

REGISTERED COMPANY NUMBER: 03613056 (England and Wales)
REGISTERED CHARITY NUMBER: 1071974

**REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2015
FOR
ENGINEERS AGAINST POVERTY**

Magma Audit LLP
Magma House
16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

ENGINEERS AGAINST POVERTY
CONTENTS OF THE FINANCIAL STATEMENTS
for the Year Ended 31 December 2015

	Page
Report of the Trustees	1 to 5
Report of the Independent Auditors	6
Statement of Financial Activities	7
Balance Sheet	8
Notes to the Financial Statements	9 to 16
Detailed Statement of Financial Activities	17 to 18

ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES
for the Year Ended 31 December 2015

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2015. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03613056 (England and Wales)

Registered Charity number

1071974

Registered office

Woolgate Exchange
25 Basinghall Street
London
EC2V 5HA

Trustees

J S Alexander (resigned 17.03.2015)
P Jowitt - Chairman
J Downham - Treasurer
T Marshall
R Watermeyer
N Ogunshakin
E Culbard
W Serle

The Executive Board Members consist of Petter Matthews who is also the director of the charitable company for the purposes of company law and its trustees for the purposes of charity law.

Appointment of Trustees

At the Annual General Meeting in July 2015 Davis Rutherford retired and Elisabeth Culbard by rotation and was re-elected.

Company Secretary

T Nyoka

Principal Officers

The following people were employed by EAP during 2015:

Petter Matthews - Executive Director
Jill Wells - Senior Policy and Research Advisor (resigned April 2015)
John Hawkins - Programme Manager
Bernadine Fernz - Policy and Research Advisor
Eleanor Morgan - Communications Manager (appointed October 2015)
Mia Jeannot - Programme Administrator (appointed October 2015)

Auditors

Magma Audit LLP
Magma House
16 Davy Court
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ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES - CONTINUED
for the Year Ended 31 December 2015

Bankers

National Westminster Bank Plc
PO Box 113, Cavell House
2a Charing Cross Road
London
WC2H 0NN

FINANCIAL INSTRUMENTS

The principal financial instruments of the charity comprise bank balances, other receivables and other payables. The main purpose of these instruments is to raise funds for the charity's operations and to finance its continuing operations. Liquidity risk is managed by the use of a bank balance along with efficient monitoring of cash flows to ensure there are sufficient funds to meet liabilities.

Management of major risks

The trustees retain responsibility for a system of internal controls that are designed to manage major risks. These systems provide reasonable but not absolute assurance against inappropriate or ineffective use of resources and against the risk of errors or fraud. The trustees delegate authority to the Executive Director to conduct an annual review of the major strategic and operational risks that Engineers Against Poverty (EAP) faces and the ways in which they are being monitored, managed and mitigated. The outcomes of this review are reported to the trustees by the Executive Director and changes in policy are made where necessary. The trustees are satisfied with the systems in place to monitor, manage and mitigate EAP's exposure to major risks.

OBJECTIVES AND ACTIVITIES

Objects

The objects of the Charity are for the relief of poverty in particular by assisting in the provision of engineering support for projects and programmes for the relief of poverty anywhere in the world.

Mission

Our mission is to improve infrastructure policy and engineering practice in order to help reduce and eventually eliminate poverty.

Activities

EAP's Strategic Plan 2012-2017 outlines 5 'Areas of Focus' (1) Infrastructure Investment, (2) Transparency and Accountability, (3) Local Content, (4) Labour Standards and (5) Climate & Infrastructure. EAP fulfils its mission through activities in each of these areas, which are discussed in more detail below.

Policies

The trustees are responsible for establishing the policies that guide the work of the Charity. These policies are designed to make the most effective and efficient use of the resources at its disposal. They are also designed to ensure that EAP meets its obligations to its project partners, corporate and individual supporters and staff. Responsibility for implementing these policies on a day-to-day basis is delegated to the Executive Director who reports to the trustees on a regular basis.

Restrictions

There are no restrictions in the governing documents as to how Engineers Against Poverty may operate.

Investment Powers

There are no powers to make investments other than in bank accounts and there is no intention to build upon investment fund.

Charitable Contributions

All programme expenditure is for charitable purposes, but no direct contributions for charitable purposes have been made.

Liability Insurance

£420 has been expended on Charity trustees' Liability Insurance.

