

Company no. 3019431
Charity no. 1045672 (England & Wales)
Charity no. SC038093 (Scotland)

emerge poverty free (World Emergency Relief)

**Annual Financial Statements & Trustees'
Report**

31 March 2011

emerge poverty free (World Emergency Relief)

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For the year ended 31 March 2011

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emerge poverty free (World Emergency Relief)

Reference and administrative details

For the year ended 31 March 2011

Company number 3019431

Charity number 1045672 (England & Wales)
SC038093 (Scotland)

Registered office and operational address 20 York Buildings
LONDON
WC2N 6JU

Trustees The trustees, who are also directors under company law, who served during the year and up to the date of this report were as follows:

Margaret Edwards	Chairperson
Harry Covert Jr	Vice-chair
Charles Watkins	
Candy Leung	(Appointed 29/07/2011)
Stephen Phillips	(Appointed 29/07/2011)
Martin Baldwin	(Appointed 25/02/2011; resigned 29/07/2011)
Elizabeth Laskar	(Resigned 13/05/2011)
Nick Pettingale	(Resigned 01/10/2010)
Alex Botha	(Resigned 01/10/2010)

Principal staff Alex D. Haxton Chief Executive

Principal bankers Lloyds Banking Group plc
25 Gresham Street
London
SW15 6AB

Auditors Sayer Vincent
Chartered accountants and registered auditors
8 Angel Gate
City Road
London
EC1V 2SJ

Solicitors Russell Cooke
2 Putney Hill
London
SW15 6AB

REPORT OF THE TRUSTEES

The reference and administrative information set out on page 1 forms part of this report.

WHO IS EMERGE POVERTY FREE AND WHAT DO WE DO?

emerge poverty free is the new name for World Emergency Relief. We have re-branded as an organisation so that our name and values better align with the work which we do.

The charitable objects remain unchanged (as per the memorandum and articles of association). During the process of annual review the trustees referred to the Charity Commission general guidance on public benefit. They are confident that the charitable objects and the planned activities of **emerge poverty free** remain consistent and well within that guidance.

The objects are stated as: **emerge poverty free** will work for the relief of persons anywhere in the world who are suffering hardship as a result of drought, earthquake, flood or other natural disaster or who by reason of their social or economic conditions are in need of assistance in accordance with the principles of the Christian faith.

Our Vision

Poverty is a gross injustice. It is a prison into which millions are born each day. Without help few will ever be free.

emerge poverty free believes that every child should be free to follow their own path in life rather than a destiny fixed by where they are born.

emerge poverty free believes that every person has the right to reach their full potential poverty free.

Our Approach

emerge poverty free empowers people to fight poverty themselves.

In order to do this and benefit the public, this is done through:-

- **Education:** The most effective way to become poverty free is to have knowledge and skills. **emerge poverty free** supports primary education, secondary education and vocational training.
- **Cooperation:** From sewing cooperatives for war widows in DR Congo to water and sanitation committees in remote Ugandan villages, the long term impact of a project is greater where people work together. **emerge poverty free** establishes cooperatives and initiatives that encourage local solutions.
- **Sustainability:** **emerge poverty free** works with locally led organisations and community groups so that they can fight poverty long after our support has moved on.
- **Champions:** The fight against poverty is not remote, it is right here and all of us can take sides. **emerge poverty free** helps volunteers to become advocates for change; to campaign, to fundraise, to be champions.

- **Relief:** Because of poverty many people in the countries and places **emerge poverty free** works are vulnerable to disaster. **emerge poverty free** provides relief from the hardship caused by poverty, natural disasters and conflicts.

How this is implemented:

emerge poverty free provides aid in three specific ways:

- Cash grants (financial support) direct to local partners.
- Gifts-in-Kind (donated commodities) in support of cash grant programmes and emergencies.
- Organisational capacity building.

emerge poverty free continues to work closely with Glasgow the Caring City (GtCC) – a registered charity in Scotland (no. SC029090) – in sourcing, storage and distribution of Gifts-in-Kind. **emerge poverty free** also continues to carry out fundraising activities in Scotland and these funds are used to support our world-wide projects (see below). **emerge poverty free** is registered as a charity in Scotland.

During the year **emerge poverty free** provided support to projects in 18 countries on four continents. Geographical areas where we have projects are:

- East, central and southern Africa
- Central America and the Caribbean
- Eastern Europe
- The Middle East and Asia

HAS EMERGE POVERTY FREE MADE A DIFFERENCE?

emerge poverty free's strategy of working with local partners is to directly benefit and enable local people to provide the answer to their needs, and enable them to grow towards self-sustainability.

The cash grant programme provided a positive outcome to over 21,550 people. By working directly with local people, **emerge poverty free** is able to do this in a very cost effective way with minimal overheads.

Cash Grants	Africa	Asia	Central America	Caribbean Basin	Eastern Europe	TOTAL
Grants	114	1	38	53	24	230
Beneficiaries	16,716	688	1,427	2,103	620	21,554

emerge poverty free sent 20 consignments of humanitarian supplies. These were sent in response to requests by the cash grant partners and to supplement **emerge poverty free's** cash grant support. The consignments, and the number of beneficiaries, were categorised between themes in the following way:

Gifts-in-Kind	Africa	Asia	Central America	Caribbean Basin	Eastern Europe	TOTAL
Consignments	9	1	3	6	1	20
Beneficiaries	86,715	7,000	27,865	34,850	32	156,462

Some beneficiaries receive multiple forms of support from the work of **emerge poverty free**, however these statistics show the primary way an individual benefited. No individual is counted more than once.

