

*Company number: 7356380*

*Charity number: 1138653*

# **Kahaila Limited**

**(A Charity Company Limited by Guarantee, company number 7356380)**

## **Financial Statements**

**and**

## **Trustees' Report**

**for the year ended 31 December 2020**

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# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

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# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Charitable Company Information for the year ended 31 December 2020

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<b>Status:</b>	Kahaila Limited is a company limited by guarantee and a registered charity governed by its memorandum and articles of association. The directors of the charity are its trustees for the purposes of charity law and throughout this report are collectively referred to as the trustees.
<b>Charity name:</b>	Kahaila Limited
<b>Company registration number:</b>	7356380 England
<b>Charity registration number:</b>	1138653
<b>Registered office:</b>	135 Brick Lane London E1 6SB
<b>Operations address:</b>	135 Brick Lane London E1 6SB
<b>Trustees who held office during the year:</b>	William Garwood Steve Rouse Michael Stickland John Woolley Natalie Robinson Sally Harman
<b>Chairperson:</b>	John Woolley
<b>Treasurer:</b>	Michael Stickland
<b>Secretary:</b>	Paul Unsworth
<b>Independent Examiner:</b>	<b>Anthony Armstrong FCA</b> <b>Armstrong &amp; Co</b> <i>Chartered Accountants &amp; Statutory Auditor</i> 4a Printing House Yard Hackney Road London E2 7PR
<b>Bankers:</b>	<b>CAF Bank Ltd</b> 25 Kings Hill Avenue Kings Hill, West Malling, Kent ME19 4JQ  <b>HSBC</b> 465 Bethnal Green Road London E2 9QW

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# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Trustees' Report, incorporating the Directors' Report for the year ended 31 December 2020

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The Trustees of Kahaila Limited present their report together with the financial statements for the year ended 31 December 2020.

### Trustees

The Trustees of the charity who held office during the year are disclosed on page 3.

### STRUCTURE, GOVERNANCE AND MANAGEMENT

Kahaila Limited is a company limited by guarantee, incorporated on 25 August 2010 and registered as a charity on 28 October 2010. The company was established under a Memorandum of Association which established the objects and powers of the company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1 each.

### Public Benefit

In planning all the charity's activities the trustees take into account the Charity Commission guidance on public benefit and aim to meet its obligations both in spirit and in letter.

The charitable causes we are currently investing in are explained further in the report.

### Board of Trustees

We have a minimum of three trustees and new trustees are appointed by agreement of the existing trustees. Potential trustees are provided with a detailed job description and invited to a board meeting. After completing the relevant paperwork, and approved, they are then voted on at the next Board meeting and must have the majority support of the Board.

Our trustees recognise that they have a duty to safeguard our assets and take steps to ensure that Kahaila Limited is being properly managed and that our funds are being spent appropriately.

The trustees ensure that major risks including; governance, operational, financial, external and compliance with legal requirements are identified and reviewed on a regular basis and that we have adequate systems in place to mitigate these risks.

In addition, the trustees ensure that Kahaila Limited has access to professional legal and financial advice where appropriate.

Meetings are held on average every three months. Trustees receive a quarterly activity report as well as financial and budgetary reports.

### Management and Key Staff

Paul Unsworth is Kahaila Limited Director, and he communicates regularly with the Chair and members of the Board particularly in relation to major decisions on finance and strategy.

We have policies and procedures covering Health and Safety, Child Protection, Equal Opportunities, Finances and a staff handbook and volunteer handbook.

All our activities are well organised, risk assessed and supervised. A de-briefing takes place with staff and volunteers after each activity, results are written up and filed and any action to be taken is reported to the management.

### Premises

A lease was signed for 5 years on 2nd April 2012 on 135 Brick Lane to provide premises from which the charity will operate in fulfilling its charitable objectives. This lease was renewed for an additional 6 years, on 2nd April 2017.

A lease was signed for 5 year on 16th April 2018 on Portsoken Pavilion, 1 Aldgate, London EC3N 1AF to provide premises for a second community café.

A rental agreement on a property owned by Frampton Park Road Baptist Church began on the 1st January 2017 for Ella's Home. This rental agreement was transferred to the new charity Ella's Home (1187529) on the 31st August 2020.