ENGINEERS AGAINST POVERTY

REPORT OF THE TRUSTEES - CONTINUED for the Year Ended 31 December 2015

PUBLIC BENEFIT

The trustees have noted the duty in section 4 of the Charities Act 2006 and the guidance of the Charity Commission with regard to public benefit. All our activities are for the public benefit, but we highlight in particular:

- Our promotion of transparency and accountability in infrastructure investment benefits a broad section of the public. The benefits are realised through obtaining better value from public investment and delivering better quality infrastructure and services. All those who pay taxes and use public services are likely to benefit.
- Our policy work directly influences high-level decision makers in governments and international agencies. As a result of our advice public policy is more closely aligned with the needs of poor and marginalised people.
- Our capacity building support strengthens institutions and empowers individuals. Institutions become more effective and individuals are better able to secure their rights and realise their potential.
- Our outreach work informs and empowers people. It provides practical solutions to the problems of poverty aimed at policy makers and practitioners. It also provides data that is useful to researchers and can contribute to better public policy.

ACHIEVEMENTS AND PERFORMANCE

EAP made good progress in 2015. Examples of our achievements include:

Transparency & Accountability

EAP continued to host the International Secretariat of the Construction Sector Transparency Initiative (CoST). CoST is now established as the leading international initiative promoting transparency and accountability in public sector investment in infrastructure. Progress in 2015 included:

- Information was disclosed on approximately 2,500 infrastructure projects
- Ethiopia, Guatemala and Honduras established Formal Disclosure Requirements that mandate public procuring entities to disclose information, thereby institutionalising the CoST approach.
- Botswana joined the programme, bringing the number of participating countries to 15.
- CoST Malawi organised radio debates to provide citizens with an opportunity to air their views and raise questions and concerns on public infrastructure within their communities. The first debate received 140 questions via SMS from citizens across the country. Government representatives also participated in the radio shows, enabling two-way dialogue between citizens and government and building trust and accountability within public infrastructure in Malawi.
- CoST participated in eight major international events including delivering keynote speeches and dedicated sessions. The events were organised inter alia by the OECD, Asian Development Bank, Transparency International and the United Nations Development Programme.
- The UK Department for International Development (DFID) agreed to provide up to £7m to CoST over a five year period.

In addition to CoST, EAP undertook a survey and data analysis of the Tanzania roads sector for an African Development Bank funded project. It also spoke at various conferences and workshops.

Local Content

EAP worked with Tanzanian and UK based partners to review and improve the Construction Industry Policy of the Government of Tanzania. This included reviewing policies aimed at increasing the local content of public infrastructure investment. The clients for this work in the Tanzanian Ministry of Works. If fully implemented the policy should help to create jobs and promote local enterprise development.

Labour Standards

The Open Society Foundation awarded a grant to EAP to undertake research and develop knowledge aimed at dealing with the challenges of late and non-payment of migrant construction workers. Outputs of the project will include a series of papers explaining employment relationships in the construction industry and describing the extent and causes of the problems. They will also include recommendations of how policy and practice can improve the situation and help protect the livelihoods of migrant workers and their families.

ENGINEERS AGAINST POVERTY
REPORT OF THE TRUSTEES - CONTINUED
for the Year Ended 31 December 2015

As a result of the publication of a report entitled 'Improving Employment Standards in Construction in Qatar':

- New York University adopted the principles of the report in their construction of an Abu Dhabi Campus.
- Gulf infrastructure industries are leading on key policy with reference to the report.
- The research has been used as a facilitation tool at a Forum on Human Rights and the infrastructure industry, run by the Institute of Human Rights and Business.

Infrastructure Investment

EAP was part of an alliance, led by PwC, that won a bid to run the 'Infrastructure and Cities for Economic Development (ICED) facility' for DFID. The Facility will operate over a five year period and is valued at £10m. It will provide technical assistance to DFID country offices, undertake research and knowledge production and influence the international debate on infrastructure and cities. DFID programmes will be strengthened as a result of ICED support and the poverty reducing impact of British aid will be increased.

Education

Our support for the Royal Academy of Engineering led 'Africa-UK Engineering for Development Partnership' continued in 2015. After securing £500,000 from the Anglo American Foundation, the Partnership worked with African Universities and companies to develop industrial placements for academic staff and academic placements for industrial staff. Results included updating University curricula to more effectively meet industrial needs, students gaining direct access to leading industrial experts and the development of joint research and development projects.