The following are just a few highlights of the work of emerge poverty free:

South Sudan – This country went through historic changes as it voted to secede from the North. **emerge poverty free** has been pleased to continue investment in the agricultural demonstration farm in Katire, providing storage, a vehicle, agricultural advice and a grinding mill. The larger yields and improved business opportunities have already strengthened the women’s cooperative and improved stability. **emerge poverty free** has also continued to establish a Teacher Training College. Thirty eight teacher trainees will graduate into their second year and a further 50 students have begun studies. Already good feedback has been received following the first year teaching practices in local schools.

Haiti – Following damage caused by the 2010 earthquake **emerge poverty free** has constructed 9 classrooms at the Good Samaritan School. The ‘I Love School’ campaign was also launched, which sponsors by direct debit 120 school places in four further community schools.

Burundi – Healthcare support is an important component of the assistance provided in Burundi by **emerge poverty free**. The donation and shipment of an ambulance is a very visible and welcome intervention which supplemented the 17,800kg of pharmaceuticals and 14,550kg of other health care goods which were also shipped to Burundi. A further cash grant supports the three HIV Aids clinics.

Volunteers – After a period of helping as interns in our UK office, **emerge poverty free** was able to link two self funding volunteers with cash grant partners. Each volunteer spent several months respectively in Uganda and Burundi. The partners were directly helped. Volunteers drafted funding applications, produced marketing material and assisted with project management.

RISK

emerge poverty free is often working in areas where there is insecurity, lack of a cohesive infrastructure or in a disaster zone. **emerge poverty free** and other charities operating internationally face a unique challenge of needing to work with vulnerable people within these unstable environments while simultaneously protecting charitable assets. In these adverse conditions **emerge poverty free** needs to ensure that the resources, cash and donated goods, provided by our donors, are managed and used in accordance with the criteria in grant letters of award.

As circumstances allow and/or mandate, this overall protection of charitable assets includes a risk management procedure. The trustees recognise that this is an additional financial and managerial burden for the charity but also believe that such accountability infrastructures are essential in ensuring good stewardship.

The trustees are currently reviewing an updated risk management policy. The policy will ensure that procedures are in place to: regularly review and update the register of potential risks and to systematically discuss each risk in detail; considering how each can be avoided or the potential affects mitigated.

The trustees of **emerge poverty free** have identified the following as being the general risks facing the charity:

- Cash grants made to partners are not used in furtherance of **emerge poverty free** objects.
- Gifts-in-Kind donated are not useful to our partners or of a satisfactory quality.
- Gifts-in-Kind are subsequently not applied in furtherance of **emerge poverty free**'s objects or do not reach the intended consignee in whole or part.
- **emerge poverty free** does not receive sufficient income to fund its activities.

For each general risk, **emerge poverty free** identifies several key specific risks. Procedures have been developed and executed for those specific risks which reduce, remove or mitigate the risk.

WHAT EMERGE POVERTY FREE HAS LEARNT AND OBJECTIVES FOR THE COMING FINANCIAL YEAR

Many things have been learnt by **emerge poverty free** throughout the financial year. Four specific learning points are:

Project Partnerships:

emerge poverty free is reviewing the way in which it engages with partner organisations overseas. It provides more than just money and commonly the partnering approach has improved the capacity of the partner organisation. However, in some cases this has also increased dependency on **emerge poverty free** or has diminished the focus on beneficiaries. A stronger project focus from **emerge poverty free**, with some direct links and measurement with beneficiaries is being explored. This will redress the balance and will also improve monitoring of impact. By the end of the next financial year over 50% of the cash grants will be established and monitored on a project basis.

Fundraising:

Increased clarity about the future of the organisation enabled the engagement of a fundraiser in January 2011. The fundraiser has identified three areas of development to enable financial security for the future of the organisation; Major Donors, Trusts & Foundations and Corporate fundraising. All of these areas require a strategy, which have been developed. Committed implementation of the strategies has shown that management and cross-team input is necessary. A specific example is the required changes which have been identified to both project reporting and internal financial reporting so as to easier facilitate feedback to major donors.

Marketing and Communications:

There has been success with telephone fundraising and online but in general marketing remains excessively focused on Direct Mail to an audience segment that is not especially active. After a strategic review, the charity chose to rebrand and our sponsorship programme, I Love School, was introduced. The charity has become **emerge poverty free** which is a very important milestone on the way to diversifying our donor base, which remains the charities most pressing need. These changes, together with the revamped website and better engagement opportunities all make **emerge poverty free** a more attractive option. The challenge for the year ahead will be promoting the new brand effectively to new audiences. In the coming

financial year we will continue the growth of giving based on direct debit and other non-direct mail income in order to increase our return on investment for marketing expenditure.

Volunteers/Interns:

The last year has continued to see a large emphasis on **emerge poverty free**'s use of volunteers, and student interns, who bring significant advantages to the organisation and increased productivity. The resource could be further developed, with resulting greater productivity. However, the physical office environment; space, computers and desks, are now limiting factors. During the next financial year **emerge poverty free** will continue to engage the use of interns and volunteers and, in the most resource efficient way, will seek ways increase their number by addressing the current limitations.

FINANCAL REVIEW

A net increase in funds of £56,000 was achieved in the financial year ended 31 March 2011, with this resulting in an increase in total reserves to £585,000. This positive outcome was achieved despite the charity continuing to operate in very difficult economic circumstances. This is reflected in the significant decrease seen in the income received from public donations and gifts (see below for further details).

There was a £7m reduction in the total value of quality goods (Gifts-in-Kind) donated to, and subsequently distributed by, the charity. This had a significant effect on the incoming resources as well as the corresponding resources expended. One of the reasons for this was that **emerge poverty free** did not send any emergency response, such as to Haiti in the previous year, during the 2010/11 financial year. It should be noted that **emerge poverty free** only responds to requests from partners when it comes to Gifts-in-Kind – sourcing appropriate products thereafter.

