

Registered no. 05889426

**EMPOWER - THE EMERGING
MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
YEAR ENDED 30 JUNE 2010**

CHARITY NUMBER 1118916

**LUBBOCK FINE
Chartered Accountants
Russell Bedford House
City Forum, 250 City Road
London EC1V 2QQ**

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2010

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**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

TRUSTEES' ANNUAL REPORT

YEAR ENDED 30 JUNE 2010

Registered charity name	EMpower - The Emerging Markets Foundation Limited
Charity number	1118916
Company registration number	05889426
Principal office	111 John Street Suite 1005 New York USA NY 10038
Registered office	Russell Bedford House City Forum 250 City Road London EC1V 2QQ
Trustees	Dr Arnab Banerji Jonathan Bayliss Alex Benasuli Rafael Biosse-Duplan Marta Cabrera Eric Dannheim Khadijah Fancy Philip Hamilton Angella Heath Lucy Lake Nikolaos Makris Maurice Nadjar Ramachandra Nayak Ozan Tarkan Bradley Wickens Gareth Williams Helene Williamson Vincenzo Zinni
Secretary	Marta Cabrera
Auditor	Lubbock Fine Chartered Accountants & Statutory Auditor Russell Bedford House City Forum, 250 City Road London EC1V 2QQ
Bankers	JP Morgan Chase Bank, N.A. 125 London Wall London EC2Y 5AJ Charities Aid Foundation 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 30 JUNE 2010

The trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements of the charity for the year ended 30 June 2010.

REFERENCE AND ADMINISTRATIVE DETAILS

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements.

THE TRUSTEES

The trustees who served the company during the period were as follows:

Dr Arnab Banerji
Jonathan Bayliss
Alex Benasuli
Rafael Biosse-Duplan (appointed 2 September 2009)
Marta Cabrera
Eric Dannheim (appointed 22 January 2010)
Khadijah Fancy
Jose Fraga (resigned 8 October 2009)
Philip Hamilton
Angella Heath (appointed 8 October 2009)
Lucy Lake
Nikolaos Makris
Maurice Nadjar (appointed 8 October 2009)
Ramachandra Nayak
Tom Priday (resigned 2 September 2009)
Ozan Tarman (appointed 22 January 2010)
Simon Treacher (resigned 8 October 2009)
Bradley Wickens
Gareth Williams
Helene Williamson
Vincenzo Zinni

Karim Zahmoul was appointed as a trustee on 7 July 2010.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

EMpower - The Emerging Markets Foundation Limited is a company limited by guarantee and governed by its Memorandum and Articles of Association.

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 30 JUNE 2010

Appointment of directors

New Directors are recruited and nominated by the Executive Committee of the Board. The Executive Committee is composed of:

Bradley Wickens, Chair
Jonathan Bayliss, Treasurer
Philip Hamilton, Vice Chair
Khadijah Fancy, Vice Chair
Helene Williamson, Vice Chair
Marta Cabrera, Secretary

All of the Directors elected to the Board have a three year renewable term.

According to the Articles of Association, there is no limit to the number of directors appointed to the Board, and so the Board of Directors resolved to continue to search for additional strategic directors.

The Board of Directors continuously reviews its competencies and is conscious of the need to maintain a balance of skills. Periodically, additional members are invited to join the Board, effectively becoming an additional director and this involves a careful vetting process by the Board to ensure that any new member is aware of his/her responsibilities towards the Foundation.

New Directors are briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the Board and decision making processes, the business plan and recent financial performance of the Charity.

Organisation

The Board of Directors administers the Charity. The Board meets once a year for the Annual General Meeting and convenes to meet when needed at different times of the year. The Secretary acts as a Chief Executive to manage the day-to-day operations of the Charity.

Related Parties

The sole member of the Charity is EMpower - The Emerging Markets Foundation, incorporated in the State of New York in the United States of America (EMpower USA). While EMpower USA supports the grantmaking operations of the Charity, the geographic focus and approval for all of the Charity's philanthropic distributions are decided by the Board of Directors of the Charity. Both organisations have the same mission and actively promote their common goals throughout the world.

