

Company Registration Number - 07388525

The Charity Registration Number is :- 1152346

ALHAYAT LANGUAGES LTD

Report and Accounts

30 September 2017

ALHAYAT LANGUAGES LTD

Report and accounts for the year ended 30 September 2017

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ALHAYAT LANGUAGES LTD

Company Registration Number - 07388525

Trustees' Annual Report for the year ended 30 September 2017

The Trustees present their Report and Accounts for the year ended 30 September 2017, which also comprises the Directors' Report required by the Companies Act 2006.

Reference and administrative details

The charity name.

The legal name of the charity is:- ALHAYAT LANGUAGES LTD

The charity is also known by its operating name, Alhayat Languages Ltd

The charity's areas operation and UK charitable registration.

The charity is registered in England & Wales with the Charity Commission in England & Wales (CCEW) with charity number 1152346

Legal structure of the charity

The charity is constituted as a company limited by share capital, registered under the Companies Acts. The governing document of the charity is the Memorandum and Articles of Association establishing the company under company legislation.

There are no restrictions in the governing documents on the operation of the Charity or on its investment powers other than those imposed by Charity Law.

By operation of law all, trustees are directors under the Companies Act 2006 and all directors are trustees under Charities legislation and have responsibilities, as such, under both company and charity legislation.

The trustees are all individuals.

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The principal operating address and telephone number of the charity are:-

Unit 1

Brookhouse Centre, Whalley Range

Blackburn, BB1 6BB

Telephone 01254 433736 Email Address Web address

The registered office of the charity for Companies Act purposes is:-

Unit 1

Brookhouse Centre, Whalley Range

Blackburn, BB1 6BB

The Trustees in office on the date the report was approved were:-

Javid Khan

Iftab hussain

Huma Sheikh

Shaukat Hussain

Shaida Karamullah

Salahuddin Khan

Rafique Malik

Mohamed Aslam

Mohammed Rafiq

Amir Shafiq

The following persons served as Trustees during the year ended 30 September 2017 :-

The trustees who served as a trustee in the reporting period were as shown above, and there were no changes during the year, or in the period between the year end and the approval of the accounts.

All the trustees are also members of the charity.

Objects and activities of the charity

The purposes of the charity as set out in its governing document.

Our aims are:

- To advance the education of the public without distinction of age, disability, health status, religious or political affiliation, race, sex or sexual orientation through teaching, primarily but not exclusively, in the subjects of good citizenship and the English language.
- To provide relief for asylum seekers and refugees who are in conditions of hardship or stress.

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The main activities undertaken in relation to those purposes during the year.

We are providing English language teaching to adults without discriminating on any grounds for example race, sex, religion, politics, disabilities and gender.

We provide free classes to any learners who are asylum seekers or refugees, when they need help.

We provide a supportive and caring environment in order to protect the mental health of learners.

We provide free drop in services from Universal job credit to people experiencing domestic violence and hardship

We provide integration activities to assist their inclusion into the wider community. In addition, we provide drop-in sessions weekly to give advice and information about leisure and recreationally opportunities locally.

The main activities undertaken during the year to further the charity's purpose for the public benefit.

We have provided courses and services to the public that enable users to improve and develop their personal skills. These improve users job prospects and integration into society in general.

The trustees have had regard to the Charity Commission's guidance on public benefit in managing the activities of the charity.

The main achievements and performance of the charity during the year.

A total of 499 learners enrolled for courses this year. A number of changes in government policy, have now reduced the numbers applying for naturalisation. Those now applying for Spouse visas and extensions, travel to Trinity for the B1 test, to an external exam centre in Manchester. We have offered short preparation courses for those wishing to take the A2 or B1 SELT (Secure English Language Tests) over this year, and the numbers have grown from last year for the and reduced slightly for the B1. The A1 test is now only held in countries from which spouses are emigrating, so that course has ended. We are also continuing to run 12 week courses of 72 hours, to prepare larger classes of learners for these tests in ESOL Progression classes, and these have been funded from projects

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SPICE project: Reaching Communities (Big Lottery)
(Supporting Progression & Integrating Communities through Education)

The project aims to improve the employability, self-confidence and raise aspirations of disadvantaged BME people, in particular women, by building on existing skills and developing communication, literacy and ICT skills to help them progress.