### AIMS OBJECTIVES AND ACTIVITIES

#### Aims

As per our Governing Document, Kahaila Limited was established for; the advancement of the Christianity; the advancement of health and the preservation and protection of public health generally; the relief of persons who are in need, hardship of or distress and the prevention and relief of poverty; the advancement of education.

# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Trustees' Report, incorporating the Directors' Report for the year ended 31 December 2020

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The Directors have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives and in planning future activities. In particular, the Directors consider how planned activities will contribute to the aims and objectives they have set. The main activities undertaken to further Kahaila's purposes for the public benefit are explained later in this report.

### Objectives

Kahaila Limited aims to build community that brings life in all its fullness.

Therefore, we aim to

- Build healthy communities where all can have a sense of belonging regardless of their beliefs.
- Empower people to reach their God-given potential.
- Encourage people in their Christian faith and provide an environment that allows people to explore Christianity.
- Serve the poor by breaking the chains of injustice, getting rid of exploitation, setting free the oppressed.

Kahaila Limited fulfils its objectives through the following activities

A café that provides a forum for people to not only experience and build community in a fresh new way but also to allow them to explore faith in a non-threatening and comfortable place, where there is no pressure to be anything other than yourself.

A church community that gathers regularly in Brick Lane and Forest Gate, modelling our values of belonging, community, serving, faith and generosity.

The development of Kahaila's projects which are:

**Ella's Home** – A safe house providing a supportive place of recovery for women who have suffered from sexual exploitation and trafficking. Ella's Home offers an appropriate time frame and holistic plan for recovery and supports them back into life, community and freedom. Ella's Home also offers comprehensive support and advocate for women in accessing healthcare, immigration support, social services, pastoral and spiritual care, counseling, life skills development, English language teaching and employability training.

On the 31st August 2020, Kahaila's project Ella's Home was established as an independent charity named Ella's Home (charity no.1187529).

**Essence** - Based in a women's prison delivering non-formal education through accredited and innovative Life Skills courses, outreach, mentoring, and pastoral support to women in prison and as they settle back into the community upon their release. We aim to empower women to break free from the destructive cycles they are caught in - equipping them with new skills, aiding successful resettlement and reduce re-offending.

**BREW** – An employability programme for members of the homeless community. We offer a barista training course and offer paid employment within our community café's. Through training and employment, we aim to create a sustainable solution for homeless people to rebuild their lives.

### ACHIEVEMENTS AND PERFORMANCE

Our achievements against performance can be seen by comparing our objectives above against our activities.

### FINANCIAL REVIEW

#### Results for the year

The results of the period and financial position of the charity are shown in the annexed financial statements.

The Statement of Financial Activities shows net expenditure for the year of £202,256 and reserves of £(27,523).

#### Reserves Policy

It is considered prudent that Kahaila Limited should aim to have a minimum level of general reserves of £27,000 to cover unforeseen circumstances and key salaries for three months and we are currently achieving this target.

Kahaila Limited, in line with its business plan and fundraising strategy, plans to maintain this level of reserves over the next three years through prudent management of income and expenditure.

#### Related Party Transactions

The Trustees confirm that Kahaila Limited had no related party transactions during the year.

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# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Trustees' Report, incorporating the Directors' Report for the year ended 31 December 2020

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### Guarantees

Members on the board of Trustees of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of winding up. The total number of such guarantees at 31 December 2020 was 6. The Trustees have no beneficial interest in the charitable company.

### Independent Examiner

The Independent Examiner, Anthony Armstrong FCA of Armstrong & Co, has indicated his willingness to be proposed for re-appointment.

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

The financial statements were approved by the Board of Trustees on 26 August 2021 and signed on its behalf by:

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**John Woolley, Trustee**

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# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Statement of Trustees' Responsibilities for the year ended 31 December 2020

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The trustees (who are the directors of Kahaila Limited for the purpose 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).

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 its 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:

- a) Select suitable accounting policies and apply them consistently;
- b) Observe the methods and principles in the Charities SORP;
- c) Make judgements and estimates that are reasonable and prudent;
- d) Follow applicable accounting standards and statements of recommended practice, subject to any material departures disclosed and explained in the accounts;
- e) Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charitable company will continue in operation.

The trustees are responsible for keeping adequate accounting records which 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 and charity legislation. 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.

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# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Independent Examiner's Report to the Trustees of Kahaila Limited

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I report on the accounts of Kahaila Limited for the period from 1 January 2020 to 31 December 2020, which are set out on pages 9 to 18.