The tough economic environment in which **emerge poverty free** operated during 2010/11 is highlighted by the fact that its cash income (that is, excluding Gifts-in-Kind) reduced by £80,000 (3.5%). The main area of reduction occurred in direct mailing, with income from public donations and gifts in 2010/11 being £471,000 lower than the previous year. This represents the third consecutive year that income from direct mailing has reduced, and is one of the risks that the trustees have identified.

There were, however, a few highlights in regards to income received. This included the £633,000 received from legacies left to **emerge poverty free** – an increase of £364,000 on the previous year. There was also the maturity of a couple of long-term investments during the financial year, which provided a once-off windfall of over £25,000; significantly more than is has ever been received by the charity in the past in regards to investment income.

From a cash expenditure point of view (that is, excluding Gifts-in-Kind), there was an increase of £35,000 (2%) from the previous year despite the decrease in income in 2010/11. The main reason for the increase relates to the cost of generating funds which rose by £40,000. This was due to additional expenditure being allocated to new activities, including telemarketing and corporate fundraising, in an effort to diversify the income received by **emerge poverty free** – this is a risk identified by the trustees. Although the return on this expenditure is not shown in 2010/11, there are benefits – including increasing the direct debit income by about £5,000 per month – that will have a long term influence.

A number of positives in regards to expenditure can be found in the areas of grants and overheads. Despite the pressure on income, **emerge poverty free** was able to meet its responsibilities in regards to paying all the agreed grants to its partners. This level of grants paid actually represents an increase of about £119,000, due to the fact that 2009/10 included the transfer of property at this value. A lot of effort has also been directed to cost reduction, especially in overhead costs, and it is encouraging to see that – despite inflationary pressures – the amount spent on overheads actually reduced by £4,000 in 2010/11.

emerge poverty free (World Emergency Relief Trading) Limited

This wholly owned subsidiary of **emerge poverty free** – a company limited by share – serves as the charity's trading company. Two directors served this company during the financial year under review; with one of the directors, Margaret Edwards, also being a trustee of **emerge poverty free**, while the remaining director, Alex Haxton, is an employee of the charity.

The main activity of this company is the renting of names from **emerge poverty free's** fundraising database.

The turnover of £94,000 during the year was down by £24,000 (20%) from 2009/10, while the expenses – mainly in connection to renting the names and cleansing the database – increased by £3,000. This resulted in a net profit of £67,000 (compared to £94,000 in the previous year) being donated to the charity as gift aid. Due to these poor results, it was decided that from September 2011 a new company would be used to look after the renting of names. It is hoped that this will lead to an overall improvement in the company's performance.

Financial reserves policy

A large portion of **emerge poverty free's** income in 2010/11 was from voluntary donations (57.5%) with the majority of these from its direct mail programme. The charity received 3.8% of its total income from foundation, trust or corporate donations – with no donations received from the government. A general downturn in direct mail income was experienced during the entire financial year.

The agreed target for cash free reserves is three months worth of cash expenditure (excluding charitable expenditure). This target level of free cash reserves based in the current year expenditure would be £350,000. The actual free cash reserves were £637,000 at the end of financial year, which is sufficient to cover all liabilities.

GOVERNANCE

The financial statements comply with current statutory requirements, the Memorandum and Articles of Association and Statement of Recommended Practice Accounting and reporting by Charities (SORP 2005). **emerge poverty free** (formerly WER) is incorporated as a company limited by guarantee. It was granted charitable status in England and Wales on 7th April 1995 and in Scotland on 19th April 2007. The name of the charity was changed to **emerge poverty free** (World Emergency Relief) with Companies House on the 26th May 2011 and noted with the Charity Commission for England and Wales on the 2nd June 2011 and

separately with the Scottish Charity Commission on the 8th June 2011. The governing document is the Memorandum and Articles of Association.

The trustees of **emerge poverty free**, who set strategic policy and monitor how management implement these policies, govern all our activities. The trustees are directors under company law. Their names, as well as those of our principal executive leadership, are listed on page 1 as are those who served during the year and up to the date of this report. Our members appoint directors. Our trustees are unpaid and details of trustee expenses and any related party transactions are disclosed in notes 3 & 16 to the accounts.

During the financial year 2 trustees stood down for personal and business reasons, while a new trustee was appointed in February 2011.

The trustees of **emerge poverty free** have engaged a consultant to assist with a review of the Board of trustees objectives, skill set requirements; job descriptions and governance values and strategy. This consultancy is being provided on a pro bono basis.

The trustees of **emerge poverty free** have are developing a board of advisors to the trustees (on a pro bono basis) and the first two appointed cover governance and trustee strategy and marketing and fund raising.

RELATED ORGANISATION

emerge poverty free works closely with Wereld Nood Hulp (WNH), Holland which is a Dutch registered charity. From a legal or financial position, they are unrelated organisations. **emerge poverty free** acts as an advisor on areas such as marketing and fundraising, overseas programme development and gifts-in-kind. The two organisations (**emerge poverty free** and WNH) seek to work together where there is benefit for each organisation and for the overseas partners who receive funding and support as part of **emerge poverty free** charitable aims and purposes. The trustees believe that this partnership enables greater effectiveness in our development and charitable work.

During this financial year this partnership with WNH has enabled **emerge poverty free** overseas partners in nine countries to add to their programme portfolio, benefiting many more communities. These countries were Burundi, Dominican Republic, Guatemala, Haiti, Romania, South Africa and Uganda

AUDITORS

Sayer Vincent acted as auditors during the year. The trustees have agreed to retain Sayer Vincent as auditors for the year ended 31 March 2012.

TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of **emerge poverty free** for the purposes of company law) are responsible for preparing the report of the trustees 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 give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group for that period. 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 judgments 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; and
- Prepare the financial statements 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 proper 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 ,the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- There is no relevant audit information of which the charitable company's auditors are unaware; and
- The trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

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

Members of the Charity guarantee to contribute an amount not exceeding £1 to the assets of the Charity in the event of winding up. The total number of such guarantees at 31 March 2011 was 5 (2010: 6). The trustees are members of the Charity but this entitles them only to voting rights. The trustees have no beneficial interest in the Charity.