Risk Management

The Board of Directors are committed to a regular review of the major strategic, business and operational risks which the Charity faces with a view to ensuring that appropriate systems and procedures are in place to minimise these risks.

Public Benefit

In setting the objectives and planning the activities of EMpower - The Emerging Markets Foundation Limited, the Directors have given careful consideration to the Charities Commission's general guidance on public benefit.

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 30 JUNE 2010

OBJECTIVES AND ACTIVITIES

The objectives of the Charity are to promote education, good health, develop leadership and improved livelihoods, and to relieve poverty among at-risk young people, aged 10-24, in emerging markets and other developing countries.

The Charity carries out its objectives by raising funds from individuals, companies and other philanthropic institutions, and disbursing funds to locally led organisations in countries of interest to the Charity dedicated to supporting youth, especially girls and young women.

The Charity also engages our donors in effective philanthropy by giving them access to the social sector in these countries and making them aware of the needs and the opportunities for themselves to impact positive change.

The strategies employed to achieve the Charity's objectives are to:

On grantmaking

- identify, analyse and recommend for funding innovative local charities working amidst marginalised communities in developing countries;
- monitor and evaluate the work of our grantees;
- leverage the networks close to the Charity so that our beneficiaries might leverage additional support;
- attempt to ensure sustainability of our grantees for the long term.

On expanding philanthropy

- introduce private sector participants to social sector charities in emerging and developing countries;
- give access to the Charity's constituents to our grantee partners in the field;
- engage our supporters as to the most efficient forms of philanthropy through their commitment to the Charity;
- find other means of creating social value through alliances between the Charity's supporters and the Charity's beneficiaries such as mentoring and transferring private sector skills to local grassroots non government organisations.

ACHIEVEMENTS AND PERFORMANCE

During the year ended 30 June 2010, the Charity disbursed \$846,500 to 23 organisations in 20 countries. All of these grants helped to further the Charity's mission of empowering at-risk youth around the world. The organisations funded with these grants are all dedicated to supporting programs advancing the health, education, leadership and livelihoods development of marginalized young people. For a list of these grants, kindly visit www.empowerweb.org.

In addition, the Charity held awareness raising events in London to broaden the base of supporters as well as attracting others from continental Europe. The Charity was successful in forming an Underwriting Group of renowned professionals in the Emerging Markets financial sector that commits multi-year funding to support its operations in order for 100% of other donors' contributions to go directly to supporting its grantees. To see the full list of Underwriters, kindly visit www.empowerweb.org.

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 30 JUNE 2010

FINANCIAL REVIEW

The Charity received donations during the financial year totalling \$1,628,666. This represented both individual and corporate donations.

On the expenses side, the Charity expended a total of \$1,309,385, of which \$1,174,868 was incurred directly to the fulfillment of the Charity's objectives, together with the support costs relating to these activities. The Charity donated \$846,500 in grants to community-based organisations in emerging countries dedicated to empowering young people.

The Charity held one fundraising dinner during the course of the year with expenditure totalling \$20,453. The dinner generated over \$500,000 of income in total as well as an expansion of awareness of the Charity throughout its core constituency of financial professionals. Other fundraising meetings, sports events and outreach were conducted during the course of the year and these resulted in generating additional contributions.

The total funds held as at 30 June 2010 is \$999,195. Of these funds, \$100,000 is set aside by the Directors to take account of its ongoing commitments for grant funding and to ensure that the Charity is able to continue making grants towards projects which will advance the objectives of the Charity should it become loss making. The Directors consider this sufficient to meet recurring expenditure of the Charity and to withstand a temporary downturn in operating results. The charitable company seeks to invest any surplus funds in a high interest bank account to achieve a higher rate of return, whilst safeguarding the Charity's assets. The remainder will fund the organisation's ongoing activities during the next financial year to ensure the Charity's mission is accomplished.

