

Sandwell Asian Development Association
Financial Statements
for the year ended 31 March 2020

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Report of the trustees

The trustees have pleasure in presenting the charitable company's report and financial statements for the year ended 31 March 2020 which is also prepared to meet the requirements for a Directors Report and Accounts for Companies Act purposes.

The directors of Sandwell Asian Development Association Limited ("the charitable company") are its trustees for the purpose of charity law and throughout this report are collectively referred to as its trustees. The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association and 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 (FRS102) (updated 1 January 2019).

OBJECTIVES AND ACTIVITIES

The Charitable Companies objectives are to help educate young people living within the area of benefit (Metropolitan Borough of Sandwell and its surrounding area), particularly those of Asian origin, through the provision of leisure time activities with particular emphasis on the teaching of amateur boxing and cricket so as to develop their physical and mental capacity that they may grow to full maturity as individuals and members of society.

The Charitable Company's objectives are achieved principally through the running of a boxing gym and various activities within the gym.

Sandwell Asian Development Association (SADA) runs the Alpine gymnasium . At the gymnasium we run fitness, boxercise, amateur boxing and martial arts classes. SADA also runs a homework club for young people. Through our work we have helped over 7 volunteers gain accredited coaching qualifications and helped them to become coaches. The work that SADA engages in helps young people from hard to reach groups to stay away from anti social behavior and crime and lead healthy and active lifestyles.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future activities.

ACHIEVEMENTS, PERFORMANCE AND FUTURE PLANS

In the last year Sandwell Asian Development Association has continued to run non-contact boxing, fitness and cardio programmes for young people aged between 11-25 years of age. We have purchased new equipment, allowing us to further develop our programmes with young people in Sandwell MBC area.

We have also gained funding from the reach fund. This has allowed us to put together a business plan and help us to get ready for our proposed move to a new facility.

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Report of the trustees (continued)

Like many the coronavirus pandemic has affected our organisation, we had to close our gymnasium from the 20th March 2020 and the landlord has been very helpful in allowing us to defer payment of our rent.

FINANCIAL REVIEW

The Charitable Company generated income of £57,325 (2019: £27,272) and spent £45,989 (2019: £35,820) on charitable activities in the year.

Reserves policy and risks

Ideally reserves of approximately £20,000 are required to cover running costs for approximately six months. At 31 March 2020 free reserves were £21,884 which is slightly above our policy, however, given the current situation the level of reserves will enable us to support ourselves until we are able to re-open & resume activities.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Sandwell Asian Development Association Limited is a company limited by guarantee and a registered charity governed by its Memorandum and Articles of Association dated 16 September 2006. The company does not have share capital and the liability of each member is limited to £1.

Appointment of trustees, induction & training

New Trustees are appointed by invitation to join the Board given that they have the necessary skills and experience to contribute to the Trust's activities and to be able to discharge their obligations as Trustees.

The Company secretary is charged with keeping Trustees up to date with the requirements needed to fulfil their responsibilities.

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Report of the trustees (continued)

REFERENCE AND ADMINISTRATIVE INFORMATION

Trustees:

Mr Mohammed Zafran
Mrs Tahira Imran (Secretary)
Mr Hasting Rasani (resigned 15 June 2020)
Mr Barkat Hussain
Mr Kabeer Hussain

Charity Number: 1121109

Company Number: 05986924

Registered Office:

40 Trinity Road North
West Bromwich
West Midlands
B70 6ND

Independent Examiner:

Karen Hanlan, ACA
Karen Hanlan Independent Examiner Limited
Hollyoaks
Lea Marston
B76 0BW

Bankers:

Barclays Bank PLC
Leicester Servicing Centre
Leicester
LE87 2BB

Approved by the Board and signed on its behalf by Tahira Imran



Date: 10 July 2020

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Statement of trustees' responsibilities

The trustees are required to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charitable company and of the surplus or deficit incurred by the charitable company for that year. In preparing those financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue to exist.