Support of Organisations

The work of EAP in 2015 would not have been possible without the tremendous support of a range of organisations including:

- Association for Consultancy and Engineering (ACE)
- AMEC
- Bechtel
- CoST
- Department for International Development
- Engineering UK
- Hogan Lovells
- IMC Worldwide
- Institution of Chemical Engineers
- Institution of Civil Engineers
- Open Society Foundation
- Parsons Brinckerhoff
- Royal Academy of Engineering
- World Bank

Support of Individuals

The trustees express their sincere gratitude to all the individuals who have supported the Charity's work in 2015, but are too numerous to mention here.

FINANCIAL REVIEW

Accounts

The accounts for the year ended 31 December 2015 are shown in this annual report. The trustees consider that the reserves are sufficient to meet its needs and obligations. All funds are held on short term deposit.

Unrestricted Funds

The balance on unrestricted funds at 31 December 2015 was £162,580.

Reserves

The trustees have established a Reserves Policy that considers the level of 'free reserves' sufficient to protect the organisation and its charitable programme by providing time to adjust to changing financial circumstances. This limits the risk of disruption to the programme in the event of a shortfall in any of EAP's various sources of income, or an unexpected need for additional expenditure. At the year end the free reserves (i.e. unrestricted funds), were £162,580 which the trustees consider to be acceptable.

ENGINEERS AGAINST POVERTY

REPORT OF THE TRUSTEES - CONTINUED for the Year Ended 31 December 2015

PLANS FOR FUTURE PERIODS

EAP will support the CoST Board to undertake a strategic review of the CoST programme in 2016. This will involve a fundamental appraisal of its vision, delivery model, governance arrangements, financing and prospects for sustainability. The results of the strategic review will become available in 2016 and will be used to develop a new business plan and the basis for approaches to potential funding partners. Ultimately, the review should lead to a more ambitious programme and increased impact.

Our role in the Infrastructure and Cities for Economic Development (ICED) Facility will become an increasingly important part of our portfolio. It will provide us with the opportunity to drive a step change in DFID's ability to promote economic growth through improved and inclusive infrastructure provision and sustainable urban development.

We will undertake a strategic planning process in 2016 that will outline of the priorities of the Charity for a five year period.

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Engineers Against Poverty 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 of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

AUDITORS

MHA Macintyre Hudson resigned during the year and Magma Audit LLP were appointed in their place. Magma Audit LLP has expressed its willingness to remain in office as auditors.

The auditors, Magma Audit LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 13 August 2016 and signed on its behalf by:

P Jowitt - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF ENGINEERS AGAINST POVERTY

We have audited the financial statements of Engineers Against Poverty for the year ended 31 December 2015 on pages five to fourteen. 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, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the Statement of Trustees Responsibilities set out on page two, 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.

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 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 and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 charitable company's affairs as at 31 December 2015 and of its incoming resources and application of resources, including its 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 requirements of the Companies Act 2006.

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 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and 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; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the trustees.

Richard Lodder (Senior Statutory Auditor)
for and on behalf of Magma Audit LLP
Magma House
16 Davy Court
Castle Mound Way
Rugby
CV23 0UZ

Date: 13 September 2016

ENGINEERS AGAINST POVERTY

**STATEMENT OF FINANCIAL ACTIVITIES
for the Year Ended 31 December 2015**

	Notes	Unrestricted fund £	Restricted fund £	31.12.15 Total funds £	31.12.14 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	5,799	-	5,799	4,676
Charitable activities					
Grants from world bank	4	-	-	-	292,653
Grant from other institutions		-	-	-	79,773
Consultancy fees		8,095	-	8,095	48,156
Training income		586	-	586	55,907
CoST Charity		273,826	101,531	375,357	-
Investment income	3	28	-	28	18
Other income		104	-	104	1,543
Total		288,438	101,531	389,969	482,726
EXPENDITURE ON					
Raising funds	5	11,153	-	11,153	12,859
Charitable activities					
Resources expended	6	196,178	101,531	297,709	463,576
Other		15,063	-	15,063	17,894
Total		222,394	101,531	323,925	494,329
NET INCOME/(EXPENDITURE)		66,044	-	66,044	(11,603)
RECONCILIATION OF FUNDS					
Total funds brought forward		96,536	-	96,536	108,139
TOTAL FUNDS CARRIED FORWARD		162,580	-	162,580	96,536