Approved by the trustees on 5th October 2011 and signed on their behalf by

Margaret Edwards

Margaret Edwards

Independent auditors' report

To the members of

emerge poverty free (World Emergency Relief)

We have audited the financial statements of **emerge poverty free** (World Emergency Relief) for the year ended 31 March 2011 which comprise the consolidated statement of financial activities, consolidated and parent company balance sheets, consolidated cashflow statement, and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members and trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005. Our audit work has been undertaken so that we might state to the charitable parent company's members and trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members and trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the trustees and auditors

As explained more fully in the Trustees' Responsibilities statement set out in the report of the trustees, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

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

Scope of the audit of the financial statements

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

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the parent charitable company's affairs as at 31 March 2011 and of the group's incoming resources and application of resources, including the group's income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Independent auditors' report

To the members of

emerge poverty free (World Emergency Relief)

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the report of the trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the parent charitable company has not kept proper and adequate accounting records or returns adequate for our audit have not been received from branches not visited by us; or
- the parent charitable company's financial statements are not in agreement with the accounting records or returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Catherine L. Sayer (Senior Statutory Auditor)

Date: 7th October 2011

for and on behalf of Sayer Vincent, Statutory Auditors

Sayer Vincent, 8 Angel Gate, City Road, LONDON EC1V 2SJ

SAYER VINCENT is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

emerge poverty free (World Emergency Relief)

Consolidated Statement of Financial Activities (Incorporating an income and expenditure account)

For the year ended 31 March 2011

	Note	Restricted £	Unrestricted £	2011 Total £	2010 Total £
Incoming resources					
<i>Incoming resources from generated funds</i>					
Voluntary income					
- public donations and gifts		25	1,260,738	1,260,763	1,732,280
- corporate, foundations & trusts		46,625	37,099	83,724	90,947
- events		-	29,390	29,390	16,069
- legacies		-	633,438	633,438	269,747
- gifts in kind		4,826,918	665,158	5,492,076	12,661,064
- grants from other related charities		-	12,822	12,822	9,086
Trading income		-	93,867	93,867	118,376
Investment income		-	25,361	25,361	2,031
<i>Other incoming resources</i>		16,001	37,656	53,657	34,893
Total incoming resources		4,889,569	2,795,529	7,685,098	14,934,493
Resources expended					
<i>Costs of generating funds:</i>					
Costs of generating voluntary income		-	1,210,251	1,210,251	1,169,840
Costs of trading		-	37,249	37,249	29,055
<i>Charitable activities</i>	5,6				
<i>Africa</i>					
- cash grants		24,440	243,461	267,901	411,730
- gifts in kind		352,316	712,401	1,064,717	1,332,300
<i>Asia</i>					
- cash grants		-	10,177	10,177	13,095
- gifts in kind		1,276,128	6,794	1,282,922	10,030
<i>Central America & Caribbean</i>					
- cash grants		25,075	296,471	321,546	140,187
- gifts in kind		3,221,079	66,650	3,287,729	9,316,776
<i>Europe</i>					
- cash grants		-	56,540	56,540	98,544
- gifts in kind		4,000	9,034	13,034	2,022,582
<i>Middle East</i>					
- gifts in kind		-	-	-	135,890
<i>Governance costs</i>		-	76,597	76,597	79,327
Total resources expended	2	4,903,038	2,725,625	7,628,663	14,759,356
Net incoming/(outgoing) resources before transfers	3	(13,469)	69,904	56,435	175,137
Gross transfers between funds		(2,965)	2,965	-	-
Net incoming/(outgoing) resources		(16,434)	72,869	56,435	175,137
Total funds brought forward at 1 April 2010		16,434	512,025	528,459	353,322
Total funds carried forward at 31 March 2011		-	584,894	584,894	528,459

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed above and in note 14 to the financial statements.

emerge poverty free (World Emergency Relief)

Balance sheet

Company no. 3019431

As at 31 March 2011

	Note	The group		The charity	
		2011	2010	2011	2010
		£	£	£	£
Fixed assets					
Tangible fixed assets	8	12,413	12,968	12,413	12,968
Investments - cash on deposit		-	99,225	-	99,225
Investment in subsidiary	9	-	-	2	2
		<u>12,413</u>	<u>112,193</u>	<u>12,415</u>	<u>112,195</u>
Current assets					
Debtors	11	99,968	83,972	105,866	99,536
Cash at bank and in hand		637,331	483,507	628,710	465,719
		<u>737,299</u>	<u>567,479</u>	<u>734,576</u>	<u>565,255</u>
Liabilities					
Creditors: amounts due within 1 year	12	164,818	151,213	162,097	148,991
Net current assets		<u>572,481</u>	<u>416,266</u>	<u>572,479</u>	<u>416,264</u>
Net assets	13	<u>584,894</u>	<u>528,459</u>	<u>584,894</u>	<u>528,459</u>
Funds					
Restricted funds	14	-	16,434	-	16,434
Unrestricted funds - designated		102,100	212,938	102,100	212,938
Unrestricted funds - general		482,792	299,085	482,794	299,087
Unrestricted funds - non-charitable trading funds		2	2	-	-
Total charity funds		<u>584,894</u>	<u>528,459</u>	<u>584,894</u>	<u>528,459</u>

Approved by the trustees on 5th October 2011 and signed on their behalf by

Margaret Edwards

Margaret Edwards
Trustee, chairperson

emerge poverty free (World Emergency Relief)

