

AYESHA COMMUNITY EDUCATION LIMITED

(A company limited by guarantee)

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2017

COMPANY REGISTERED IN ENGLAND NO: 5581260

REGISTERED CHARITY No 1121317

AYESHA COMMUNITY EDUCATION LIMITED REPORT OF THE TRUSTEES

The trustees are pleased to present their report together with the financial statements of the company for the year ended 31 August 2017.

Legal and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the Memorandum and Articles of Association.

Objects of the Company

Ayesha Community Education (ACE) was set up in October 2005 to service needs of the local community.

ACE is based in West Hendon and this year continued its activities under :

- | | | | |
|---|--|---|----------------------------|
| * | Education | * | Youth and Adult Activities |
| * | Local Interfaith activities | * | Healthcare |
| * | Processing Charitable (Zakat) funds for distribution to third world countries. | | |

Education

The Nursery is progressing well. It has had an average of 30 pupils this year and is beginning to show growth.

Youth and Adult activities

In the previous year, ACE received a Home Office grant for training imams on social media and active youth engagement. The project was completed in this year.

Zakat Projects

ACE Received zakat funds for distribution to projects in India, Somalia and Syria

Statement of Director' and Trustees' responsibilities

The Charities Act and the Company Act require the Board of Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Board is required to :-

those accounts select suitable accounting policies and then apply them consistently;

- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it
- is inappropriate to presume that the charity will continue in business.
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements:

ACE's activities have been restrained this year. However there has been a lot planning and preparation that has occurred to launch new educational activities for the new academic year. Zakat collection and distribution has been restarted to aid poverty relief around the world.

The Trustees are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with the Companies Act 2006 and comply with regulations made under the Charities Act. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are also responsible for the contents of the trustees' report, and the responsibility of the independent examiner in relation to the trustees' report is limited to examining the report and ensuring that, on the face of the report, there are no inconsistencies with the figures disclosed in the financial statements.

This report was approved by the board of trustees on 13 May 2017.

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S. M. A. Rehman
Director and Trustee

Report of the Independent Examiner to the Trustees on the accounts of the Charity for the year ended 31 August 2017

We report on the financial statements of the Charity on pages 4 to 7 for the year ended 31 August 2017 which have been prepared in accordance with the Charities Act 2011 (the Act) and with the Financial Reporting Standard for Smaller Entities (FRSSE), effective April 2008, as modified by the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales, effective April 2005 as modified in June 2008. (The SORP), under the historical cost convention and the accounting policies set out on page 8.

Respective responsibilities of trustees and examiner

As described on page 3, the Charity's trustees, who are also the directors of the company for the purposes of company law, are responsible for the preparation of the financial statements.

The trustees are satisfied that the audit requirement of Section 144(1) of the Act does not apply and that the accounts do not require an audit in accordance with Part 16 of the Companies Act 2006 and that no member or members have requested an audit pursuant to section 476 of the Companies Act 2006, and that there is no requirement in the governing document or constitution of the Charity for the conducting of an audit. As a consequence, the trustees have elected that the financial statements be subjected to independent examination.

Having satisfied ourselves that the charity is not subject to audit under company law, or otherwise, and is eligible for independent examination, it is our responsibility to:-

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

Basis of opinion and scope of work undertaken

We conducted our examination in accordance with the General Directions given by the Charity Commissioners for England & Wales setting out the duties of an independent examiner issued by the Charity Commissioners under section 145(5) of the Act in relation to the conducting of an independent examination referred to above. An independent examination includes a review of the accounting records kept by the Charity of the accounting systems employed by the Charity and a comparison of the financial statements presented with those records. It also includes consideration of an unusual items or disclosures in the financial statements, and seeking explanations from you as trustees concerning such matters. The purpose of the examination is to establish as far as possible that there have been no breaches of the Charities legislation and that the financial statements comply with the SORP, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements.