This report is made solely to the trustees as a body in accordance with section 145 of the Charities Act 2011 (the Charities Act) and regulations made under section 154 of that Act. My examination has been undertaken so that I might state to the trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the company and the trustees as a body, for my examination, for this report, or for the opinions I have formed.

### Respective responsibilities of trustees and examiner

As described on page 7, the trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales (ICAEW).

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- a) examine the accounts under section 145 of the Charities Act;
- b) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the Charities Act, and
- c) to state whether particular matters have come to my attention.

### Basis of independent examiner's statement

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

### Independent examiner's statement

In connection with my examination, no matter has come to my attention which gives me cause to believe that in, any material respect:

- accounting records were not kept in accordance with section 386 of the Companies Act 2006 Act, or
- the accounts do not accord with such records; or
- the accounts do not comply with relevant accounting requirements under section 396 of the Companies Act 2006 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
- the accounts have not been prepared in accordance with the Charities SORP (FRS102).

I have come across no other 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.

**Anthony Armstrong FCA, Independent Examiner  
of Armstrong & Co**  
*Chartered Accountants & Statutory Auditor*

**Dated: 26 August 2021**

**4a Printing House Yard  
Hackney Road  
London E2 7PR**



# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Statement of Financial Activities

*incorporating the income and expenditure account*  
for the year ended 31 December 2020

		2020			2019
		Unrestricted Funds	Restricted Funds	Total Funds	Total Funds
Notes		£	£	£	£
<b>Income from:</b>					
Donations and legacies	3	174,307	-	174,307	315,063
Charitable activities	4	323,747	80,271	404,018	832,245
Trading activities	5	1,773	-	1,773	11,531
Investments	6	9	-	9	18
<b>Total income</b>		<b>499,836</b>	<b>80,271</b>	<b>580,107</b>	<b>1,158,857</b>
<b>Expenditure on:</b>					
Raising funds	7	7,799	-	7,799	26,993
Charitable activities	8	607,992	166,572	774,564	1,260,678
<b>Total expenditure</b>		<b>615,791</b>	<b>166,572</b>	<b>782,363</b>	<b>1,287,671</b>
<b>Net income/(expenditure) and movement in funds</b>		(115,955)	(86,301)	(202,256)	(128,814)
<b>Reconciliation of funds:</b>					
Total funds brought forward	16	83,099	91,634	174,733	303,547
<b>Total funds carried forward</b>		<b>(32,856)</b>	<b>5,333</b>	<b>(27,523)</b>	<b>174,733</b>

All incoming resources and resources expended are derived from continuing activities.

The statement of financial activities incorporates an income and expenditure account.

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

# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Statement of Financial Position

as at 31 December 2020

		31 December 2020		31 December 2019	
	Notes	£	£	£	£
<b>Fixed assets:</b>					
Tangible assets	10		1,500		721
<b>Total fixed assets</b>			<u>1,500</u>		<u>721</u>
<b>Current assets:</b>					
Stocks	11	2,500		2,500	
Debtors	12	34,969		44,000	
Cash at bank and In hand	13	<u>31,762</u>		<u>249,540</u>	
<b>Total current assets</b>		69,231		296,040	
<b>Creditors: amounts falling due within one year</b>	13	<u>59,954</u>		<u>85,305</u>	
<b>Net current assets/(liabilities)</b>			9,277		210,735
<b>Total assets less current liabilities</b>			<u>10,777</u>		<u>211,456</u>
<b>Creditors: amounts falling due after more than one year</b>	14		38,300		36,723
<b>Total net assets</b>			<u>(27,523)</u>		<u>174,733</u>
<b>The funds of the charity:</b>					
Restricted funds	18		5,333		91,634
Unrestricted funds	14		(32,856)		83,099
<b>Total charity funds</b>	20		<u>(27,523)</u>		<u>174,733</u>

The directors are satisfied that the company is entitled to exemption from audit under Section 477 of the Companies Act 2006 and that no member or members have requested an audit pursuant to section 476 of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with Section 386 of the Companies Act 2006; and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of the financial year and of its surplus or deficit for the financial year in accordance with the requirements of Section 394 and 395 of the Companies Act 2006, and which otherwise comply with the requirements of this act relating to accounts, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard 102.