Working in Blackburn, Burnley and Pendle, it has provided support and motivation, alongside ESOL and ICT from Beginner to Entry 3. ESOL courses lead to nationally recognised qualifications, with ICT courses leading to a national Functional Skills certificate. Accompanying visits and talks have been designed to increase awareness of UK civic rights, culture and traditions to help improve integration and the skills/ knowledge required for independence, as well as identifying potential progression options.

Beneficiaries follow Entry 1 to Entry 2 ESOL courses, or Entry 2 to Entry 3 ESOL progression courses (each course is nine hours per week). Courses include tutor-directed tasks and discussions, pair and small group tasks, role-plays and learning through experience, including visits, talks and learner-centred projects and presentations, with written and spoken assessments. Those achieving full accreditation may move on, whilst those who need an extra 12 weeks can remain in the same class, thus progressing at their own pace. All classes include modules on job seeking and employment as well as assisting and encouraging integration and interaction through visits, speakers and events.

WELCOME Project

In July 2017 we submitted a tender, with Lancashire CVS, to provide English for Speakers of Other Languages (ESOL) for adult refugees arriving as part of the Syrian Resettlement Programme. The project involved supplying ESOL classes to groups of refugees in all the local boroughs in Lancashire which had agreed to take them. 9 classes were expected in the first year, with 9 more classes starting in 2018 and 2019. All the refugees were to be given 2 years of classes, to prepare them for work and life in the UK. We were successful in our bid, which was led by Garth Hodgkinson, and started the programme in August 2017. 9 classes were established in Nelson, Burnley, Lancaster, Blackpool, Fleetwood and Skelmersdale.

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BSBT - ETI Project (Education through Integration)

Part of the BSBT programme - Building A Stronger Britain Together

We made a successful bid for Home Office funding this year, through the BSBT - Building a Stronger Britain Together. The project started in January 2017 and finished in December 2017, and we delivered 4 ESOL with Citizenship courses at Pre-Entry to Entry 3 level, with additional ITC. The project was designed to give students the ability to challenge prejudice and discrimination as well as addressing awareness around people holding extreme views. The project has now been completed very successfully, achieving all its targets.

The CEO has developed close contacts with Home Office representatives, and Chaz Akoshile of the Counter Terrorism team, attended a presentation ceremony at Waheed's restaurant in May 2017, where students gave presentations and certificates were presented. Our tutor Yasmin Kayani also took 3 of her students to give their presentations to a meeting in Blackburn which was attended by Baroness Williams of Trafford. The Baroness was very impressed by their stories and actually commented on them at a national BSBT meeting in London in February 2018. In addition, the BBC programme, Panorama, filmed some footage of Al Hayat's students and a tutor Anjum Anwar, and included their comments on integration and British values in a programme shown in February 2018

The difference the charity's performance during the year has made to the beneficiaries of the charity.

Beneficiaries have gained National certification awards and have benefitted from higher self-confidence as well as better employment prospects and progression.

The degree to which the achievements and performance during the year have benefited wider society.

Better integration in local communities, more volunteers taking part in civic duties, less tension and suspicions in local communities

Structure, governance and management of the charity

The methods used to recruit and appoint new charity trustees.

In selecting new trustees we seek to identify people who are passionate about our cause. Potential trustees are asked to attend trustee meetings where they are given more details of the charity's aims and objectives. If all trustees agree, the new candidate will be proposed as a new trustee at the subsequent trustees meeting. This process allows due consideration of a person's eligibility, personal competence, specialist knowledge and skills.

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Trustees' Annual Report for the year ended 30 September 2017

Financial review

The charity's financial position at the end of the year ended 30 September 2017

The financial position of the charity at 30 September 2017 and comparatives for the prior period, as more fully detailed in the accounts, can be summarised as follows:-

	2017	2016
	£	£
Net (expenditure)/income	(68,921)	21,699
Unrestricted Revenue Funds available for the general purposes of the charity	35,816	104,737
Total Funds	35,816	104,737

Financial review of the position at the reporting date, 30 September 2017 .

The trustees consider the financial performance by the charity during the year to have been satisfactory. Reserves have been drawn down during the year for projects as expected.

Specific changes in fixed assets are detailed in the notes to the accounts.

Policies on reserves.