PLANS FOR FUTURE PERIODS

The Charity, through the UK Operations Manager and the Secretary, will continue to support the Board of Directors in its efforts to develop in London. Both the Board of Directors and staff will focus on raising the awareness of the Charity's work within its core constituency in the emerging markets financial sector, but also expand the reach to individuals and firms with a keen interest in these countries. Pursuant to this end, the Charity will continue to have constituent dinners, Grants Meetings and explore participation in such high-profile events such as the Virgin London Marathon.

The Charity will continue to review geographic priorities and other programmatic imperatives so that the grantmaking is ensured to be impactful to the communities it seeks to serve and relevant to its supporters.

The Charity will continue to distinguish itself by its participatory and transparent nature and will keep encouraging those interested to get involved in its work by attending Grants Meetings and by other means. If you would like to learn more about how to get involved with EMpower, kindly contact Lucie Kucharova, UK Operations Manager, at lkucharova@empowerweb.org.

RESPONSIBILITIES OF THE TRUSTEES

The trustees (who are also the directors of Empower - the Emerging Markets Foundation Limited for the purposes of company law) are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 30 JUNE 2010

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 these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the 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 trustees 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 auditor is 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 auditor is aware of that information.

AUDITOR

Lubbock Fine are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Signed on behalf of the trustees

Marta Cabrera
Company Secretary

Date: 25 March 2011

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EMPOWER - THE EMERGING
MARKETS FOUNDATION LIMITED**

YEAR ENDED 30 JUNE 2010

We have audited the financial statements of Empower - the Emerging Markets Foundation Limited for the year ended 30 June 2010 on pages 9 to 15, which have been prepared on the basis of the accounting policies set out on pages 11 to 12.

This report is made solely to the company's members, as a body, in accordance with chapter 3 of section 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 company and the 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

The responsibilities of the trustees (who also act as directors of Empower - the Emerging Markets Foundation Limited for the purposes of company law) for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out in the Statement of Responsibilities of the Trustees on pages 5 to 6.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view, have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and have been prepared in accordance with the Companies Act 2006. We also report to you whether in our opinion the information given in the Trustees Annual Report is consistent with those financial statements.

In addition we report to you if, in our opinion, the charity has not kept adequate accounting records, if the charity's financial statements are not in agreement with the accounting records and returns, if we have not received all the information and explanations we require for our audit, or if certain disclosures of trustees' remuneration specified by law are not made.

We read the Trustees Annual Report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF EMPOWER - THE EMERGING
MARKETS FOUNDATION LIMITED *(continued)***

YEAR ENDED 30 JUNE 2010

OPINION

In our opinion:

- the financial statements give a true and fair view of the state of the charity's affairs as at 30 June 2010 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- the financial statements have been prepared in accordance with the Companies Act 2006; and
- the information given in the Trustees Annual Report is consistent with the financial statements.

Lee Facey (Senior Statutory Auditor)
For and on behalf of
Lubbock Fine
Chartered Accountants & Statutory Auditor

Russell Bedford House
City Forum, 250 City Road
London EC1V 2QQ

Date: 29 March 2011

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE
ACCOUNT)**

YEAR ENDED 30 JUNE 2010

	Note	Unrestricted Funds \$	Restricted Funds \$	Total Funds 2010 \$	Total Funds 2009 \$
INCOMING RESOURCES					
Incoming resources from generating funds:					
Voluntary income	2	1,249,034	379,632	1,628,666	1,500,196
Activities for generating funds	3	451,220	–	451,220	40,968
Investment income	4	70	–	70	6,771
TOTAL INCOMING RESOURCES		<u>1,700,324</u>	<u>379,632</u>	<u>2,079,956</u>	<u>1,547,935</u>
RESOURCES EXPENDED					
Charitable activities	5/6	(859,005)	(315,863)	(1,174,868)	(1,146,136)
Governance costs	7	(134,517)	–	(134,517)	(135,761)
TOTAL RESOURCES EXPENDED		<u>(993,522)</u>	<u>(315,863)</u>	<u>(1,309,385)</u>	<u>(1,281,897)</u>
NET INCOMING RESOURCES FOR THE YEAR/NET INCOME FOR THE YEAR					
	8	706,802	63,769	770,571	266,038
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>227,437</u>	<u>1,187</u>	<u>228,624</u>	<u>(37,414)</u>
TOTAL FUNDS CARRIED FORWARD		<u>934,239</u>	<u>64,956</u>	<u>999,195</u>	<u>228,624</u>