The financial statements were approved by the Board of Trustees on 26 August 2021 and signed on its behalf by:

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John Woolley  
Trustee

*The notes on pages 12 to 18 form part of these accounts.*

# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Statement of Cash Flows

for the year ended 31 December 2020

	Notes	2020 £	2019 £
<b>Cash flows from operating activities:</b>			
Net cash provided by/(used in) operating activities	1	(216,268)	(128,386)
<b>Cash flows from investing activities:</b>			
Dividends, interest and rents from investments		9	18
Purchase of property, plant and equipment		(1,519)	-
<b>Net cash provided by/(used in) investing activities</b>		<b>(1,510)</b>	<b>18</b>
<b>Change in cash and cash equivalents in the reporting period</b>		<b>(217,778)</b>	<b>(128,368)</b>
<b>Cash and cash equivalents at the beginning of the reporting period</b>	2	<b>249,540</b>	<b>377,908</b>
<b>Cash and cash equivalents at the end of the reporting period</b>	2	<b>31,762</b>	<b>249,540</b>

### Notes to the Cash Flow Statement

	2020 £	2019 £
<b>1) Reconciliation of net income/(expenditure) to net cash flow from operating activities</b>		
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(202,256)	(128,814)
<b>Adjustments for:</b>		
Depreciation charges	740	360
Dividends, interest and rents from investments	(9)	(18)
(Increase)/decrease in debtors	9,031	12,634
Increase/(decrease) in creditors	(23,774)	(12,547)
<b>Net cash provided by/(used in) operating activities</b>	<b>(216,268)</b>	<b>(128,386)</b>
<b>2) Analysis of cash and cash equivalents</b>		
Cash in hand	31,762	249,540
<b>Total cash and cash equivalents</b>	<b>31,762</b>	<b>249,540</b>

# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Accounting Policies

for the year ended 31 December 2020

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### Basis of preparation

The financial statements have been prepared in accordance with:

- a) Applicable UK accounting standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)'.
- b) 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) - (Charities SORP FRS 102);
- c) the Companies Act 2006.
- d) the Charities Act 2011.

### Public benefit entity

The charitable company meets the definition of a public benefit entity under FRS 102.

### Going concern

The Kahaila Board of Trustees confirms their assumption that Kahaila Limited is a going concern and no significant uncertainty exists in this respect. The assumption is based on professional and legal advice from Weil, Gotshel and Manges LLP and insolvency specialist Phil Reynolds of FRP Advisory. As well as carrying out a cash flow forecast based on sales forecast and government support cash grants. The trustees have been monitoring the financial position on a regular basis, the minutes give an accurate account of the meetings and the decisions made.

### Income recognition

Income is recognised when the charity has a contractual or other right to its receipt, it is probable that the income will be received and that the amount can be measured reliably. Income with conditions attached to its receipt is recognised when those conditions have been fulfilled.

Voluntary income received by way of donations and gifts is included in full when received. Donated services and facilities are recognised as an incoming resource where the provider of the service has incurred a financial cost. Volunteer time is not included in the financial statements.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

### Expenditure recognition

Expenditure is accrued as soon as a liability is considered probable, and the amount of obligation can be measured reliably. The charity is registered for VAT and accordingly expenditure excludes VAT where appropriate.

Expenditure included in Raising Funds includes amounts incurred in obtaining grants and other donations.

Charitable expenditure includes those costs expended in fulfilling the charity's principal objects, as outlined in the Report of the Trustees. These include grants payable, governance costs and an apportionment of support costs.

- Grants payable are payments made to third parties in furtherance of the charity's objects. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the charity.
- Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to the independent examination and legal fees.
- Rentals under operating leases are charged as incurred over the term of the lease.

Costs are allocated directly to projects where they can be identified as relating solely to that project. Other costs are allocated between the funds based on staff time spent on the fund activities or other appropriate criteria.

### Restricted Funds

Restricted funds are to be used for specified purposes as laid down by the funder. Direct and support expenditure which meets these criteria are identified to the fund together with a fair allocation of other costs.

### Unrestricted Funds

Unrestricted funds are funds received which have no restrictions placed on their use and are available as general funds.

### Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

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# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Accounting Policies

for the year ended 31 December 2020

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### Pensions

The charity operates defined contribution schemes which are administered by outside independent pensions providers. Contributions payable for the year are charged to the Statement of Financial Activities.