The Trustees deem the unrestricted reserves to be sufficient to cover the core costs of the charity for the next year. There are plans in place to use the current reserves to provide further courses to the public

Availability and adequacy of assets of each of the funds

The board of trustees is satisfied that the charity's assets in each fund are available and adequate to fulfil its obligations in respect of each fund.

Employment of disabled persons

Alhayat Languages operates an equal opportunities employment policy and is opposed to all forms of discrimination. Our selection processes are non-discriminatory and always seek to give full and fair consideration to those with disabilities for all vacancies, taking into account their aptitudes and skills.

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Trustees' Annual Report for the year ended 30 September 2017

Details of The Independent Examiner

Mobeen Ismail

Member of Chartered Accountants

1st Floor

40c Preston New Road

Blackburn

BB2 6AH

Statement of the Directors' and Trustees' Responsibilities

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Companies Act 2006, the Charities Act 2011 and the Charities (Accounts and Reports) Regulations 2008. Notwithstanding the explicit requirement in the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008, to prepare the financial statements in accordance with the SORP 2005, in view of the fact that the SORP 2005 has been withdrawn, the Trustees determined to interpret this responsibility as requiring them to follow current best practice and prepare the accounts according to the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), .

In particular, the Companies Act 2006 and charity law require the Board of Trustees to prepare financial statements 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 :-

- to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).
- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the 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;

The law requires that the trustees must not approve the accounts unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for the year.

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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 statutory 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 material inconsistencies with the figures disclosed in the financial statements.

Method of preparation of accounts - Small company provisions

The financial statements are set out on pages 11 to 27.

The financial statements have been prepared implementing the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), and in accordance with the Financial Reporting Standard 102, (effective 1st January 2016)

These financial statements 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.

This report was approved by the board of trustees on 17 July 2018.

A handwritten signature in black ink, appearing to read 'Iftab Hussain', with a large, stylized flourish at the end.

Iftab hussain
Director and Trustee

ALHAYAT LANGUAGES LTD

Report of the Independent Examiner to the Trustees of the charitable company on the accounts for the year ended 30 September 2017

I report to the Trustees on my examination of the financial statements of the charitable company on pages 11 to 27 for the year ended 30 September 2017 which have been prepared in accordance with the Charities Act 2011 (the Act) and with the Financial Reporting Standard 102, (effective 1st January 2016) as modified by FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), published by the Charity Commission in England & Wales (CCEW), and under the historical cost convention and the accounting policies set out on page 18.

Respective responsibilities of the Trustees and the Independent Examiner and the basis of the report

As described on page 7, you, the charitable company'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 in accordance with the Companies Act 2006, the Charities Act 2011 and all other applicable law and with United Kingdom Generally Accepted Accounting Practice, applicable to smaller entities, and for being satisfied that the financial statements give a true and fair view.

The Trustees consider that the audit requirement of Section 144(1) of the Charities Act 2011 (the Act) does not apply, and that there is no requirement in the memorandum and articles of the charity for the conducting of an audit, 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. As a consequence, the Trustees have elected that the financial statements be subject to independent examination.

Having satisfied myself that the financial statements are not required to be audited under any legal provision, or otherwise, and are eligible for independent examination, it is my responsibility to:-

- a) examine the financial statements of the charity under Section 145 of the Act;
- b) follow the applicable procedures in the Directions given by the Charity Commission under section 145(5)(b) of the Act.

Basis of Independent Examiner's Statement and scope of work undertaken

I report in respect of my examination of the charity's financial statements carried out under s145 of the Act. In carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act setting out the duties of an independent examiner in relation to the conducting of an independent examination. An independent examination includes a review of the accounting records kept by the charitable company and of the accounting systems employed by the charitable company and a comparison of the financial statements presented with those records. It also includes consideration of any 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 charity legislation and that, on a test basis of evidence relevant to the amounts and disclosures made, the financial statements comply with the SORP.

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 does not cover all the matters that an auditor would consider in arriving at an opinion. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide

Consequently, I do not express an audit opinion on the view given by the financial statements, and in particular, I express no opinion as to whether the financial statements give a true and fair view of the affairs of the charity, and my report is limited to the matters set out in the statement below.

I planned and performed my examination so as to satisfy myself that the objectives of the independent examination are achieved and before finalising the report I obtained written assurances from the Trustees of all material matters.