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

ENGINEERS AGAINST POVERTY

**BALANCE SHEET
At 31 December 2015**

	Notes	Unrestricted fund £	Restricted fund £	31.12.15 Total funds £	31.12.14 Total funds £
FIXED ASSETS					
Tangible assets	11	1,279	-	1,279	1,595
CURRENT ASSETS					
Debtors	12	130,318	-	130,318	81,343
Cash in hand		<u>103,560</u>	-	<u>103,560</u>	<u>39,266</u>
		233,878	-	233,878	120,609
CREDITORS					
Amounts falling due within one year	13	<u>(72,577)</u>	-	<u>(72,577)</u>	(25,668)
NET CURRENT ASSETS		<u>161,301</u>	-	<u>161,301</u>	<u>94,941</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>162,580</u>	-	<u>162,580</u>	96,536
NET ASSETS		<u>162,580</u>	-	<u>162,580</u>	<u>96,536</u>
FUNDS	15				
Unrestricted funds				162,580	96,536
Restricted funds				-	-
TOTAL FUNDS				<u>162,580</u>	<u>96,536</u>

The financial statements were approved by the Board of Trustees on 13 August 2016 and were signed on its behalf by:

P Jowitt -Trustee

J Downham -Trustee

The notes form part of these financial statements

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 December 2015

1. ACCOUNTING POLICIES

Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated. The charity has early adopted FRS 102 in these financial statements. Details of the transition to FRS 102 are disclosed in the notes to the accounts.

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', the Charities Act 2011 and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The comparative figures for the year ended 31 December 2014 have been restated throughout these financial statements.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemption in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

Company status

The company is a company limited by guarantee. The members of the company are the trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Donated services or facilities, which comprise donated services, are included in income at a valuation which is an estimate of the financial cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised where there is no financial cost borne by a third party.

Consultancy income and income from The Construction Sector Transparency Initiative is recognised once work is completed, excluding value added tax.

Income tax recoverable in relation to donations received under Gift Aid or deed of covenant is recognised at the time of the donation.

Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Support costs are those costs incurred directly in support of expenditure on the objects of the charitable company. Irrecoverable VAT is shown in the category of resources expended for which it was incurred.

Charitable activities include direct expenditure associated with providing the charitable services and support costs relating to those activities.

Other resources expended consistent of governance costs which include those incurred in the governance of the charitable company and are primarily associated with constitutional and statutory requirements.

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 December 2015

1. ACCOUNTING POLICIES - continued

Tangible fixed assets and depreciation

Tangible assets are stated at cost less depreciation. Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:-

Office equipment and
website development - Over 3 years

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donor's or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The charities restricted fund relates to an element of income received from The Construction Sector Transparency Initiative (CoST) of which is restricted to support CoST in achieving their objective of 'helping participating countries deliver better value from public infrastructure'.

Foreign currencies

At each year end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined.

Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at the year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of financial activities.

Pensions

The charity contributes to the employee's defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable.

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED for the Year Ended 31 December 2015

1. ACCOUNTING POLICIES - continued

Financial instruments

The company has chosen to adopt the Sections 11 and 12 of FRS 102 in respect of financial instruments.

(i) Financial assets

Basic financial assets, including debtors and cash and bank balances are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

(ii) Financial liabilities

Basic financial liabilities, including creditors are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest.

Critical accounting estimates and assumptions

The charity makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below.

(i) Useful economic lives of tangible assets

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are re-assessed annually. They are amended when necessary to reflect current estimates, based on economic utilisation and the physical condition of the assets.

(ii) Impairment of debtors

The charity makes an estimate of the recoverable value of trade and other debtors. When assessing impairment of trade and other debtors, the trustees consider factors including the current credit rating of the debtor, the ageing profile of debtors and historical experience.

2. DONATIONS AND LEGACIES

	31.12.15	31.12.14
	£	£
Sponsored fundraising events	-	390
Donations	2,103	1,424
Appeals	<u>3,696</u>	<u>2,862</u>
	<u>5,799</u>	<u>4,676</u>

3. INVESTMENT INCOME

	31.12.15	31.12.14
	£	£
Interest receivable	<u>28</u>	<u>18</u>

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 December 2015

4. INCOME FROM CHARITABLE ACTIVITIES

	31.12.15	31.12.14
	£	£
Grants from World Bank	-	292,653
Grants	-	79,773
Consultancy fees	8,095	48,156
Training income	586	55,907
Management fees receivable	<u>375,357</u>	<u>-</u>
	<u>384,038</u>	<u>476,489</u>