### Tangible Fixed Assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Premises Improvements	- 25% on cost
Plant & machinery	- 25% on cost
Furniture & fixtures	- 25% on cost
Office equipment	- 25% on cost

Items of equipment are only capitalised where the purchase price exceeds £500.

### Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Notes to the Accounts

for the year ended 31 December 2020

### 1 Incoming resources

The incoming resources and surplus are attributable to the principal activities of the charity.

### 2 Net outgoing resources

*Net outgoing resources are stated after charging:*

Auditors fees - statutory audit services

Auditors fees - other services

Independent Examiner's fees - reporting service

Independent Examiner's fees - other services

Depreciation - owned assets

2020

2019

£

£

-

2,500

-

1,000

1,200

-

500

-

740

360

### Trustees' emoluments

-

-

Emoluments include salaries, fees, bonuses, expense allowances and estimated non-cash benefits receivable. All trustees serve in a voluntary capacity and do not receive payment for their services.

### 3 Income from donations and legacies

Unrestricted

Restricted

2020

2019

Total

Total

£

£

£

£

Gift aid tax recovered

7,584

-

7,584

17,052

Gifts and donations

166,723

-

166,723

298,011

174,307

-

174,307

315,063

### 4 Income from charitable activities

Unrestricted

Restricted

2020

2019

Total

Total

£

£

£

£

Cafe sales

194,619

-

194,619

806,867

Ella

64,128

-

64,128

25,378

Grant income

65,000

80,271

145,271

-

323,747

80,271

404,018

832,245

### 5 Income from trading activities

Unrestricted

Restricted

2020

2019

Total

Total

£

£

£

£

BEAM income

300

-

300

500

Venue hire

1,473

-

1,473

11,031

1,773

-

1,773

11,531

### 6 Income from investments

Unrestricted

Restricted

2020

2019

Total

Total

£

£

£

£

Interest Income

9

-

9

18

9

-

9

18

### 7 Expenditure on raising funds

Unrestricted

Restricted

2020

2019

Total

Total

£

£

£

£

Advertising and promotion

7,002

-

7,002

26,233

Website

797

-

797

760

7,799

-

7,799

26,993

# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Notes to the Accounts

for the year ended 31 December 2020

8 Expenditure on charitable activities	Unrestricted	Restricted	2020 Total	2019 Total
	£	£	£	£
Staff salaries	308,863	166,572	475,435	647,446
Staff pensions	10,175	-	10,175	18,941
Café purchases	81,662	-	81,662	275,268
Café small equipment	10,286	-	10,286	26,052
Café rent, rates & maintenance	147,997	-	147,997	193,163
Café other costs	-	-	-	763
Café assets depreciation	740	-	740	360
Evangelism & ministry expenses	263	-	263	1,187
Gifts & donations	9,600	-	9,600	22,204
Conferences & training	1,857	-	1,857	7,562
Travel & meeting expenses	1,675	-	1,675	7,085
Office expenses	12,477	-	12,477	18,576
Miscellaneous expenses	9,654	-	9,654	17,256
Bank charges	720	-	720	1,521
Legal and professional fees	7,822	-	7,822	16,460
Payroll costs	2,501	-	2,501	3,334
Independent examiner's fees	1,700	-	1,700	-
Audit fees	-	-	-	3,500
	<u>607,992</u>	<u>166,572</u>	<u>774,564</u>	<u>1,260,678</u>

9 Staff costs	2020	2019
	£	£
Staff salaries	475,435	647,446
Staff pensions	10,175	18,940
	<u>485,610</u>	<u>666,386</u>

Average number of employees during the year was: 34 44

No remuneration was paid to any Trustee or their associates for services as a trustee during the year ended 31 December 2020 nor to 31 December 2019.