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 11 to 15 form part of these financial statements.

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

BALANCE SHEET

AS AT 30 JUNE 2010

		2010		2009	
	Note	\$	\$	\$	\$
CURRENT ASSETS					
Debtors	11	122,509		356,591	
Cash at bank		1,264,666		378,799	
		<u>1,387,175</u>		<u>735,390</u>	
CREDITORS: Amounts falling due within one year	12	<u>(387,980)</u>		<u>(506,766)</u>	
NET CURRENT ASSETS			999,195		228,624
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>999,195</u>		<u>228,624</u>
NET ASSETS			<u>999,195</u>		<u>228,624</u>
FUNDS					
Restricted income funds	13		64,956		1,187
Unrestricted income funds	14		934,239		227,437
TOTAL FUNDS			<u>999,195</u>		<u>228,624</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

These financial statements were approved by the members of the committee on 2 March 2011 and are signed on their behalf by:

Jonathan Bayliss
Director

Company Registration Number: 05889426

The notes on pages 11 to 15 form part of these financial statements.

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2010

1. ACCOUNTING POLICIES

Basis of accounting

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

Cash flow statement

The trustees have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the company is small.

Donations

All monetary donations and gifts are included in full in the statement of financial activities when receivable, provided that there are no donor-imposed restrictions as to the timing of the related expenditure, in which case recognition is deferred until the pre-condition has been met. If there are donor restrictions and the funds have been received then these are recognised as restricted funds.

Gifts in kind and donated services are valued and included in income to the extent that it represents goods or services which would otherwise be purchased. An equivalent amount is charged as expenditure.

Grants payable

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Grants payable are payments made to third parties in the furtherance of the charitable objectives of the company. The grants are accounted for where either the trustees have agreed to pay the grant without condition and the recipient has a reasonable expectation that they will receive a grant, or any condition attaching to the grant is outside the control of the charity.

Fund accounting

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for particular purposes. The cost of raising and administering such funds are charges against the specific fund.

Unrestricted funds are donations and other incoming resources received or generated for expenditure on the general objectives of the Charity.

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2010

1. ACCOUNTING POLICIES (continued)

Resources expended

Expenditure, which is charged on an accruals basis, is allocated between:

Expenditure incurred directly to the fulfillment of the Charity's objectives together with support costs relating to these activities;

Expenditure incurred in order to raise funds for charitable activities including support costs; and

Expenditure incurred in the governance of the Charity and its assets.

Foreign currencies

Assets and liabilities in foreign currencies are translated into US dollars at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into US dollars at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

The accounts have been prepared in US dollars as this is the operating currency of the Charity.

VAT

The Charity is not registered for VAT and its expenses are therefore inflated by VAT which cannot be recovered.

2. VOLUNTARY INCOME

	Unrestricted Funds \$	Restricted Funds \$	Total Funds 2010 \$	Total Funds 2009 \$
Donations				
Corporate donations	279,057	353,769	632,826	653,312
Individual donations	969,977	25,863	995,840	846,884
	<u>1,249,034</u>	<u>379,632</u>	<u>1,628,666</u>	<u>1,500,196</u>

3. INCOMING RESOURCES FROM ACTIVITIES FOR GENERATING FUNDS

	Unrestricted Funds \$	Total Funds 2010 \$	Total Funds 2009 \$
Fundraising events	451,220	451,220	40,968
	<u>451,220</u>	<u>451,220</u>	<u>40,968</u>