The procedures undertaken do not provide all the evidence that would be required in an audit, and information supplied by the trustees in the course of the examination is not subjected to audit tests or enquiries, and consequently we do not express an audit opinion on the view given by the financial statements, and in particular, We express no opinion as to whether the financial statements give a true and fair view of the affairs of the charity, and our report is limited to the matters set out in the statement below.

We planned and performed our examination so as to satisfy myself that the objectives of the independent examination are achieved and before finalising the report we obtained written assurances from the trustees of all material matters.

**Report of the Independent Examiner to the Trustees on the accounts of the Charity
for the year ended 31 August 2017 (continued)**

Independent Examiner's Statement, report and opinion

Subject to the limitations upon the scope of my work as detailed above, in connection with my examination, we can confirm that

1) In accordance with regulation 31 of The Charities (Accounts and Reports) Regulations 2008, (The Regulations) the accounts of this incorporated charity are not required to be audited under Part 16 of the Companies Act 2006;

2) this is a report in respect of an examination carried out under section 145 of the Act and in accordance with any directions given by the Commission under subsection (5)(b) of that section which are applicable;

and that, no matter has come to our attention in connection with our examination which gives us reasonable cause to believe that in any material respect the requirements have not been met.

.....
Lewis Associates
Chartered Certified Accountants
28 Rosslyn Hill
Hampstead
London
NW3 1NH

13 May 2017

AYESHA COMMUNITY EDUCATION LIMITED

INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2017

	Unrestricted Funds £	2017 Restricted Funds £	Total Funds £	2016 Total Funds £
Incoming resources from generated funds			-	
School fees	58,791		58,791	51,045
Activities for generating funds ;			-	
Voluntary income - Donations	58,609		58,609	13,641
Incoming resources from charitable activities :			-	
- Other income	<u>72,988</u>	<u>11,170</u>	<u>84,158</u>	<u>111,216</u>
			-	
	<u>190,388</u>	<u>11,170</u>	<u>201,558</u>	<u>175,902</u>
Resources Expended				
Other resources expended				
Governance costs				
Rent and services	26,950		26,950	32,661
Light and heat	-		-	1,197
Staff costs	53,153	4,202	57,355	89,298
Consultancy fees	15,463		15,463	
Postage, printing and stationery	1,231		1,231	
Teaching materials and books	17,744		17,744	13,871
Training and development costs	2,428	6,810	9,238	24,909
Telephone and internet	1,176		1,176	1,559
Subscriptions	4,852		4,852	64
Legal and professional fees	12,157		12,157	117
Repairs and renewals	765		765	6,266
Advertising and Promotion	1,542		1,542	178
Bank charges	268		268	299
Travelling	5,540	4,498	10,038	
Donations	119,691		119,691	
Loss on fixed assets			-	
Fundraising Costs	930		930	
Depreciation	<u>1,801</u>	<u>-</u>	<u>1,801</u>	<u>857</u>
Total resources expended:	<u>265,691</u>	<u>15,510</u>	<u>281,200</u>	<u>171,276</u>
Net incoming / (outgoing) resources:	- 75,302	- 4,340	- 79,642	4,626
Gross transfers between funds	-	-	-	
Accumulated funds brought forward	<u>137,132</u>	<u>4,340</u>	<u>141,472</u>	<u>136,846</u>
Accumulated funds carried forward	<u>61,830</u>	<u>0</u>	<u>61,830</u>	<u>141,472</u>

Incoming resources and resulting net movements in funds in each year arise from continuing operations. The charity has no recognised gains or losses other the net movement in funds for the year.

