

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

REPORT AND FINANCIAL STATEMENTS

30 JUNE 2023

(REGISTERED CHARITY: 1124600)

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

REPORT AND FINANCIAL STATEMENTS

30 JUNE 2023

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TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

COMPANY INFORMATION

30 JUNE 2023

TRUSTEES TO THE CHARITY ("THE MANAGERS"): Dr Nick D Brown, Chairman
Mrs Joanna M Travers-Tondat
Mr Kim E Lloyd
Mr David Travers
Dr Favour M Nyikosa
Dr Keith Lloyd
Dr Franziska Meineke
Dr Natashi Ali
Mr Emmanuel Maluwi Abalo

TREASURER Mr K E Lloyd

SECRETARY Mr F Nyikosa

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

CHARITY NUMBER: 1124600

INDEPENDENT EXAMINER: Kemp & Company Limited
Mrs Clara Le Vallee
Showa Denko Materials Co. Ltd
Madrinha Trust
Mr John Mornemont

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 2023

The Trustees are pleased to present their report together with the unaudited accounts of the charity for the year ended 30 June 2021. 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 Nick D Brown, Chairman
Mrs Joanna M Travers-Tondat
Mr Kim E Lloyd
Mr David Travers
Dr Favour M Nyikosa
Dr Keith Lloyd
Dr Franziska Meincke
Dr Natashi Ali
Mr Emmanuel Maluwi Abalo

ADVISORS AND SUPPORTERS

Kemp & Company Limited
Mrs Clara Le Vallee
Showa Denko Materials Co. Ltd, now Resonac Holdings Corporation
The Madrinha Trust
Mr John Mornemont

PRINCIPAL DONORS

The Travers Family
Showa Denko Materials Co. Ltd, now Resonac Holdings Corporation
Kim and Sarra Lloyd
The Madrinha Trust

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 2023

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 from named Endowment Funds. Total reserves at the year end came to £917,330 compared to £872,092 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

Financial Position and reserves policy of the Charity

The Charity's total income was £129,373 (2022 - £144,684) composed of income from donations and gifts £102,298 (2022 - £120,723); dividends from Endowment Funds £26,209 (2022 - £23,927), and bank interest £866 (2022 - £34).

Donations and gifts included £44,518 (2022 - £74,100) for the John & Jennie Travers and Kim and Sarra Lloyd Endowments. Thus net disposable income amounted to £ 84,855 (2022 - £70,584).

Grant making amounted to £103,350 (2022 - £103,500), HSBC bank charges amounted to £176 (2022 - £191).

The shortfall in grant making for scholarships of £18,495 (2022 - £32,916) was funded from unrestricted reserves.

The Trustees' long-term objective continues to be the build up of the capital base in order to generate more income for grant making over the long-term and to ensure the long-term sustainability of the charity.

While it remains the intention to grow the reserves, as an operational reserve contingency policy the Trustees will adjust the historical levels of grant making for scholarships to prevent the erosion in the charity's unrestricted reserves.

Achievements and Future Plans

The academic year 2022-2023 saw the award of a total of 383 Scholarships consisting of new awards and renewals, as follows:

	New Awards	Renewals
TEST for GHANA	69	79
TEST for MALAWI	32	32
TEST for UGANDA	35	25
TEST for TANZANIA	48	63
TOTAL	184	199

As displayed in the table below, we are pleased to have moved our gender balance from 51% female to 54%, closer to our stated objective, of 60%, with Malawi reaching 50% for the first time. However, we are seeing a substantial reduction in the number of applications from females to 39% of total applications in Uganda.

	Female	Male	Total
TEST for GHANA	79 (53%)	69	148
TEST for MALAWI	32 (50%)	32	64
TEST for UGANDA	29 (48%)	31	60
TEST for TANZANIA	65 (59%)	46	111
TOTAL	205 (54%)	178	363

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

REPORT OF THE TRUSTEES - continued

30 JUNE 2023

REPORT FROM THE CHAIRMAN AND TRUSTEES - continued

As of autumn 2023, the situation across our spectrum of operations was as follows:

GHANA:

Several changes have been made to the composition of the Board of Trustees with Eli Wisdom Akatu having completed his 5 year term as Chairman. Abdul-Razak Saeed has been appointed as the new Chairman. We thank Eli Wisdom Akatu for his services; Eli Wisdom remains on the Board of Trustees. Roland Azuvugu, a former TEST for GHANA Scholar has been appointed to the Board.

Most institutions have realigned their academic start dates for the 2023- 2024 intake, post COVID.

MALAWI:

Variable academic calendars, which continue to be affected by the COVID pandemic, coupled with the poor economic situation prompting a major upswing in applications, and the decrease in voluntary support from recent graduates are causing significant administrative challenges to the Trustees. Public universities have been recently increased to £ 300 to £ 450, further complicating the precarious situation among our scholars, who come from such seriously disadvantaged backgrounds.