Employees paid in excess of £60,000 during the current year and previous year: - -

10 Tangible fixed assets	Premises Improvements	Plant & machinery	Furniture & fixtures	Office equipment	Total
	£	£	£	£	£
<b>Cost</b>					
As at 1 January 2020	67,206	31,224	11,287	2,499	112,216
Additions		1,519	-	-	1,519
As at 31 December 2020	<u>67,206</u>	<u>32,743</u>	<u>11,287</u>	<u>2,499</u>	<u>113,735</u>
<b>Depreciation</b>					
As at 1 January 2020	67,206	31,224	10,566	2,499	111,495
Charge for the year		380	360	-	740
As at 31 December 2020	<u>67,206</u>	<u>31,604</u>	<u>10,926</u>	<u>2,499</u>	<u>112,235</u>
<b>Net book value</b>					
As at 31 December 2020	<u>-</u>	<u>1,139</u>	<u>361</u>	<u>-</u>	<u>1,500</u>
As at 31 December 2019	<u>-</u>	<u>-</u>	<u>721</u>	<u>-</u>	<u>721</u>

# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Notes to the Accounts

for the year ended 31 December 2020

<b>11 Stocks</b>	<b>2020</b>	<b>2019</b>			
	£	£			
Stock	2,500	2,500			
	<u>2,500</u>	<u>2,500</u>			
<b>12 Debtors: amounts falling due within one year</b>	<b>2020</b>	<b>2019</b>			
	£	£			
Rent deposit	34,400	44,000			
Prepayments	569	-			
	<u>34,969</u>	<u>44,000</u>			
<b>13 Creditors: amounts falling due within one year</b>	<b>2020</b>	<b>2019</b>			
	£	£			
Creditors	14,639	25,732			
VAT liability	3,145	7,274			
PAYE	3,430	9,652			
Accruals	35,738	26,151			
Loans < 12 mths	3,002	16,496			
	<u>59,954</u>	<u>85,305</u>			
<b>14 Creditors: amounts falling due after more than one year</b>	<b>2020</b>	<b>2019</b>			
	£	£			
Loans > 12 mths	38,300	36,723			
	<u>38,300</u>	<u>36,723</u>			
<b>15 Maturity of debt</b>	<b>2020</b>	<b>2019</b>			
	£	£			
Amount falling due:					
In one year or less	3,000	16,496			
Between one and two years	7,200	16,496			
Between two and five years	31,100	20,227			
	<u>41,300</u>	<u>53,219</u>			
<b>16 The funds of the charity: current year</b>	<b>Opening balance</b>	<b>Resources arising</b>	<b>Resources utilised</b>	<b>Other movements</b>	<b>Closing balance</b>
	£	£	£	£	£
<u>Restricted funds</u>					
Restricted funds	91,634	80,271	(166,572)	-	5,333
<u>Unrestricted funds</u>					
General funds	83,099	499,836	(615,791)	-	(32,856)
	<u>174,733</u>	<u>580,107</u>	<u>(782,363)</u>	<u>-</u>	<u>(27,523)</u>
<b>17 The funds of the charity: prior year</b>	<b>Opening balance</b>	<b>Resources arising</b>	<b>Resources utilised</b>	<b>Other movements</b>	<b>Closing balance</b>
	£	£	£	£	£
<u>Restricted funds</u>					
Restricted funds	325,023	34,266	(267,655)	-	91,634
<u>Unrestricted funds</u>					
General funds	(21,476)	1,124,591	(1,020,016)	-	83,099
	<u>303,547</u>	<u>1,158,857</u>	<u>(1,287,671)</u>	<u>-</u>	<u>174,733</u>



# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Notes to the Accounts

for the year ended 31 December 2020

18 Restricted funds: current year	Opening balance	Incoming resources	Resources expended	Transfers & gains/(losses)	Closing balance
	£	£	£	£	£
Coronavirus Job Retention Scheme (CJRS)	-	80,271	80,271	-	-
Comic Relief	5,333	-	-	-	5,333
Merton Refuge	70,801	-	70,801	-	-
Reflex (Essence)	15,500	-	15,500	-	-
	<u>91,634</u>	<u>80,271</u>	<u>166,572</u>	<u>-</u>	<u>5,333</u>

19 Restricted funds: prior year	Opening balance	Incoming resources	Resources expended	Transfers & gains/(losses)	Closing balance
	£	£	£	£	£
BWB Foundation	8,164	-	8,164	-	-
Comic Relief	54,397	4,900	53,964	-	5,333
East End Community Foundation	-	8,826	8,826	-	-
Lent appeal	-	5,040	5,040	-	-
Merton Refuge	259,194	-	188,394	-	70,801
Newby Trust	3,267	-	3,267	-	-
Reflex (Essence)	-	15,500	-	-	15,500
	<u>325,022</u>	<u>34,266</u>	<u>267,655</u>	<u>-</u>	<u>91,634</u>

### Restricted funds (continued)

Projects financed by restricted funds are supported by unrestricted funding where necessary. This occurs where the funding is in arrears or the incidence of expenditure on the project occurs disproportionately at the beginning of the project compared to the income flows. Where restricted projects end the year with a deficit, this is met by after year-end restricted income or transfers from unrestricted funds.