4. INVESTMENT INCOME

	Unrestricted Funds \$	Total Funds 2010 \$	Total Funds 2009 \$
Bank interest receivable	70	70	6,771
	<u>70</u>	<u>70</u>	<u>6,771</u>

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2010

5. COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds \$	Restricted Funds \$	Total Funds 2010 \$	Total Funds 2009 \$
Grant funding activities	556,500	290,000	846,500	789,375
Management fees to Empower US	222,021	–	222,021	315,000
Support costs	80,484	25,863	106,347	41,761
	<u>859,005</u>	<u>315,863</u>	<u>1,174,868</u>	<u>1,146,136</u>

During the year, the Charity awarded \$846,500 (2009 - \$789,375) in grants to 23 Organisation in 20 countries. The Charity focused the majority of its grant making on deepening relationships with existing grantees who were affected by the global financial crisis.

This is consistent with the objectives of the Charity to promote education among young people, in emerging markets and other developing countries.

6. COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Grant funding activities \$	Support costs \$	Total Funds 2010 \$	Total Funds 2009 \$
Grant funding activities	846,500	106,347	952,847	831,136
Management fees to Empower US	222,021	–	222,021	315,000
	<u>1,068,521</u>	<u>106,347</u>	<u>1,174,868</u>	<u>1,146,136</u>

7. GOVERNANCE COSTS

	Unrestricted Funds \$	Total Funds 2010 \$	Total Funds 2009 \$
Accountancy fees	12,342	12,342	13,973
Audit fees	12,760	12,760	9,953
Legal and professional fees	48,000	48,000	23,106
Sundry	350	350	162
Foreign currency losses	57,654	57,654	82,874
Bank charges	3,411	3,411	5,693
	<u>134,517</u>	<u>134,517</u>	<u>135,761</u>

8. NET INCOMING RESOURCES FOR THE YEAR

This is stated after charging:

	2010 \$	2009 \$
Auditors' fees	12,760	9,953
Exchange losses	<u>57,654</u>	<u>82,874</u>

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
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NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2010

9. STAFF COSTS AND EMOLUMENTS

No salaries or wages have been paid to employees, including the members of the committee, during the year.

Expenses of \$358 (2009 - \$1,770) were reimbursed to 1 (2009 - 2) director during the year.

10. TAXATION

There is no charge to corporation tax due to the nature of the activities carried out by the organisation.

11. DEBTORS

	2010	2009
	\$	\$
Grants and donations receivable	97,285	165,785
Amounts owed by EMpower USA	16,451	-
Gift Aid recoverable	8,773	189,243
Prepayments and accrued income	-	1,563
	<u>122,509</u>	<u>356,591</u>

12. CREDITORS: Amounts falling due within one year

	2010	2009
	\$	\$
Trade creditors	383,000	274,600
Amounts owed to EMpower USA	-	229,166
Other creditors	4,980	3,000
	<u>387,980</u>	<u>506,766</u>

13. RESTRICTED INCOME FUNDS

	Balance at 1 Jul 2009	Incoming resources	Outgoing resources	Balance at 30 Jun 2010
	\$	\$	\$	\$
Operating support fund	1,187	277,863	(265,863)	13,187
Other regranting funds	-	50,000	-	50,000
Emerging Markets Benefit Limited fund	-	51,769	(50,000)	1,769
	<u>1,187</u>	<u>379,632</u>	<u>(315,863)</u>	<u>64,956</u>

Restricted Funds:

These comprise donations received for the specific projects that the charitable company administers and are as follows:

Operating support fund:

Amounts received specifically to meet the operating costs of the Charity.

Other regranting funds:

Amounts received specifically to be paid out as grants by the Charity.

Emerging Markets Benefit Limited fund:

Amounts received from this donor for specific projects to be undertaken by the Charity.