UGANDA:

Due to the suspension of the Government's Higher Education Loan Scheme, TEST for UGANDA saw an exponential increase in applications to a total of 1,265 which when compared with the 60 Scholarships available. This illustrates the administrative burden the Trustees face. Significantly, there was a major drop in the number of female applicants to 39% of the total. Four scholarships were locally funded including two from the Alumni Association, who produced a film specifically to generate local funding support. This film, which Cissy Nalumansi, a Uganda TEST graduate, wrote and directed, recently won the Peoples' Choice Silver Prize at the Smiley Charity Film Awards in London against worldwide competition.

TANZANIA:

TEST for TANZANIA expanded its operations to five universities, namely University of Dar es Salaam, State University of Zanzibar, Sokoine University of Agriculture. Mzumbe University and The Open University of Tanzania. This has caused a number of administrative challenges in terms of numbers of applications, assessment, and awards which have been partially alleviated by more involvement of local Deans of Students. As a result, they have decided to offer full funding for tuition, as from 2024/2025 thereby necessitating a reduction in the number of awards, and alleviating administrative pressures.

FUND RAISING

Fund raising continued apace throughout the year and we successfully raised a total of £ 129,373 from our loyal donor base, including two notable donations for addition to existing Endowments;

£ 20,000 to the John & Jennie Travers Endowment and £ 24,518 to the Kim and Sarra Lloyd Endowment. Included in this sum was a £ 2,350 donation for the Administration Account, and an income of £ 26,209 in dividends from our endowment funds.

Total disbursements for scholarships amounted to £ 101,000, plus an additional £ 2,350 for TEST for GHANA administrative support. Details of expenditure are as follows:

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

REPORT OF THE TRUSTEES - continued

30 JUNE 2023

REPORT FROM THE CHAIRMAN AND TRUSTEES - continued

For Scholarships:

£ 25,000 to TEST for GHANA;
£ 26,000 to TEST for MALAWI
£ 25,000 to TEST for UGANDA
£ 25,000 for TEST for TANZANIA

For Administration support:

£ 2,350 to TEST for GHANA

For HSBC Bank Charges:

£ 174

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 to £ 872,840 from £ 852,777.

These assets are principally invested in the income generating COIF Ethical Investment Fund which has yielded a 2.3% gain during the past year, net of 2.9% dividend yield.

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

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 and inflation 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.

The 15th anniversary of the charity in September 2023 was celebrated at Linacre College, University of Oxford.

The Madrinha Trust, one of our partners, notified us of their decision to terminate the agreement to support 16 Madrinha Scholars in the countries where we operate. The agreement will gradually wind down as the Madrinha scholars graduate.

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

REPORT OF THE TRUSTEES - continued

30 JUNE 2023

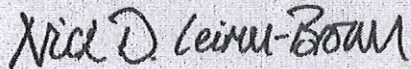
REPORT FROM THE CHAIRMAN AND TRUSTEES - continued

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.

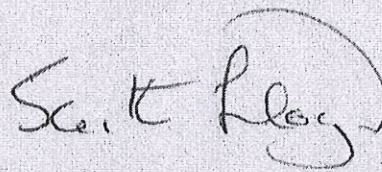
We also wish to thank of our accountant, Mrs Clara Le Vallee and our auditors, Kemp & Company, Guernsey for their pro-bono support.

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:



Chairperson of the Board of Trustees (Committee of Management)



Trustee

Date: 29 April 2024

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

30 JUNE 2023

I report to the charity trustees on my examination of the unaudited accounts of the charity for the year ended 30 June 2023, 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:

29 April 2024

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30 JUNE 2023

CONSOLIDATED FUNDS	Note	Unrestricted funds £	Endowment funds £	Total funds 2023 £
Income				
Donations & gifts		104,948	-	104,948
Dividends		26,209	-	26,209
Bank interest receivable		866	-	866
Total income		132,023	-	132,023
Expenditure				
Direct charitable expenditure	2	(105,000)	-	(105,000)
Bank charges		(30)	-	(30)
Total expenditure		(105,030)	-	(105,030)
Net gains on investments		11,685	74,432	86,117
Net income		38,678	74,432	113,110
Gross transfer between funds		-	-	-
Net movement in funds		38,678	74,432	113,110
Reconciliation of funds				
Total funds brought forward		314,486	556,875	871,361
Total funds carried forward		353,164	631,307	984,471

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30 JUNE 2023

SCHOLARSHIP FUND	Note	Unrestricted funds £	Endowment funds £	Total funds 2023 £
Income				
Donations & gifts		99,948	-	99,948
Dividends		26,209	-	26,209
Bank interest receivable		866	-	866
		-----	-----	-----
Total income		127,023	-	127,023
		-----	-----	-----
Expenditure				
Direct charitable expenditure	2	(100,000)	-	(100,000)
Bank charges		-	-	-
		-----	-----	-----
Total expenditure		(100,000)	-	(100,000)
Net gains on investments		11,685	74,432	86,117
		-----	-----	-----
Net income		38,708	74,432	113,140
Gross transfer between funds		-	-	-
		-----	-----	-----
Net movement in funds		38,708	74,432	113,140
		=====	=====	=====
Reconciliation of funds				
Total funds brought forward		165,605	523,115	688,720
		-----	-----	-----
Total funds carried forward		204,313	597,547	801,860
		=====	=====	=====