Consolidated cash flow statement

For the year ended 31 March 2011

	Note	2011 £	2010 £
Net cash inflow from operating activities	1	32,514	238,580
Returns on investments and servicing of finance	2	25,361	2,031
Capital expenditure	2	<u>(3,276)</u>	<u>-</u>
Increase in cash		<u>54,599</u>	<u>240,611</u>
Reconciliation of net cash flow to movement in net funds			
Increase in cash in the year		<u>54,599</u>	<u>240,611</u>
Change in net cash funds		54,599	240,611
Net cash funds at 1 April 2010		<u>582,732</u>	<u>342,121</u>
Net cash funds at 31 March 2011		<u>637,331</u>	<u>582,732</u>

emerge poverty free (World Emergency Relief)

Notes to cash flow statement

For the year ended 31 March 2011

	2011 £	2010 £		
1. Reconciliation of deficit of income to net cash outflow from operating activities				
Net movement in funds for the year	56,435	175,137		
Net interest received	(25,361)	(2,031)		
Depreciation	3,831	5,589		
Non-cash disposal of fixed assets	-	118,619		
Decrease / (increase) in debtors	(15,996)	9,104		
(Decrease) / increase in creditors	<u>13,605</u>	<u>(67,838)</u>		
Net cash inflow/(outflow) from operating activities	<u><u>32,514</u></u>	<u><u>238,580</u></u>		
2. Gross cash flows				
Returns on investments and servicing of finance				
Interest received	<u>25,361</u>	<u>2,031</u>		
	<u><u>25,361</u></u>	<u><u>2,031</u></u>		
Capital expenditure				
Payments to acquire tangible fixed assets	<u><u>3,276</u></u>	<u><u>-</u></u>		
3. Analysis of changes in net funds				
	At 1 April 2010 £	Cash flows £	Other changes £	At 31 March 2011 £
Cash at bank and in hand	483,507	54,599	99,225	637,331
Cash on deposit	<u>99,225</u>	<u>-</u>	<u>(99,225)</u>	<u>-</u>
	<u><u>582,732</u></u>	<u><u>54,599</u></u>	<u><u>-</u></u>	<u><u>637,331</u></u>

emerge poverty free (World Emergency Relief)

Notes to the financial statements

For the year ended 31 March 2011

1. Accounting policies

- a) The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards and the Companies Act 2006. They follow the recommendations in the Statement of Recommended Practice, Accounting and Reporting by Charities (issued in March 2005).

These financial statements consolidate the results of the charitable company and its wholly-owned subsidiary **emerge poverty free** (World Emergency Relief Trading) Limited on a line by line basis. Transactions and balances between the charitable company and its subsidiary have been eliminated from the consolidated financial statements. Balances between the two companies are disclosed in the notes of the charitable company's balance sheet. A separate statement of financial activities, or income and expenditure account, for the charitable company itself is not presented because the charitable company has taken advantage of the exemptions afforded by section 230 of the Companies Act 2006 and paragraph 397 of SORP 2005.

- b) Voluntary incoming resources received in cash by way of subscriptions and donations are included in full in the Statement of Financial Activities as soon as they are received. Bank interest receivable is included on a receipts basis.
- c) Incoming resources in the form of gifts in kind are included in the Statement of Financial Activities only when assets donated to the charity are distributed. Gifts in kind are donations of commodities directly usable in charitable programmes, such as food, blankets, books, agricultural and medical supplies. The charity has an internationally recognised and accepted monitoring programme in place to ensure that commodities are appropriately valued, culturally appropriate for the designated programme, and can be both properly shipped and distributed gratis to the designated beneficiaries (see www.aerdo.net). Gifts in kind are included in incoming resources and resources expended at a reasonable estimate of their value to the charity, which is the price that would have had to be paid if purchasing the goods on the open market. In most cases this is the wholesale price adjusted where necessary if the value is considered to be less. Volunteer time is not included in the financial statements.
- d) Legacies are recognised when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. Entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received.
- e) Resources expended are recognised in the period in which they are incurred. Resources expended include attributable VAT which cannot be recovered.

Expenditure is allocated between costs of generating funds (voluntary and trading), charitable activities and governance. Where possible the trustees have allocated expenditure directly to the appropriate category. Where costs are not directly attributable to an expense category, these have been allocated to support costs (Note 2) and apportioned between costs of generating funds (voluntary and trading), charitable activities and governance based on time spent.

Grants payable to partner organisations for relief and development projects are included in the Statement of Financial Activities when they are approved by the trustees and agreed with the other organisation. Any of these grants that remain unpaid at the year -end are accrued. Where the grant has been approved but is subject to the agreement with the beneficiary these are not accrued but included in the financial statements as a financial commitment.

emerge poverty free (World Emergency Relief)

Notes to the financial statements

For the year ended 31 March 2011

1. Accounting policies (continued)

- f) Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund together with a fair allocation of management and support costs.
- g) Unrestricted funds are donations and other incoming resources receivable or generated for the objects of the charity.
- h) Designated funds are unrestricted funds earmarked by the trustees for particular purposes.
- i) For all tangible fixed assets, depreciation is calculated so as to write down their cost over the period of their estimated useful economic lives on the following basis:

Office equipment	25% reducing balance
Freehold property	50 years straight line

All assets costing over £200 are capitalised.