The trustees have overall responsibility for ensuring that the charitable company has an appropriate system of controls, financial and otherwise.

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 Charities Act 2011.

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 and to provide reasonable assurance that:

- the charitable company is operating efficiently and effectively;
- its assets are safeguarded against unauthorised use or disposition;
- proper records are maintained and financial information used within the charity or for publication is reliable;
- the charitable company complies with relevant laws and regulations.

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Independent Examiner's Report to the Trustees of the Sandwell Asian Development Association.

I report to the charity trustees on my examination of the accounts of the Sandwell Asian Development Association ('the Company') for the year ended 31 March 2020 which are set out on pages 8 to 17.

Responsibilities and basis of report

As the charity trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

- 1) accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
- 2) the accounts do not accord with those records; or
- 3) the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
- 4) the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102).

I have no concerns and have come across no matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Karen Hanlan,
Member of Institute of Chartered Accountants England & Wales
Karen Hanlan Independent Examiner Ltd
3 School Lane
Lea Marston
North Warwickshire
B76 0BW

Date: 10 July 2020

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Statement of financial activities (including an income & expenditure account)

		Un- restricted funds 2020 £	Restricted Funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income:	Note				
Donations and legacies	1	9,190	48,135	57,325	27,272
Total income		9,190	48,135	57,325	27,272
Expenditure on Charitable activities:					
Coaching costs		-	9,210	9,210	9,831
Gym equipment		-	3,764	3,764	1,929
Computer equipment		-	27	27	1,117
Refreshments		346	4,300	4,646	2,642
Consultancy – Resonance project		-	6,000	6,000	-
Membership fees		-	264	264	307
Publicity		-	-	-	280
Cleaning & maintenance		190	2,400	2,590	639
Rent, rates, heat & light		3,211	10,107	13,318	13,050
Insurance		122	1,100	1,222	1,535
Telephone		234	141	375	366
Print, stationary & office costs		-	200	200	204
Legal & professional fees		630	50	680	650
Sundry expenses		1,394	500	1,894	1,409
Depreciation of fixed assets		1,799	-	1,799	1,861
Total expenditure	2	7,926	38,063	45,989	35,820
Net income/(expenditure) and net movement in funds for year		1,264	10,072	11,336	(8,548)
Total funds brought forward		18,821	17,161	35,982	44,530
Transfer of funds re capital purchases		10,449	(10,449)	-	-
Total funds carried forward		30,534	16,784	47,318	35,982

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derives from continuing activities.

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Balance sheet

	Notes	2020 £	2019 £
Fixed Assets			
Tangible assets	3	<u>8,650</u>	-
Current Assets			
Debtors	4	1,941	2,066
Cash at bank and in hand		<u>38,187</u>	<u>35,744</u>
		40,128	37,810
Current Liabilities			
Creditors: amounts falling due within one year	5	<u>(1,460)</u>	<u>(1,828)</u>
Net current assets		<u>38,668</u>	<u>35,982</u>
Net assets		<u>47,318</u>	<u>35,982</u>
Funds of the Charity			
Un- restricted Funds			
- General		21,884	18,821
- Designated fixed asset fund		<u>8,650</u>	-
		<u>30,534</u>	<u>18,821</u>
Restricted Funds	6	<u>16,784</u>	<u>17,161</u>
Total charity funds		<u>47,318</u>	<u>35,982</u>

Company registered number 05986924

The accompanying accounting policies and notes form part of these financial statements.

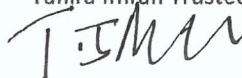
For the year ended 31 March 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006 however, in accordance with section 145 of the Charities Act 2011 the accounts have been examined by an Independent Examiner whose report appears on page 7.
- The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Approved by the Trustees and signed on their behalf by:

Tahira Imran Trustee



Date: 10 July 2020

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Principal accounting policies

Status of the company

The charitable company is limited by guarantee and does not have share capital. The liability of members is limited to £1 per member.