5. RAISING FUNDS

Raising donations and legacies

	31.12.15	31.12.14
	£	£
Staff costs	9,812	9,594
Sundries	-	1,015
Fundraising publicity costs	<u>216</u>	<u>465</u>
	<u>10,028</u>	<u>11,074</u>

Other trading activities

	31.12.15	31.12.14
	£	£
Bank charges	549	875
Depreciation	<u>576</u>	<u>910</u>
	<u>1,125</u>	<u>1,785</u>

Aggregate amounts	<u>11,153</u>	<u>12,859</u>
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ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 December 2015

6. CHARITABLE ACTIVITIES COSTS

All of the funds are unrestricted

	Total Funds	Total Funds
	31.12.15	31.12.14
	£	£
Provision of charitable services:		
Wages	161,379	182,094
Travel and subsistence	21,977	33,501
Sundries	31,284	194,793
Support costs	83,069	53,188
	<u>297,709</u>	<u>463,576</u>

Analysis of support services is as follows:-

	Total Funds	Total Funds
	31.12.15	31.12.14
	£	£
Wages	28,545	24,137
Rent and other services	30,698	19,674
Insurance	1,854	1,720
Postage and stationery	1,117	251
Advertising	318	-
Sundries	3,949	2,488
Subscriptions	609	1,689
IT and communications	15,979	3,229
	<u>83,069</u>	<u>53,188</u>

7. SUPPORT COSTS

	Governance costs
	£
Other resources expended	<u>15,063</u>

8. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31.12.15	31.12.14
	£	£
Auditors remuneration	4,950	8,300
Depreciation - owned assets	576	909
Pension costs	5,114	4,789
Exchange rate gains	104	1,543
Operating lease commitments	<u>30,698</u>	<u>19,674</u>

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 December 2015

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2015 nor for the year ended 31 December 2014.

Trustees' expenses

During the year, one trustee received reimbursement of expenses of £734 (2014: £453) for travel and other expenses

10. STAFF COSTS

	31.12.15	31.12.14
	£	£
Wages and salaries	<u>181,003</u>	<u>201,282</u>

The average monthly number of employees during the year was as follows:

	31.12.15	31.12.14
Administration and directorate	2	2
Project Programme Officers	<u>3</u>	<u>3</u>
	<u>5</u>	<u>5</u>

No employees received emoluments in excess of £60,000.

11. TANGIBLE FIXED ASSETS

	Plant and machinery £	Computer equipment £	Totals £
COST			
At 1 January 2015	2,393	2,180	4,573
Additions	<u>-</u>	<u>260</u>	<u>260</u>
At 31 December 2015	<u>2,393</u>	<u>2,440</u>	<u>4,833</u>
DEPRECIATION			
At 1 January 2015	798	2,180	2,978
Charge for year	<u>526</u>	<u>50</u>	<u>576</u>
At 31 December 2015	<u>1,324</u>	<u>2,230</u>	<u>3,554</u>
NET BOOK VALUE			
At 31 December 2015	<u>1,069</u>	<u>210</u>	<u>1,279</u>
At 31 December 2014	<u>1,595</u>	<u>-</u>	<u>1,595</u>

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 December 2015

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.15 £	31.12.14 £
Accrued income	129,390	80,362
VAT	53	-
Prepayments	875	981
	<u>130,318</u>	<u>81,343</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.15 £	31.12.14 £
Trade creditors	7,515	-
VAT	-	781
Payable to Institution of Civil Engineers	58,132	17,476
Accruals and deferred income	6,930	7,411
	<u>72,577</u>	<u>25,668</u>

14. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	Other operating leases	
	31.12.15 £	31.12.14 £
Expiring: Within one year	<u>41,379</u>	<u>20,400</u>

15. MOVEMENT IN FUNDS

	At 1.1.15 £	Net movement in funds £	At 31.12.15 £
Unrestricted funds			
General fund	96,536	66,044	162,580
	<u>96,536</u>	<u>66,044</u>	<u>162,580</u>
TOTAL FUNDS			

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds (i)			
General fund	288,438	(222,394)	66,044
Restricted funds (ii)			
Restricted	101,531	(101,531)	-
	<u>389,969</u>	<u>(323,925)</u>	<u>66,044</u>
TOTAL FUNDS			

ENGINEERS AGAINST POVERTY

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 December 2015

- (i) The unrestricted funds are available to be spent for any of the purposes of the charity.
- (ii) An element of the income received from The Construction Sector Transparency Initiative relates to reimbursed expenditure and is restricted. EAP made a number of purchases on behalf of CoST whilst supporting them on a number of projects of which CoST receive funding by way of restricted grants. This expenditure relates to specific items required to complete the projects and is reported by CoST to the funding providers, as required.