ALHAYAT LANGUAGES LTD

Independent Examiner's Statement, Report and Opinion

Subject to the limitations upon the scope of my work as detailed above, I have completed my examination: and can confirm that:-

The accounts of this charitable company are not required to be audited under Part 16 of the Companies Act 2006;

This is a report in respect of an examination carried out under 145 of the Act and in accordance with Directions given by the Charity Commission under section 145(5)(b) of the Act which may be applicable;

and that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:-


accounting records were not kept in respect of the charity as required by Section 386 of the Companies Act 2006 and Section 130 of The Charities Act 2011;

the financial statements do not accord with those records; or

the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in 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;

have not been prepared in accordance with the methods and principles set out in the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP).

I have no concerns and 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 financial statements to be reached.



Mobeen Ismail - Independent Examiner
Chartered Accountants

1st Floor
40c Preston New Road
Blackburn
BB2 6AH

This report was signed on 17 July 2018

ALHAYAT LANGUAGES LTD - Statement of Financial Activities for the year ended 30 September 2017

Statement of Financial Activities (including the Income and Expenditure Account for the year ended 30 September 2017, as required by the Companies Act 2006)

	SORP Ref	Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
		2017 £	2017 £	2017 £	2016 £
Income & Endowments from:					
Charitable activities	A2	92,602	-	92,602	53,014
Other trading activities	A3	50,528	-	50,528	125,962
Total income	A	143,130	-	143,130	178,976
Expenditure on:					
Charitable activities	B2	212,051	-	212,051	157,277
Total expenditure	B	212,051	-	212,051	157,277
Net (expenditure)/income for the year		(68,921)	-	(68,921)	21,699
Net income after transfers	A-B-C	(68,921)	-	(68,921)	21,699
Net movement in funds		(68,921)	-	(68,921)	21,699
Reconciliation of funds:-	E				
Total funds brought forward		104,737	-	104,737	83,038
Total funds carried forward		35,816	-	35,816	104,737

The 'SORP Ref' indicated above is the classification of income set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the Balance Sheet.

A separate Statement of Total Recognised Gains and Losses is not required as this statement includes all recognised gains and losses.

All the prior year transactions were unrestricted items, and no further analysis is required

All activities derive from continuing operations

The notes attached on pages 18 to 27 form an integral part of these accounts.

ALHAYAT LANGUAGES LTD - Statement of Financial Activities for the year ended 30 September 2017

	SORP Ref	Prior Year Unrestricted Funds 2016 £	Prior Year Restricted Funds 2016 £	Prior Year Total Funds 2016 £
Income from:				
Charitable activities	A2	53,014	-	53,014
Other trading activities	A3	125,962	-	125,962
Total income	A	<u>178,976</u>	<u>-</u>	<u>178,976</u>
Expenditure on:				
Charitable activities	B2	157,277	-	157,277
Total expenditure	B	<u>157,277</u>	<u>-</u>	<u>157,277</u>
Net income for the year		21,699	-	21,699
Net income after transfers		<u>21,699</u>	<u>-</u>	<u>21,699</u>
Net movement in funds		<u>21,699</u>	<u>-</u>	<u>21,699</u>
Reconciliation of funds:-	E			
Total funds brought forward		83,038	-	83,038
Total funds carried forward		<u>104,737</u>	<u>-</u>	<u>104,737</u>

All activities derive from continuing operations

ALHAYAT LANGUAGES LTD - Statement of Financial Activities for the year ended 30 September 2017

ALHAYAT LANGUAGES LTD - Resources applied in the year ended 30 September 2017 towards fixed assets for Charity use:-

	2017 £	2016 £
Funds generated in the year as detailed in the SOFA	(68,921)	21,699
Resources applied on functional fixed assets	-	(8,173)
Net resources available to fund charitable activities	<u>(68,921)</u>	<u>13,526</u>

The notes attached on pages 18 to 27 form an integral part of these accounts.