The notes on page 6 and 7 form an integral part of these financial statements

AYESHA COMMUNITY EDUCATION LIMITED

BALANCE SHEET AS AT 31 AUGUST 2017

	Note	2017		2016	
		£	£	£	£
Fixed Assets					
Tangible assets	2		1,885		751
Current Assets					
Debtors	3	-	-	-	-
Cash at bank and in hand		85,134	163,606	163,606	
		85,134	163,606		
Current Liabilities:					
amounts falling due within one year	4	21,983	63,150	22,887	140,720
Net Assets			65,035		141,471
FUNDS			2017		2016
			£		£
Restricted Funds :					
Unrestricted revenue accumulated funds.			62,110		137,132
Unrestricted Funds :					
Restricted Youth Centre revenue accumulated funds					4,340
TOTAL FUNDS			65,035		141,472

The directors are satisfied that for the year ended on 31 August 2017 the charitable company was entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that no member or members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act. However, in accordance with section 145 of the Charities Act 2011, the accounts have been examined by an independent Examiner whose report appears on pages 4 to 5.

The directors acknowledge their responsibility for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board on 25 May 2017 and signed on its behalf by:-

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S. M. A. Rehman
Director and Trustee

The notes of page 6 and 7 form an integral part of these financial statements

AYESHA COMMUNITY EDUCATION LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2017

1. Basis of preparation of the accounts.

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (FRSSE), effective April 2008, and all other applicable accounting standards, as modified by the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commission for England & Wales, (revised June 2008) (SORP). The accounts have been drawn up in accordance with the provisions of the Charities (Accounts and Reports) Regulations 2008 and the Companies Act 2006, and include the results of the charity's operations which are described in the Trustees' Report, all of which are continuing.

Insofar as the SORP requires compliance with specific Financial Reporting Standards other than the FRSSE then the specific Financial Reporting Standards have been followed where their requirements differ from those of the FRSSE.

Advantage has been taken of Section 396(5) of The Companies Act 2006 to allow the format of the financial statements to be adapted to reflect the special nature of the charity's operation and in order to comply with the requirements of the SORP.

The charity has taken advantage of the exemption in the FRSSE from the requirement to produce a cash flow statement.

Incoming Resources

Income from all resources are based on amounts receivable during the financial period.

Resources Expended

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any VAT that cannot be recovered.

Depreciation

Depreciation is provided at the following rates based on the estimated useful lives of tangible assets less estimated residual value.

Computer equipment	over three years
Furniture & Fittings	over five years

Fund Accounting

Funds held by the company are either:

- * *Unrestricted general funds - these are funds which can be used in accordance with the company's objects at the discretion of the directors. Such funds may be held in order to finance both working capital and capital investment.*
- * *Restricted funds - these are funds that can only be used for particular purposes, and it is the policy of the board of trustees to carefully monitor the application of these funds in accordance with the restrictions placed upon them.*

Taxation

As a registered charity, the company is exempt from income and corporation tax to the extent that its income and gains are applicable to charitable purposes only. Value Added Tax is not recoverable by the company, and is therefore included in the relevant costs in the Statement of Financial Activities.

AYESHA COMMUNITY EDUCATION LIMITED

NOTES FORMING PART OF THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2018

2. Tangible Fixed Assets	Computer Equipment £	Furniture & Fittings £	Total £
Cost			
Balance brought forward	19,416	12,540	31,956
Additions during the year	<u>2,078</u>	<u>-</u>	<u>-</u>
	<u>21,494</u>	<u>12,540</u>	<u>34,034</u>
Depreciation			
Balance brought forward	18,666	12,539	31,205
Charge for the year	<u>943</u>	<u>1</u>	<u>944</u>
	<u>19,609</u>	<u>12,540</u>	<u>32,149</u>
Net Book Value			
As at 31 August 2017	<u>1,885</u>	<u>-</u>	<u>1,885</u>
As at 31 July 2016	<u>750</u>	<u>1</u>	<u>751</u>

3. Debtors	2017 £	2016 £
Trade debtors	-	50,000
Other debtors	<u>-</u>	<u>3,181</u>
	<u>-</u>	<u>53,181</u>

4. Creditors : amounts falling due within one year	2017 £	2016 £
Trade creditors	18,222	18,869
Other taxes and social security costs	2,682	799
Accruals and other creditors	<u>1,080</u>	<u>3,218</u>
	<u>21,983</u>	<u>22,887</u>