<b>BWB Foundation</b>	Grant towards general costs of Ellas Home.
<b>Coronavirus Job Retention Scheme (CJRS)</b>	The CJRS was introduced to help employers who cannot maintain their current workforce because their operations are affected by the COVID-19 outbreak. The amount relates to the furlough claims made to HMRC during the year. All the amounts received from the claims have been paid to the employees who the claims relate to.
<b>Comic Relief</b>	Grant for salaries for full time project manager/support worker (Luminary) and part time support worker for the victims of trafficking.
<b>East End Community</b>	Grant towards costs of Luminary Bakery - Employability Training Programme.
<b>Lent appeal</b>	Grant towards general costs of Ellas Home.
<b>Merton Refuge</b>	Grant of £300,000 to provide temporary housing for female survivors of trafficking and sexual exploitation. £34,864 is restricted to the work of Ella's Home.
<b>Newby Trust</b>	Cost towards sponsoring apprentices.
<b>Reflex (Essence)</b>	Grant to cover salary costs of Community Development worker in 2020.

20 Net assets attributable to funds: current year	General funds	Designated funds	Restricted funds	Endowment funds	Total
		£	£	£	£
Tangible fixed assets	1,500	-	-	-	1,500
Current assets	63,898	-	5,333	-	69,231
Current liabilities	(59,954)	-	-	-	(59,954)
Long term liabilities	(38,300)	-	-	-	(38,300)
Net assets represented by funds	<u>(32,856)</u>	<u>-</u>	<u>5,333</u>	<u>-</u>	<u>(27,523)</u>

21 Net assets attributable to funds: prior year	General funds	Designated funds	Restricted funds	Endowment funds	Total
		£	£	£	£
Tangible fixed assets	721	-	-	-	721
Current assets	204,406	-	91,634	-	296,040
Current liabilities	(85,305)	-	-	-	(85,305)
Long term liabilities	(36,723)	-	-	-	(36,723)
Net assets represented by funds	<u>83,099</u>	<u>-</u>	<u>91,634</u>	<u>-</u>	<u>174,733</u>

# Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

## Notes to the Accounts

for the year ended 31 December 2020

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### 22 Taxation

The company is a registered charity. Accordingly, it is exempt from taxation in respect of income and capital gains to the extent that these are applied to its charitable objects.

### 23 Post balance sheet events

There were no significant post balance sheet events.

### 24 Pension commitments

The charitable company contributes to employee defined contribution (DC) stakeholder pension schemes. The assets of the schemes are held separately from those of the charitable company in independently administered funds.

### 25 Other financial commitments

At 31 December 2020, the charitable company had total commitments under non-cancellable operating leases over the remaining life of those leases of £193,500 (2019: £313,995).

### 26 Contingent liabilities

The charitable company had no material contingent liabilities at 31 December 2020 nor at 31 December 2019.

### 27 Related parties

Burning Tree Tea Limited supplies tea and coffee to Kahaila Limited (Three Cords Coffee is the trading name of the coffee business under Burning Tree Tea Ltd.) The CEO of Kahaila Limited directly owns a fifty per cent share in Burning Tree Tea Ltd. The decision to purchase goods from Burning Tree Tea and Three Cords coffee was approved by the Kahaila Board of Trustees.

During the year 2020 Kahaila entered into the following transactions with Burning Tree Ltd who are not a part of Kahaila Limited.

	Sale of goods in 2020
Burning Tree Tea	£364
Three Cords Coffee	£661

Sales of goods to Kahaila Limited were made at Burning Tree Limited usual cost list price, less an average discount of twenty per cent. Purchases were made at market price discounted to reflect the relationship between the parties.

### 28 Gifts in kind and volunteers

During the year the charitable company benefited from unpaid work performed by volunteers.

### 29 Company status

The company is limited by guarantee and has no share capital. The guarantors liability in the event the company is wound up is restricted to a maximum of £1 each.