ALHAYAT LANGUAGES LTD - Statement of Financial Activities for the year ended 30 September 2017

Movements in revenue and capital funds for the year ended 30 September 2017

Revenue accumulated funds

	Unrestricted Funds 2017 £	Restricted Funds 2017 £	Total Funds 2017 £	Last year Total Funds 2016 £
Accumulated funds brought forward	104,737	-	104,737	83,038
Recognised gains and losses before transfers	(68,921)	-	(68,921)	21,699
	35,816	-	35,816	104,737
Closing revenue funds	35,816	-	35,816	104,737

Summary of funds

	Unrestricted and Designated funds 2017 £	Restricted Funds 2017 £	Total Funds 2017 £	Last Year Total Funds 2016 £
Revenue accumulated funds	35,816	-	35,816	104,737

The notes attached on pages 18 to 27 form an integral part of these accounts.

ALHAYAT LANGUAGES LTD - Statement of Financial Activities for the year ended 30 September 2017

ALHAYAT LANGUAGES LTD

Income and Expenditure Account for the year ended 30 September 2017 as required by the Companies Act 2006

	2017 £	2016 £
Income		
Income from operations	143,130	178,976
Investment income		
Gross income in the year before exceptional items	143,130	178,976
Gross income in the year including exceptional items	143,130	178,976
Expenditure		
Charitable expenditure, excluding depreciation and amortisation	209,846	154,831
Depreciation and amortisation	1,365	1,606
Governance costs	840	840
Realised losses on disposals of social investments which are programme related	-	-
Total expenditure in the year	212,051	157,277
Net income before tax in the financial year	(68,921)	21,699
Tax on surplus on ordinary activities	-	-
Net income after tax in the financial year	(68,921)	21,699
Retained surplus for the financial year	(68,921)	21,699

All activities derive from continuing operations

In accordance with the provisions of the Companies Act 2006, the headings and subheadings used in the Income and Expenditure account have been adapted to reflect the special nature of the charity's activities.

The notes attached on pages 18 to 27 form an integral part of these accounts.

ALHAYAT LANGUAGES LTD - Balance Sheet as at 30 September 2017

		SORP		2017	2016
	Note	Ref		£	£
Fixed assets		A			
Tangible assets	8	A2		7,733	9,098
Current assets		B			
Debtors	9	B2	-	28,426	
Cash at bank and in hand		B4	29,323	69,333	
Total current assets			<u>29,323</u>	<u>97,759</u>	
Creditors: amounts falling due within one year	10	C1	<u>(1,240)</u>	<u>(2,120)</u>	
Net current assets				28,083	95,639
The total net assets of the charity				<u>35,816</u>	<u>104,737</u>

The total net assets of the charity are funded by the funds of the charity, as follows:-

Restricted funds

Unrestricted Funds

Unrestricted Revenue Funds	14	D3		35,816	104,737
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Designated Funds

Total charity funds				<u>35,816</u>	<u>104,737</u>
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The 'SORP Ref' indicated above is the classification of Balance Sheet items as set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the SOFA..

ALHAYAT LANGUAGES LTD - Balance Sheet as at 30 September 2017

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

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

The charity is subject to Independent Examination under charity legislation, and the report of the Independent Examiner is on page 10.

The financial statements 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.



Iftab Hussain

Trustee

Approved by the board of trustees on 17 July 2018

The notes attached on pages 18 to 27 form an integral part of these accounts.

ALHAYAT LANGUAGES LTD

Notes to the Accounts for the year ended 30 September 2017

1 Accounting policies

Policies relating to the production of the accounts.

Basis of preparation and accounting convention

The accounts have been prepared on the accruals basis, under the historical cost convention, and in accordance with the Financial Reporting Standard 102, (effective 1st January 2016) and 'FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), published by the Charity Commission in England & Wales (CCEW) , effective January 2016, , and in accordance with all applicable law in the charity's jurisdiction of registration, except that the charity has prepared the financial statements in accordance with the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), in preference to the previous SORP, the SORP 2005, which has been withdrawn, notwithstanding the fact that the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008 refer explicitly to the SORP 2005. This has been done to accord with current best practice.

Risks and future assumptions

The charity is a public benefit entity.

The charity is currently operating as a going concern and has the required funding to do so for the next 12 months. Bids are being prepared to acquire additional funding for projects beyond this period. Successful bids will secure the charity's ability to operate as a going concern in the longer term.

Policies relating to categories of income and income recognition.

Policies relating to expenditure on goods and services provided to the charity.

