUNE 2022

CONSOLIDATED FUNDS	Note	Unrestricted funds £	Endowment funds £	Total funds 2022 £
Income				
Donations & gifts		120,723	-	120,723
Dividends		23,927	-	23,927
Bank interest receivable		34	-	34
		<hr/>	<hr/>	<hr/>
Total income		144,684	-	144,684
		<hr/>	<hr/>	<hr/>
Expenditure				
Direct charitable expenditure	2	(103,500)	-	(103,500)
Bank charges		(191)	-	(191)
		<hr/>	<hr/>	<hr/>
Total expenditure		(103,691)	-	(103,691)
Net gains on investments		(5,563)	(41,869)	(47,432)
		<hr/>	<hr/>	<hr/>
Net income		35,430	(41,869)	(6,439)
Gross transfer between funds		-	-	-
		<hr/>	<hr/>	<hr/>
Net movement in funds		35,430	(41,869)	(6,439)
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
Reconciliation of funds				
Total funds brought forward		279,056	598,744	877,800
		<hr/>	<hr/>	<hr/>
Total funds carried forward		314,486	556,875	871,361
		<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30 JUNE 2022

SCHOLARSHIP FUND	Note	Unrestricted funds £	Endowment funds £	Total funds 2022 £
Income				
Donations & gifts		117,223	-	117,223
Dividends		23,927	-	23,927
Bank interest receivable		34	-	34
		<hr/>	<hr/>	<hr/>
Total income		141,184	-	141,184
		<hr/>	<hr/>	<hr/>
Expenditure				
Direct charitable expenditure	2	(100,000)	-	(100,000)
Bank charges		-	-	-
		<hr/>	<hr/>	<hr/>
Total expenditure		(100,000)	-	(100,000)
Net gains on investments		(5,563)	(41,869)	(47,432)
		<hr/>	<hr/>	<hr/>
Net income		35,621	(41,869)	(6,248)
Gross transfer between funds		-	-	-
		<hr/>	<hr/>	<hr/>
Net movement in funds		35,621	74,432	(6,248)
		<hr/>	<hr/>	<hr/>
Reconciliation of funds				
Total funds brought forward		165,605	523,115	688,720
		<hr/>	<hr/>	<hr/>
Total funds carried forward		201,226	597,547	798,773
		<hr/>	<hr/>	<hr/>

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30 JUNE 2022

ADMINISTRATION FUND	Note	Unrestricted funds £	Endowment funds £	Total funds 2022 £
Income				
Donations & gifts		3,500	-	3,500
		<hr/>	<hr/>	<hr/>
Total income		3,500	-	3,500
		<hr/>	<hr/>	<hr/>
Expenditure				
Direct charitable expenditure	2	(3,500)	-	(3,500)
Bank charges		(191)	-	(191)
		<hr/>	<hr/>	<hr/>
Total expenditure		(3,691)	-	(3,691)
Net gains on investments		-	-	-
		<hr/>	<hr/>	<hr/>
Net movement in funds		(191)	-	(191)
		<hr/>	<hr/>	<hr/>
Reconciliation of funds				
Total funds brought forward		603	1,197	1,800
		<hr/>	<hr/>	<hr/>
Total funds carried forward		412	1,197	1,609
		<hr/>	<hr/>	<hr/>

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30 JUNE 2021

CONSOLIDATED FUNDS	Note	Unrestricted funds £	Endowment funds £	Total funds 2021 £
Income				
Donations & gifts		188,977	-	188,977
Dividends		20,385	-	20,385
Bank interest receivable		28	-	28
		<hr/>	<hr/>	<hr/>
Total income		209,390	-	209,390
		<hr/>	<hr/>	<hr/>
Expenditure				
Direct charitable expenditure	2	(108,047)	-	(108,047)
Bank charges		(210)	-	(210)
		<hr/>	<hr/>	<hr/>
Total expenditure		(108,257)	-	(108,257)
Net gains on investments		11,685	74,432	86,117
		<hr/>	<hr/>	<hr/>
Net income		112,818	74,432	187,250
Gross transfer between funds		-	-	-
		<hr/>	<hr/>	<hr/>
Net movement in funds		112,818	74,432	187,250
		<hr/>	<hr/>	<hr/>
Reconciliation of funds				
Total funds brought forward		166,238	524,312	690,550
		<hr/>	<hr/>	<hr/>
Total funds carried forward		279,056	598,744	877,800
		<hr/>	<hr/>	<hr/>