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 30 JUNE 2023

ADMINISTRATION FUND	Note	Unrestricted funds £	Endowment funds £	Total funds 2023 £
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 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	(41,869)	(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	481,246	682,472
		<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
Total income		3,500	-	3,500
Expenditure				
Direct charitable expenditure	2	(3,500)	-	(3,500)
Bank charges		(191)	-	(191)
Total expenditure		(3,691)	-	(3,691)
Net gains on investments		-	-	-
Net movement in funds		(191)	-	(191)
Reconciliation of funds				
Total funds brought forward		603	1,197	1,800
Total funds carried forward		412	1,197	1,609

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2023

	Note	Unrestricted funds £	Endowment funds £	Total funds 2023 £	Total funds 2022 £
CONSOLIDATED FUNDS					
FIXED ASSETS					
Quoted investments	6	49,859	822,981	872,840	852,778
CURRENT ASSETS					
Cash at bank and in hand		44,490	-	44,490	19,314
NET ASSETS		94,349	822,981	917,330	872,092
FUNDS					
Unrestricted funds	7	94,349	-	94,349	111,899
Endowment funds	7	-	822,981	822,981	760,193
TOTAL FUNDS		94,349	822,981	917,330	872,092

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:-

Nick D. Leimu-Boam

Scott Seay

Chairperson of the Board of Trustees (Committee of Management)

Trustee

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2023

	Note				
SCHOLARSHIP FUND					
		Unrestricted funds	Endowment funds	Total funds 2023	Total funds 2022
		£	£	£	£
FIXED ASSETS					
Quoted investments	6	49,859	821,784	871,643	851,581
CURRENT ASSETS					
Cash at bank and in hand		44,490	-	44,490	19,314
CREDITORS: Amounts falling due within one year					
Amount due to Administration fund		(540)	-	(540)	(540)
NET ASSETS		93,809	821,784	915,593	870,355
FUNDS					
Unrestricted funds	7	93,809	-	93,809	111,359
Endowment funds	7	-	821,784	821,784	758,996
TOTAL FUNDS		93,809	821,784	915,593	870,355
ADMINISTRATION FUND					
		Unrestricted funds	Endowment funds	Total funds 2023	Total funds 2022
		£	£	£	£
FIXED ASSETS					
Quoted investments	6	-	1,197	1,197	1,197
CURRENT ASSETS					
Cash at bank and in hand		-	-	-	-
Amount due from Scholarship fund		540	-	540	540
		540	-	540	540
NET ASSETS		540	1,197	1,737	1,737
FUNDS					
Unrestricted funds	7	540	-	540	540
Endowment funds	7	-	1,197	1,197	1,197
TOTAL FUNDS		540	1,197	1,737	1,737

TERTIARY EDUCATION SCHOLARSHIP TRUST FOR AFRICA (A CHARITABLE TRUST)

NOTES TO THE ACCOUNTS

30 JUNE 2023

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 2023

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	2023 £	2022 £
TEST for Ghana	1 (2022: 1)	27,350	28,500
TEST for Malawi	2 (2022: 2)	26,000	25,000
TEST for Uganda	1 (2022: 1)	25,000	25,000
TEST for Tanzania	1 (2022: 1)	25,000	25,000
		<u>103,350</u>	<u>103,500</u>

Scholarship fund:

Institution	Number of grants	2023 £	2022 £
TEST for Ghana	1 (2022: 1)	25,000	25,000
TEST for Malawi	1 (2022: 1)	26,000	25,000
TEST for Uganda	1 (2022: 1)	25,000	25,000
TEST for Tanzania	1 (2022: 1)	25,000	25,000
		<u>101,000</u>	<u>100,000</u>

Administration fund:

Institution	Number of grants	2023 £	2022 £
TEST for Ghana	1 (2022: 1)	2,350	3,500
		<u>2,350</u>	<u>3,500</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 2023

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 2023 £	Total funds 2022 £
MARKET VALUE				
At 1 July 2022	92,585	760,193	852,778	825,376
Additions	-	44,918	44,918	74,834
Disposals	(44,000)	-	(44,000)	-
Revaluation	1,274	17,870	19,144	(47,432)
At 30 June 2023	<u>49,859</u>	<u>822,981</u>	<u>872,840</u>	<u>852,778</u>

SCHOLARSHIP FUND

	Unrestricted funds £	Endowment funds £	Total funds 2023 £	Total funds 2022 £
MARKET VALUE				
At 1 July 2022	92,585	758,996	851,581	824,179
Additions	-	44,918	44,918	74,834
Disposals	(44,000)	-	(44,000)	-
Revaluation	1,274	17,870	19,144	(47,432)
At 30 June 2023	<u>49,859</u>	<u>821,784</u>	<u>871,643</u>	<u>851,581</u>

ADMINISTRATION FUND

	Unrestricted funds £	Endowment funds £	Total funds 2023 £	Total funds 2022 £
MARKET VALUE				
At 1 July 2022	-	1,197	1,197	1,197
Additions	-	-	-	-
Revaluation	-	-	-	-
At 30 June 2023	<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.