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2010

14. UNRESTRICTED INCOME FUNDS

	Balance at 1 Jul 2009	Incoming resources	Outgoing resources	Balance at 30 Jun 2010
	\$	\$	\$	\$
General Funds	227,437	1,700,323	(993,521)	934,239

15. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Net current assets	Total
	\$	\$
Restricted Income Funds:		
Operating support fund	64,956	64,956
Unrestricted Income Funds	934,239	934,239
Total Funds	999,195	999,195

16. RELATED PARTY TRANSACTIONS

During the year, management fees of \$222,021 (2009 - \$315,000) were payable to EMpower - The Emerging Markets Foundation for providing operating support.

At the balance sheet date, \$16,451 was due from (2009 - \$229,166 due to) EMpower - The Emerging Markets Foundation, a not for profit organisation incorporated in the United States of America in which Bradley Wickens and Marta Cabrera are also Trustees. Marta Cabrera, Secretary of the charity, is also an employee of EMpower - The Emerging Markets Foundation. This balance is unsecured, interest free and repayable on demand.

17. COMPANY LIMITED BY GUARANTEE

Every member of the company undertakes to contribute such amounts as required not exceeding £10 to the assets of the company in the event of it being wound up while he or she is a member, or within one year after he or she ceases to be a member.

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

MANAGEMENT INFORMATION

YEAR ENDED 30 JUNE 2010

**The following pages do not form part of the statutory financial statements
which are the subject of the independent auditor's report on pages 7 and 8.**

**EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE**

DETAILED STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 30 JUNE 2010

	2010	2009
	\$	\$
INCOMING RESOURCES		
VOLUNTARY INCOME		
Corporate donations	632,826	653,312
Individual donations	995,839	846,884
	<u>1,628,665</u>	<u>1,500,196</u>
ACTIVITIES FOR GENERATING FUNDS		
Fundraising events	451,220	40,968
INVESTMENT INCOME		
Bank interest receivable	70	6,771
	<u>2,079,955</u>	<u>1,547,935</u>
RESOURCES EXPENDED		
CHARITABLE ACTIVITIES		
Motor and travel costs - Other	8,203	11,524
Office expenses - Telephone	259	-
Office expenses - Other	2,414	2,666
Grant funding activities	846,500	802,075
Grants payable written off	-	(12,700)
Fundraising	65,975	27,458
Grantee presentations	-	113
Marketing and Communication	29,496	-
Management fees to Empower US	222,021	315,000
	<u>1,174,868</u>	<u>1,146,136</u>
GOVERNANCE COSTS		
Accountancy fees	12,341	13,973
Audit fees	12,760	9,953
Legal and professional fees	48,000	23,106
Sundry	350	162
Foreign currency losses	57,654	82,874
Bank charges	3,411	5,693
	<u>134,516</u>	<u>135,761</u>
	<u>1,309,384</u>	<u>1,281,897</u>
TOTAL RESOURCES EXPENDED		
	<u>1,309,384</u>	<u>1,281,897</u>
NET INCOMING RESOURCES FOR THE YEAR	<u>770,571</u>	<u>266,038</u>

EMPOWER - THE EMERGING MARKETS FOUNDATION LIMITED
COMPANY LIMITED BY GUARANTEE

DETAILED STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 30 JUNE 2010

	2010 \$	2009 \$
CHARITABLE ACTIVITIES		
Grant funding activities		
<i>Grant funding activities</i>		
Grant funding activities	846,500	802,075
Grants payable written off	—	(12,700)
	<u>846,500</u>	<u>789,375</u>
<i>Support costs</i>		
Motor and travel costs - Other	8,203	11,524
Office expenses - Telephone	259	—
Office expenses - Other	2,414	2,666
Fundraising	65,975	27,458
Grantee presentations	—	113
Marketing and Communication	29,496	—
	<u>106,347</u>	<u>41,761</u>
	<u>952,847</u>	<u>831,136</u>
Management fees to Empower US		
<i>Grant funding activities</i>		
Management fees to Empower US	222,021	315,000
	<u>1,174,868</u>	<u>1,146,136</u>