- j) Transactions denominated in foreign currencies are translated into sterling at the exchange rate ruling at the date of the transaction. Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the end of the financial year. All exchange differences are written off to the Statement of Financial Activities.
- k) Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their expected useful lives. The interest element of the rental obligations is charged to the Statement of Financial Activities over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding. Rentals paid under operating leases are charged to income on a straight-line basis over the lease term.

emerge poverty free (World Emergency Relief)

Notes to the financial statements

For the year ended 31 March 2011

2. Total resources expended

	Costs of generating voluntary income	Costs of trading	Direct charitable expenditure	Governance costs	Support costs **	2011 Total	2010
	£	£	£	£	£	£	£
Staff costs (Note 4) *	129,138	5,534	101,835	23,983	108,476	368,966	386,874
Gifts in kind	-	-	5,492,076	-	-	5,492,076	12,661,064
Grants payable	-	-	454,614	-	-	454,614	455,166
Shipping costs	-	-	133,932	-	-	133,932	132,091
Fundraising costs	961,208	-	-	-	-	961,208	906,568
Overheads	-	-	-	-	84,993	84,993	88,890
Audit fees	-	-	-	10,800	-	10,800	8,515
Legal & professional fees	-	-	-	-	7,325	7,325	4,275
Trustees' expenses	-	-	-	9,028	558	9,586	8,912
Depreciation	-	-	-	-	3,831	3,831	5,589
Other expenses	4,312	-	30,987	11,345	27,867	74,511	77,221
Costs of trading	-	26,821	-	-	-	26,821	24,191
Total resources expended	1,094,658	32,355	6,213,444	55,156	233,050	7,628,663	14,759,356
Support Costs **	115,593	4,894	91,122	21,441	(233,050)	-	-
Total resources expended	1,210,251	37,249	6,304,566	76,597	-	7,628,663	14,759,356

*Allocation of staff costs to various activities is based on the amount of time spent by staff on each activity.

** Where costs are not directly attributable to an expense category, these have been allocated to support costs and apportioned between costs of generating funds (voluntary and trading), charitable activities and governance based on time spent.

emerge poverty free (World Emergency Relief)

Notes to the financial statements

For the year ended 31 March 2011

3. Net incoming resources for the year

This is stated after charging / crediting:

	2011	2010
	£	£
Depreciation	3,831	5,589
trustees' indemnity insurance	476	776
trustees' remuneration	-	-
trustees' expenses	9,110	8,136
Auditors' remuneration:		
▪ Audit	10,800	10,585
▪ Under accrual for previous year	-	(2,070)
▪ Other services	-	-
Operating lease rentals:		
▪ Property	42,525	45,238
▪ Other	526	426
Gain / (loss) on foreign exchange	-	-
	<u> </u>	<u> </u>

Trustees' reimbursed expenses represents the reimbursement of travel and subsistence costs to 9 (2010: 7) trustees for attendance at meetings of the trustees.

4. Staff costs and numbers

Staff costs were as follows:

	2011	2010
	£	£
Salaries and wages	293,128	267,918
Social security costs	32,103	28,793
Pension contributions	28,809	28,097
Other staff costs	14,926	62,066
	<u>368,966</u>	<u>386,874</u>
Total emoluments paid to staff were:	<u>321,937</u>	<u>296,015</u>

One employee earned more than £70,000 during the year. (2010: 1)

Contributions to a money purchase pension scheme amounting to £8,400 (2010: £8,196) were made by **emerge poverty free** on behalf of this employee.

The average weekly number of employees (full-time equivalent) during the year was as follows:

	2011	2010
	No.	No.
Direct charitable expenditure	2.0	2.1
Generating voluntary income	2.6	2.6
Governance	0.5	0.5
Support	2.1	2.0
Trading operations	0.1	0.1
	<u>7.3</u>	<u>7.3</u>

emerge poverty free (World Emergency Relief)

Notes to the financial statements

For the year ended 31 March 2011

5. Gifts-in-Kind

The following donations made during the year were classified as Gifts-in-Kind and valued in accordance with current market conditions prevailing when the gifts were made.

	Gifts-in-Kind value	Shipping costs	Support costs	2011	2010
	£	£	£	£	£
Africa	993,348	60,269	11,100	1,064,717	1,332,300
Asia	1,276,128	6,697	97	1,282,922	10,030
Central America & Caribbean	3,218,600	60,269	8,860	3,287,729	9,316,776
Europe	4,000	6,697	2,337	13,034	2,022,582
Middle East	-	-	-	-	135,890
	<u>5,492,076</u>	<u>133,932</u>	<u>22,394</u>	<u>5,648,402</u>	<u>12,817,578</u>

During the re-branding process, it was realised that categorising the work of **emerge poverty free** into 'five daily emergencies' did not best reflect the mission and the scope of work of the charity.

It was decided that reporting on a geographical basis and providing specific project examples will more accurately present **emerge poverty free**. The 2009/10 figures have been re-stated on a geographical basis to enable comparison.

6. Grants payable

	Cash grant value	Support costs	2011	2010
	£	£	£	£
Africa	168,003	99,898	267,901	411,730
Asia	9,300	877	10,177	13,095
Central America & Caribbean	241,802	79,744	321,546	140,187
Europe	35,509	21,031	56,540	98,544
	<u>454,614</u>	<u>201,550</u>	<u>656,164</u>	<u>663,556</u>

During the re-branding process, it was realised that categorising the work of **emerge poverty free** into 'five daily emergencies' did not best reflect the mission and the scope of work of the charity.

It was decided that reporting on a geographical basis and providing specific project examples will more accurately present **emerge poverty free**. The 2009/10 figures have been re-stated on a geographical basis to enable comparison.

7. Taxation

The charity is exempt from corporation tax as all its income is charitable and is applied for charitable purposes. The charity's trading subsidiary **emerge poverty free** (World Emergency Relief Trading) Limited gift aids available profits to the charity. Its charge to corporation tax in the year was:

	2011	2010
	£	£
UK corporation tax at 21% (2010 : 21%)	<u>-</u>	<u>-</u>

emerge poverty free (World Emergency Relief)

Notes to the financial statements

For the year ended 31 March 2011

8. Tangible fixed assets (continued)

The Charity and Group	Furniture & Fittings and Office Equipment £	Totals £
Cost		
At the start of the year	70,886	70,886
Additions in year	3,276	3,276
At the end of the year	<u>74,162</u>	<u>74,162</u>
Depreciation		
At the start of the year	57,918	57,918
Charge for the year	3,831	3,831
At the end of the year	<u>61,749</u>	<u>61,749</u>
Net book value		
At the end of the year	<u>12,413</u>	<u>12,413</u>
At the start of the year	<u>12,968</u>	<u>12,968</u>