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30 JUNE 2021

SCHOLARSHIP FUND	Note	Unrestricted funds £	Endowment funds £	Total funds 2021 £
Income				
Donations & gifts		183,977	-	183,977
Dividends		20,385	-	20,385
Bank interest receivable		28	-	28
		<hr/>	<hr/>	<hr/>
Total income		204,390	-	204,390
		<hr/>	<hr/>	<hr/>
Expenditure				
Direct charitable expenditure	2	(103,047)	-	(103,047)
Bank charges		(180)	-	(180)
		<hr/>	<hr/>	<hr/>
Total expenditure		(103,227)	-	(103,227)
Net gains on investments		11,685	74,432	86,117
		<hr/>	<hr/>	<hr/>
Net income		112,848	74,432	187,280
Gross transfer between funds		-	-	-
		<hr/>	<hr/>	<hr/>
Net movement in funds		112,848	74,432	187,280
		<hr/>	<hr/>	<hr/>
Reconciliation of funds				
Total funds brought forward		165,605	523,115	688,720
		<hr/>	<hr/>	<hr/>
Total funds carried forward		278,453	597,547	876,000
		<hr/>	<hr/>	<hr/>

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30 JUNE 2021

ADMINISTRATION FUND	Note	Unrestricted funds £	Endowment funds £	Total funds 2021 £
Income				
Donations & gifts		5,000	-	5,000
Total income		5,000	-	5,000
Expenditure				
Direct charitable expenditure	2	(5,000)	-	(5,000)
Bank charges		(30)	-	(30)
Total expenditure		(5,030)	-	(5,030)
Net gains on investments		-	-	-
Net movement in funds		(30)	-	(30)
Reconciliation of funds				
Total funds brought forward		633	1,197	1,830
Total funds carried forward		603	1,197	1,800

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2022

	Note	Unrestricted funds £	Endowment funds £	Total funds 2022 £	Total funds 2021 £
CONSOLIDATED FUNDS					
FIXED ASSETS					
Quoted investments	6	92,585	760,193	852,778	825,376
CURRENT ASSETS					
Cash at bank and in hand		19,314	-	19,314	52,425
NET ASSETS		<u>111,899</u>	<u>760,193</u>	<u>872,092</u>	<u>877,801</u>
FUNDS					
Unrestricted funds	7	111,899	-	111,899	150,573
Endowment funds	7	-	760,193	760,193	727,228
TOTAL FUNDS		<u>111,899</u>	<u>760,193</u>	<u>872,092</u>	<u>877,801</u>

We approve these accounts and confirm that we have made available all relevant records and information for their preparation.

The accounts have been prepared in accordance with Financial Reporting Standard 102 - The Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and follow best practice as laid down in the Statement of Recommended Practice: Accounting and Reporting by Charities applicable to charities preparing their accounts in accordance with FRS102.

The accounts were approved on _____ and are signed on its behalf by:-

N Brown
Chairperson of the Board of Trustees (Committee of Management)

K Lloyd
Trustee

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2022

	Note				
SCHOLARSHIP FUND					
		Unrestricted funds	Endowment funds	Total funds 2022	Total funds 2021
		£	£	£	£
FIXED ASSETS					
Quoted investments	6	92,585	758,996	851,581	824,179
CURRENT ASSETS					
Cash at bank and in hand		19,314	-	19,314	52,362
CREDITORS: Amounts falling due within one year					
Amount due to Administration fund		(540)	-	(540)	(540)
NET ASSETS ASSETS		111,359	758,996	870,355	876,001
FUNDS					
Unrestricted funds	7	111,359	-	111,359	149,970
Endowment funds	7	-	758,996	758,996	726,031
TOTAL FUNDS		111,359	758,996	870,355	876,001
ADMINISTRATION FUND					
		Unrestricted funds	Endowment funds	Total funds 2021	Total funds 2020
		£	£	£	£
FIXED ASSETS					
Quoted investments	6	-	1,197	1,197	1,197
CURRENT ASSETS					
Cash at bank and in hand		-	-	-	63
Amount due from Scholarship fund		540	-	540	540
		540	-	540	603
NET ASSETS		540	1,197	1,737	1,800
FUNDS					
Unrestricted funds	7	540	-	540	603
Endowment funds	7	-	1,197	1,197	1,197
TOTAL FUNDS		540	1,197	1,737	1,800

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

NOTES TO THE ACCOUNTS

30 JUNE 2022

1 Accounting policies

Tertiary Education Scholarship Trust for Africa is a charity registered in the UK. Its principal office is 16 Tunley Road, London, SW17 7QJ.

2 Basis of preparation and compliance with accounting standards

These financial statements have been prepared on a going concern basis in accordance with the provisions of applicable United Kingdom accounting standards, Financial Reporting Standard 102. In preparing the accounts, the charity follows best practice as laid down in the Statement of Recommended Practice: Accounting and Reporting by Charities applicable to charities preparing their accounts in accordance with FRS 102 (SORP FRS 102) and complies with The Charities Act 2011.

3 Summary of significant accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and have been consistently applied within the same accounts, unless otherwise stated. The presentation currency is £ sterling.

In the opinion of the Trustees, the accounts give a true and fair view of the state of the charity's affairs as at 30 June 2021 and of its result for the year then ended.

Revenue recognition

All the charity's income is derived from its continuing operations. Donations and gifts and dividend income are credited on a receipts basis. Bank interest receivable is accounted for on an accruals basis. All income is attributable to unrestricted funds, as any income arising on the endowment fund can be used in accordance with the objectives of the charity (see note 7).