Basis of preparation

The financial statements have been prepared in accordance with 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 (FRS102) (updated 1 January 2019) - (Charities SORP (FRS102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and the Companies Act 2006.

Sandwell Asian Development Association meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historic cost or transaction value unless otherwise stated in the relevant accounting policy note.

Going Concern statement

The financial statements have been prepared on a going concern basis which assumes that the charity will continue to operate. The validity of this assumption is dependent upon securing the support of funders offering grants and donations. The charity's business plan shows that the charity will be able to operate in the foreseeable future. Based on this understanding the director trustees believe that it remains appropriate to prepare the financial statements on a going concern basis. The financial statements do not include any adjustments, which would result from the basis of preparation being inappropriate.

Funds

General accumulated funds are unrestricted funds available for general purposes and include funds designated for a particular purpose; the use of such funds remains at the discretion of the trustees.

Restricted funds are funds subject to conditions imposed by the donor or by specific terms of the appeal under which the funds are raised. The restrictive conditions are binding upon the Charitable company.

Income

All income is recognised in the Statement of Financial Activities when the charitable company is legally entitled, ultimate receipt is probable and the amount can be quantified with reasonable accuracy.

Income relating to future periods, as a result of donor imposed conditions specifying the time period, has been treated as deferred income.

Income dependent on certain conditions, amounting to more than mere administrative requirements, is recognised when the conditions have been fulfilled.

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Notes to the financial statements

Interest receivable

Bank interest is shown on the basis of amounts received in the year.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charitable company to the expenditure. All expenditure is accounted for on an accruals basis.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

Tangible fixed assets

Depreciation is provided at a rate calculated to write off the cost on a straight line basis over a period of less than the estimated useful life of the assets. The estimated useful life of assets is 3 years.

Fixed assets are capitalised depending on their value at the discretion of the trustees, usually where the item exceeds £500.

Cash and cash equivalents

Cash and cash equivalents include cash at bank and in hand and short term deposits repayable on or within a three month notice period.

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Taxation

As a registered charity no provision is considered necessary for taxation.

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Notes to the financial statements

1. Donations and legacies

	2020 £	2019 £
Grants and donations:		
Restricted:		
Social Investment Business – Reach fund for Resonance project	16,840	-
Sports England	-	8,415
Grant making trusts for specific purpose	28,000	10,462
West Midlands Police	1,895	2,200
Sandwell MBC	1,400	1,340
	<u>48,135</u>	<u>22,417</u>
Un-restricted:		
General grants	9,190	4,855
Total grants & donations	<u>57,325</u>	<u>27,272</u>

2. Expenditure

Legal and professional fees includes £680 in relation to the fee payable to the Independent Examiner (2019: £650)

No staff are employed by the Charitable Company and no Trustees expenses were reimbursed during the year.

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Notes to the financial statements (continued)

3. Tangible fixed assets

	Fixture, Fittings & Gym Equipment £
Cost	
At beginning of year	60,892
Additions	10,449
	<u>71,341</u>
At end of year	<u>71,341</u>
Depreciation	
At beginning of year	60,892
Charge for the year	1,799
At end of year	<u>62,691</u>
Net Book Value	
At 31 March 2020	<u>8,650</u>
At 31 March 2019	<u>-</u>

4. Debtors

	2020 £	2019 £
Other debtors	1,712	1,712
Prepayments	229	354
	<u>1,941</u>	<u>2,066</u>

5. Creditors: amounts falling due within one year

	2020 £	2019 £
Accruals	<u>1,460</u>	<u>1,828</u>

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Notes to the financial statements (continued)