9. Subsidiary Undertaking

The charitable company owns the whole of the issued ordinary share capital of **emerge poverty free** (World Emergency Relief Trading) Limited, a company registered in England. The subsidiary is used for non-primary purpose trading activities, primarily list rentals. All activities have been consolidated on a line by line basis in the statement of financial activities. Available profits are gift aided to the charitable company. A summary of the results of the subsidiary is shown below:

	2011 £	2010 £
Turnover	93,867	118,376
Cost of sales	<u>(13,201)</u>	<u>(12,518)</u>
Gross profit	80,666	105,858
Administrative expenses	<u>(13,620)</u>	<u>(11,673)</u>
Operating profit / (loss)	67,046	94,185
Interest receivable	3	2
Interest payable	<u>-</u>	<u>-</u>
Profit / (loss) on ordinary activities	67,049	94,187
Donation to parent undertaking	<u>(67,049)</u>	<u>(94,187)</u>
Profit /(loss) for financial year	<u><u>-</u></u>	<u><u>-</u></u>
The aggregate of the assets, liabilities and funds was:		
Assets	24,950	28,402
Liabilities	<u>(24,948)</u>	<u>(28,400)</u>
Funds	<u><u>2</u></u>	<u><u>2</u></u>

emerge poverty free (World Emergency Relief)

Notes to the financial statements

For the year ended 31 March 2011

10. Parent charity

The parent charity's gross income and the results for the year are disclosed as follows:

	2011 £	2010 £
Gross income	7,658,277	14,910,303
Results for the year - profit/(loss)	<u>34,208</u>	<u>175,140</u>

11. Debtors

	The group		The charity	
	2011 £	2010 £	2011 £	2010 £
Other debtors and accrued income	55,149	24,993	55,149	24,993
Amounts due from subsidiary company	-	-	22,227	26,178
Accrued income	16,329	10,614	-	-
Prepayments	28,490	48,365	28,490	48,365
	<u>99,968</u>	<u>83,972</u>	<u>105,866</u>	<u>99,536</u>

12. Creditors: amounts due within 1 year

	The group		The charity	
	2011 £	2010 £	2011 £	2010 £
Trade creditors	139,310	130,218	139,310	130,218
Taxation and social security	11,519	10,420	8,798	8,198
Accruals	13,989	10,575	13,989	10,575
	<u>164,818</u>	<u>151,213</u>	<u>162,097</u>	<u>148,991</u>

13. Analysis of group net assets between funds

	Restricted funds £	Designated funds £	General funds £	Total funds £
Tangible fixed assets	-	-	12,413	12,413
Net current assets	-	102,100	470,381	572,481
Net assets at the end of the year	<u>-</u>	<u>102,100</u>	<u>482,794</u>	<u>584,894</u>

emerge poverty free (World Emergency Relief)

Notes to the financial statements

For the year ended 31 March 2011

14. Movements in funds

	At the start of the year £	Incoming resources £	Outgoing resources £	Transfers £	At the end of the year £
Restricted funds:					
Haiti earthquake - Scottish Executive	2,479	-	(2,479)	-	-
Gitega Building Project, Burundi	755	5,951	(6,706)	-	-
Haiti - Glasgow the Caring City	13,200	12,500	(25,075)	(625)	-
Burundi Pasteuriser	-	16,001	(16,001)	-	-
South Sudan – docdata Demonstration Farm	-	18,199	(16,459)	(1,740)	-
South Sudan – BFSS TTC Ikotos	-	10,000	(9,400)	(600)	-
Gifts in Kind	-	4,826,918	(4,826,918)	-	-
Total restricted funds	16,434	4,889,569	(4,903,038)	(2,965)	-
Unrestricted funds - designated funds:					
Staff payroll giving	1,683	1,469	(2,740)	-	412
South Africa project	-	170	(170)	-	-
Legacy - Florence Bouganim	-	24,000	-	-	24,000
Cosecha Guatemala - on behalf of Cosecha UK	-	13,975	(13,975)	-	-
Haiti - Kingscare	-	5,500	(5,500)	-	-
Haiti - Spain	-	3,706	(3,706)	-	-
Haiti I Love School	-	2,888	-	-	2,888
Haiti - online campaign	5,415	12,557	(16,717)	(1,255)	-
Haiti - letter campaign	199,990	2,140	(125,330)	(2,000)	74,800
Vineyard Donation to Dr Aline	-	737	(737)	-	-
ANCC South Sudan - teachers training college	1,600	-	(1,600)	-	-
ARM Congo sewing project - Coutts	4,250	-	(4,250)	-	-
Total designated funds	212,938	67,142	(174,725)	(3,255)	102,100
Unrestricted funds - general	299,087	2,728,387	(2,550,900)	6,220	482,794
Total funds	528,459	7,685,098	(7,628,663)	-	584,894

Purposes of restricted funds

Haiti earthquake - Scottish Executive: **emerge poverty free** submitted a joint application with Glasgow the Caring City to the Scottish Executive for a Haiti emergency grant. The successful application released £15,800 of which £500 covered the charity's administration costs. The remainder provided support for shipments of much needed humanitarian aid into Haiti following the earthquake.

Gitega Building Project, Burundi: **emerge poverty free** successfully applied for a grant from St Mary's Church Reigate to be used towards building of a nutritional health centre in Gitega, Burundi. The final portion of the grant was used for construction of a disposal unit at the Centre. There was also an amount received from the Church to cover the cost of flights for members of the congregation to visit the centre.

Haiti - Glasgow the Caring City (GtCC): GtCC named this as a legacy but it is a designated donation for construction work at the Good Samaritan School in the slums of Port au Prince, Haiti. Funds were provided to improve security at the Good Samaritan School which included rebuilding the security wall and gate. It was agreed with GtCC that **emerge poverty free** could transfer 5% of the 2010/11 income to general funds for the management of the fund.