16. RELATED PARTY DISCLOSURES

The charity undertakes the day to day management and finance function of The Construction Sector Transparency Initiative (registered charity no. 1152236). Petter Matthews, the Executive Director of the charity, is also a Trustee of The Construction Sector Transparency Initiative. During the year, the charity recharged The Construction Sector Transparency Initiative £375,357 (2014: £90,049) relating to workshop costs and staff time incurred on behalf of The Construction Sector Transparency Initiative. At the year end there was a debtor of £126,358 (2014: £71,544). The recharge includes an element of Petter Matthew's time.

17. FINANCIAL INSTRUMENTS

The charity has the following financial instruments:	2015	2014
Financial assets at fair value through profit or loss	-	-
Financial assets that are debt instruments measured at amortised cost		
- Accrued income	129,390	80,362
- Prepayments	<u>875</u>	<u>981</u>
	<u>130,265</u>	<u>81,343</u>
Financial liabilities measured at fair value through profit or loss	-	-
Financial liabilities measured at amortised cost		
- Trade creditors	7,515	-
- Other creditors	<u>65,062</u>	<u>24,887</u>
	<u>72,577</u>	<u>24,887</u>

18. FIRST YEAR ADOPTION

Transition to frs 102

This is the first year that the charity has presented its results under FRS 102. The last financial statements under UK GAAP were for the year ended 31 December 2014. The date of transition to FRS 102 was 1 January 2014. There were no changes to the SOFA following the changes in accounting policies for the financial year ended 31 December 2014 and no changes to the balance sheet as at 1 January 2014 and 31 December 2014 between UK GAAP as previously reported and FRS 102.

ENGINEERS AGAINST POVERTY
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the Year Ended 31 December 2015

	Unrestricted funds £	Restricted funds £	31.12.15 Total funds £	31.12.14 Total funds £
INCOME AND ENDOWMENTS				
Donations and legacies				
Sponsored fundraising events	-	-	-	390
Donations	2,103	-	2,103	1,424
Appeals	3,696	-	3,696	2,862
	<u>5,799</u>	-	<u>5,799</u>	4,676
Investment income				
Interest receivable	28	-	28	18
Charitable activities				
Consultancy fees	8,095	-	8,095	48,156
Training income	586	-	586	55,907
CoST	273,826	101,531	375,357	-
Grants	-	-	-	79,773
Grants from World Bank	-	-	-	292,653
	<u>282,507</u>	<u>101,531</u>	<u>384,038</u>	476,489
Other income				
Exchange rate gains	104	-	104	1,543
Total incoming resources	288,438	101,531	389,969	482,726
EXPENDITURE				
Raising donations and legacies				
Wages	9,812	-	9,812	9,594
Sundries	-	-	-	1,015
Fundraising publicity costs	216	-	216	465
	<u>10,028</u>	-	<u>10,028</u>	11,074
Other trading activities				
Bank charges	549	-	549	875
Computer equipment	576	-	576	910
	<u>1,125</u>	-	<u>1,125</u>	1,785
Charitable activities				
Wages	161,379	-	161,379	182,094
Sundries	7,152	24,132	31,284	194,793
Support costs	26,222	56,847	83,069	53,188
Travel and subsistence	1,425	20,552	21,977	33,501
	<u>196,178</u>	<u>101,531</u>	<u>297,709</u>	463,576

This page does not form part of the statutory financial statements

ENGINEERS AGAINST POVERTY

DETAILED STATEMENT OF FINANCIAL ACTIVITIES - CONTINUED
for the Year Ended 31 December 2015

	Unrestricted funds £	Restricted funds £	31.12.15 Total funds £	31.12.14 Total funds £
Governance costs				
Wages	9,812	-	9,812	9,594
Auditors remuneration	<u>5,251</u>	-	<u>5,251</u>	<u>8,300</u>
	<u>15,063</u>	-	<u>15,063</u>	<u>17,894</u>
Total resources expended	222,394	101,531	323,925	494,329
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net income/(expenditure)	<u>66,044</u>	<u>-</u>	<u>66,044</u>	<u>(11,603)</u>