Expenditure

Direct charitable expenditure consists of institutional grants paid to local charitable trusts in developing countries. Grants are accounted for on an accruals basis and recognised when they have been approved by the Trustees. General expenses are not usually borne by the charity as all services are provided to it on a pro-bono basis. All expenses are attributable to unrestricted funds.

Investment gains and losses

Realised gains or losses on investments arise on the sale of investments during the year. Where there is a disposal of part of an investment holding, the gain or loss arising is calculated by reference to the average unit cost of the total holding.

Unrealised gains or losses arise on the revaluation of investments to their market value at the end of the year.

Quoted investments

Quoted investments are included in the balance sheet at fair value with net movements in fair value being reflected in the Statement of Financial Activities. Fair value is determined using market prices ruling at the balance sheet date.

Financial instruments

Basic financial instruments are initially recognised at transaction price and subsequently measured at the consideration expected to be paid or received, except for listed investments which are measured at fair value.

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

NOTES TO THE ACCOUNTS

30 JUNE 2022

3 Summary of significant accounting policies (continued)

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are interest free, unsecured and receivable on demand and hence are measured at their fair value.

Creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities, including loans, are interest free, unsecured and payable on demand and hence are measured at their fair value.

Fund accounting

Details of the nature and purpose of each fund is set out in note 7.

Cash flow

The accounts do not include a cash flow statement because the charity is not a large entity and is therefore exempt from the requirement to prepare such a statement under SORP.

4 Direct charitable expenditure

Consists of institutional grants:

Consolidated funds:-

Institution	Number of grants	2022 £	2021 £
TEST for Ghana	1 (2021: 1)	28,500	35,000
TEST for Malawi	2 (2021: 2)	25,000	26,087
TEST for Uganda	1 (2021: 1)	25,000	25,260
TEST for Tanzania	1 (2021: 1)	25,000	21,700
		<u>103,500</u>	<u>108,047</u>

Scholarship fund:

Institution	Number of grants	2022 £	2021 £
TEST for Ghana	1 (2021: 1)	25,000	30,000
TEST for Malawi	1 (2021: 1)	25,000	26,087
TEST for Uganda	1 (2021: 1)	25,000	25,260
TEST for Tanzania	1 (2021: 1)	25,000	21,700
		<u>100,000</u>	<u>103,047</u>

Administration fund:

Institution	Number of grants	2021 £	2020 £
TEST for Ghana	1 (2021: 1)	3,500	5,000
		<u>3,500</u>	<u>5,000</u>

Further information on the grants awarded is given in the Report of the Trustees.

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

NOTES TO THE ACCOUNTS

30 JUNE 2022

5 The Trust is exempt from UK income tax under Section 505 of the Income and Corporation Taxes Act 1988.

6 Quoted investments

CONSOLIDATED FUNDS

	Unrestricted funds £	Endowment funds £	Total funds 2022 £	Total funds 2021 £
MARKET VALUE				
At 1 July 2021	98,148	727,228	825,376	610,774
Additions	-	74,834	74,834	128,485
Revaluation	(5,563)	(41,869)	(47,432)	86,117
At 30 June 2022	<u>92,585</u>	<u>760,193</u>	<u>852,778</u>	<u>825,376</u>

SCHOLARSHIP FUND

	Unrestricted funds £	Endowment funds £	Total funds 2022 £	Total funds 2021 £
MARKET VALUE				
At 1 July 2021	98,148	726,031	824,179	609,577
Additions	-	74,834	74,834	128,485
Revaluation	(5,563)	(41,869)	(47,432)	86,117
At 30 June 2022	<u>92,585</u>	<u>758,996</u>	<u>851,581</u>	<u>824,179</u>

ADMINISTRATION FUND

	Unrestricted funds £	Endowment funds £	Total funds 2022 £	Total funds 2021 £
MARKET VALUE				
At 1 July 2021	-	1,197	1,197	1,197
Additions	-	-	-	-
Revaluation	-	-	-	-
At 30 June 2022	<u>-</u>	<u>1,197</u>	<u>1,197</u>	<u>1,197</u>

7 Funds

Unrestricted funds comprise those funds which the Trustees are free to use in accordance with the charitable objectives.

Endowment funds represent those assets which must be held permanently by the charity, principally investments. Income arising on endowment funds can be used in accordance with the objectives of the charity and is included as unrestricted income. Any gains or losses arising on the investments form part of the funds.

Gross transfers between funds reflects cash from unrestricted funds being invested in endowment funds.

Donations received by the charity are allocated to different accounts, depending on their purpose. Specific donations to support the administrative expenditure of the charitable trusts in Malawi and Ghana are associated to the administration fund. All other donations are ultimately to support scholarships in development countries and are therefore allocated to the Scholarship fund.

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

NOTES TO THE ACCOUNTS

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8 Related party transactions

All donations, along with any Gift Aid received thereon, has been invested in income bearing investments. The income generated from this investment is to be used for scholarships, but the Trustees may use the capital at their discretion to cover any shortfall in funding. There are no conditions attached to any donations made by the Trustees during the year.