Burundi Pasteuriser: Burundi Bio Agricultural Communities (BBAC) is a local partner of **emerge poverty free** providing agricultural solutions to its communities. With funding from Wereld Nood Hulp a milk pasteurizer was purchased to be used by BBAC in community milk production. The pasteuriser was sourced in the UK and shipped to Burundi by **emerge poverty free**.

emerge poverty free (World Emergency Relief)

Notes to the financial statements

For the year ended 31 March 2011

Purposes of restricted funds (continued...)

South Sudan – docdata Demonstration Farm: **emerge poverty free** successfully received a grant from docdata UK and docdata Holland to fund the Katire Demonstration Farm in South Sudan. The grant included construction of a safe storage facility for seeds, tools and produce, a vehicle to transport produce to market and some staff funding. It was agreed with docdata UK that **emerge poverty free** could transfer £1,740 to general funds for management of the fund.

South Sudan – BFSS TTC Ikotos: British and Foreign School Society awarded a grant to **emerge poverty free** to build a classroom at Teacher Training College in South Sudan. The classroom will provide not only more space but also a better environment in which to conduct the teaching and the studying. Included in the grant application was an allowance for a 6% management fee that **emerge poverty free** could transfer to general funds.

Purposes of designated funds

Staff Payroll Giving: **emerge poverty free** staff members make personal monthly contributions to a designated fund via Payroll Giving and jointly decide how to spend these funds. This year staff payroll giving funded: the purchase of football boots for South Africa youth children's teams; school fees for 3 orphans in Himbaza School in Burundi; the purchase of beekeeping suits to supplement the agricultural project in South Sudan; and, part funded a new grinding mill for a women's cooperative in South Sudan.

South Africa project: with support from emerge poverty free, Monte Christo Ministries runs a successful sports programme in the townships of Paarl East, near to Cape Town, South Africa. The donations made as designated funding contributed to that work, helping pay staff costs and buy food for the football programme.

Legacy - Florence Bouganim: the majority of the legacy received from the late Florence Bouganim was designated to support two particular projects: CRIB in Burundi; teachers training college in South Sudan.

Cosecha Guatemala - on behalf of Cosecha UK: **emerge poverty free** has accepted a regular designated donation from Cosecha UK to be used in emerge poverty free funded Gutemalan educational programme. This support, combined with **emerge poverty free's** regular grant, helps underprivileged indigenous pupils to access education.

Haiti – Kingscare: Kingscare Trust's donation for **emerge poverty free's** work in Haiti was used for the support of the 4 community schools. The funding covered management of the school, teachers' salaries and food for the pupils.

Haiti – Spain: Asociación de Solidaridad Yuca from Spain made a donation via **emerge poverty free** for the construction of a rear wall at the Good Samaritan School. The school suffered a significant damage during the earthquake and the wall construction was pivotal in increasing security to the school compound.

Haiti I Love School: I Love School campaign started in January 2011 with the aim of supporting 5 community schools in Cité Soleil, Port-au-Prince and help educate approximately 800 children. The campaign focuses on reconstruction work, educational expenses, teachers' salaries and daily feeding of the children. Donors are given an option to support a specific school or any one of them.

Haiti - online campaign: Following the devastating earthquake in January 2010, **emerge poverty free** launched an emergency appeal for humanitarian aid to Haiti. A number of donations were received online and these were designated for this particular emergency. Funds were used to supply food, medicines and other emergency supplies in the immediate aftermath.

Haiti - letter campaign: **emerge poverty free's** emergency mailing following Haiti earthquake raised much needed funds which allowed immediate assistance to Haiti. Food, water and pharmaceuticals were provided to the earthquake victims, as emergency relief. **emerge poverty free** has also designated funds for long-term Haiti development assistance. We continue to support 5 community schools with food and teachers' salaries. In addition, we are in the process of rebuilding the Good Samaritan School and refurbishing 4 other schools in the area.

Vineyard Donation to Dr Aline: this relates to a donation from Janis Carlson at Goleta Vineyard. This is Church support to ARM Burundi for personal support of their Country Director Dr. Aline Muryango.

emerge poverty free (World Emergency Relief)

Notes to the financial statements

For the year ended 31 March 2011

Purposes of designated funds (continued...)

ANCC South Sudan - teachers training college: **emerge poverty free**'s specific mailing about the Ikotos Teacher Training College in Southern Sudan raised £1,600 towards the vital training of primary school teachers in this very remote area. Through this project **emerge poverty free** is improving the quality of primary education.

ARM Congo sewing project - Coutts: **emerge poverty free** was awarded a grant of £5,000 by the Coutts Bank to fund vocational training for Congolese widows. **emerge poverty free** has been funding this training since 2005 and the grant has enabled an increase to the number of women entering the training.

15. Operating lease commitments

The charity and group had annual commitments at the year end under operating leases expiring as follows:

	2011		2010	
	Land and buildings £	Equipment £	Land and buildings £	Equipment £
Less than 1 year	39,600	-	-	-
1 - 2 Years	-	-	42,300	-
2 - 5 Years	-	-	-	-
Over 5 years	-	-	-	-
	39,600	-	42,300	-

16. Related party transactions

Two **emerge poverty free** trustees are also trustees for other global WER offices; namely Wereld Nood Hulp (WNH) in Holland and Secours Mondial D'Urgence (SMU) in France.

There were no transactions with SMU during 2010/11. The following transactions occurred with WNH during 2010/11:

- receipt from WNH of a £4,122 grant for **emerge poverty free** partner;
- receipt from WNH of £8,700 invoiced for support in marketing, grant distribution and GIK program.

emerge poverty free is unrelated to these other WER global offices, and has no control over them. Any transactions are done at arms length.