6. Restricted funds

	Balance At beginning of year £	Movement in Funds 2020			Balance At end of year £
		Income £	Expenditure £	Transfers £	
Non-contact boxing programme	14,236	12,795	(27,031)	-	-
Boxing/Gym equipment	2,000	2,000	(3,764)	(236)	-
Equipment for homework club	925	1,500	(1,268)	(1,157)	-
Reach Resonance project	-	16,840	(6,000)	-	10,840
Funding for gym equipment for gym relocation	-	15,000	-	(9,056)	5,944
Total	17,161	48,135	(38,063)	(10,449)	16,784

Funding was received from the following organisations during the year:

Non-contact boxing programme:

- The Norton Foundation
- West Midlands Police & Crime Commissioner
- Sandwell Metropolitan Borough Council
- Grantham Yorke Foundation
- The Rowlands Trust
- The Bodean Trust
- The Heart of England Foundation
- Grimmitt Trust

Boxing/Gym Equipment:

- The Saintbury Trust

Equipment for Homework Club:

- Lord Austin Trust
- Eveson Foundation

Reach Resonance Project:

- Social Investment Business – Reach Fund

Gym Equipment for relocation:

- Edward Cadbury Trust
- The Rowlands Trust
- The Michael Marsh Foundation

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Notes to the financial statements (continued)

	Movement in Funds 2019		
	Balance At beginning of year	Income	Expenditure
	£	£	£
The Norton Foundation	-	2,920	(1,920)
Grantham Yorke Trust	-	3,000	(3,000)
Lord Austin Charitable Trust	-	500	(500)
Garfield Weston Foundation	13,750	-	(7,500)
Sports England	-	8,415	(2,765)
Sandwell MBC	-	1,340	(1,340)
Saintbury Foundation	-	2,000	-
West Midlands Police	-	2,200	(864)
Edward Cadbury Trust	1,000	-	(1,000)
Axis Foundation	-	1,042	(117)
Heart of England Foundation	-	1,000	(1,000)
Total	14,750	22,417	(20,006)

The following organisations provided their funding towards the non-contact training programmes:

- **The Norton Foundation**
- **Saintbury Foundation**
- **Black Country Connections**
- **Sandwell Metropolitan Borough Council**
- **The Grantham Yorke Trust**
- **West Midlands Police**
- **Sports England**
- **Heart of England Foundation**

The Garfield Weston Foundation has provided a 2 year grant for the non-contact Boxing project to support the costs of coaches, general running costs and refreshments.

The Austin Charitable Trust, The Saintbury Foundation, West Midlands Police & Sports England provided funding for the purchase of boxing equipment.

Edward Cadbury Trust and the Axis Foundation provided funding for IT equipment for a homework club.

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Notes to the financial statements (continued)

7. Financial commitments

Annual commitments under non-cancellable operating leases
expiring within:

	2020	2019
	£	£
1 year	-	-

8. Controlling Interests

The charity is controlled by the trustees.

Sandwell Asian Development Association
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Notes to the financial statements (continued)

9. Comparative Statement of Financial Activities for 2019

	Un-restricted funds 2019 £	Restricted Funds 2019 £	Total funds 2019 £
Income:			
Donations and legacies	4,855	22,417	27,272
Total income	4,855	22,417	27,272
Expenditure on Charitable activities:			
Coaching costs	651	9,180	9,831
Boxing equipment	-	1,929	1,929
Computer equipment	-	1,117	1,117
Refreshments	2,642	-	2,642
Membership fees	307	-	307
Publicity	-	280	280
Cleaning & maintenance	639	-	639
Rent, rates, heat & light	5,550	7,500	13,050
Insurance	1,535	-	1,535
Telephone	366	-	366
Print, stationary & office costs	204	-	204
Legal & professional fees	650	-	650
Sundry expenses	1,409	-	1,409
Depreciation of fixed assets	1,861	-	1,861
Total expenditure	15,814	20,006	35,820
Net (expenditure)/income and net movement in funds for year	(10,959)	2,411	(8,548)
Total funds brought forward	29,780	14,750	44,530
Total funds carried forward	18,821	17,161	35,982