Recognition of liabilities and expenditure

A liability, and the related expenditure, is recognised when a legal or constructive obligation exists as a result of a past event, and when it is more likely than not that a transfer of economic benefits will be required in settlement, and when the amount of the obligation can be measured or reliably estimated..

Liabilities arising from future funding commitments and constructive obligations, including performance related grants, where the timing or the amount of the future expenditure required to settle the obligation are uncertain, give rise to a provision in the accounts, which is reviewed at the accounting year end. The provision is increased to reflect any increases in liabilities, and is decreased by the utilisation of any provision within the period, and reversed if any provision is no longer required. These movements are charged or credited to the respective funds and activities to which the provision relates.

Policies relating to assets, liabilities and provisions and other matters.

Tangible fixed assets

Tangible fixed assets are measured at their original cost value, or subsequent revaluation, or if donated, as described above. Cost value includes all costs expended in bringing the asset into its intended working condition.

Depreciation has been provided at the following rates in order to write off the assets to their anticipated residual value over estimated useful lives.

Plant and machinery	15 % straight line
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ALHAYAT LANGUAGES LTD

Notes to the Accounts for the year ended 30 September 2017

Stocks and work in progress

Stock is valued at the lower of cost and net realisable value.

Debtors

Debtors are measured at their recoverable amounts at the balance sheet date.

Creditors and provisions

Creditors are measured at their settlement amounts at the balance sheet date. Provisions for liabilities are measured at the best estimate of their settlement amount at the balance sheet date.

Cash and bank balances

Cash held by the charity is included at the amount actually held and counted at the year end. Bank balances, whether in credit or overdrawn, are shown at the amounts properly reconciled to the bank statements.

Fund Accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

There are currently no designated or restricted funds.

2 Liability to taxation

The Trustees consider that the charity satisfies the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by chapter 3 part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively on the specific charitable objects of the charity and for no other purpose. Value Added Tax is not recoverable by the charity, and is therefore included in the relevant costs in the Statement of Financial Activities.

3 Winding up or dissolution of the

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

4 Significance of financial instruments to the charity's position

There are no significant implications of financial instruments on the charity's financial position or performance.

5 Net (deficit)/surplus before tax in the financial year

2017	2016
£	£

The net (deficit)/surplus before tax in the financial year is stated after charging:-

Depreciation of owned fixed assets	1,365	1,606
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ALHAYAT LANGUAGES LTD

Notes to the Accounts for the year ended 30 September 2017

6 Staff costs and emoluments

<i>Salary costs</i>	2017	2016
	£	£
Gross Salaries excluding trustees and key management personnel	104,821	32,487
Total salaries, wages and related costs	104,821	32,487

<i>Numbers of full time employees or full time equivalents</i>	2017	2016
The average number of total staff employed in the year was	21	7
The estimated full time equivalent number of all staff employed in the year was	21	7

The estimated equivalent number of full time staff deployed in different activities in the year was:-

Engaged on charitable activities	17	3
Engaged on management and administration	4	4
The estimated full time equivalent number of all staff employed as above	21	7

Neither the trustees nor any persons connected with them have received any remuneration from the charity or any related entity, either in the current or prior year.

No employees received emoluments (excluding pension costs) in excess of £60,000 per annum.

7 Remuneration and payments to Trustees and persons connected with them

No trustees or persons connected with them received any remuneration from the charity, or any related entity.

8 Tangible fixed assets

	Land and Buildings	Plant & Machinery	Motor Vehicles	Total
	£	£	£	£
Cost				
At 1 October 2016	-	13,536	-	13,536
At 30 September 2017	-	13,536	-	13,536
Depreciation				
At 1 October 2016	-	4,438	-	4,438
Charge for the year	-	1,365	-	1,365
At 30 September 2017	-	5,803	-	5,803
Net book value				
At 30 September 2017	-	7,733	-	7,733
At 30 September 2016	-	9,098	-	9,098

All assets are used for direct charitable purposes.

ALHAYAT LANGUAGES LTD

Notes to the Accounts for the year ended 30 September 2017

9 Debtors

	2017	2016
	£	£
Trade debtors	-	28,426

10 Creditors: amounts falling due within one year

	2017	2016
	£	£
PAYE, NIC VAT and other taxes	-	980
Other creditors	1,240	1,140
	<u>1,240</u>	<u>2,120</u>

11 Income and Expenditure account summary

	2017	2016
	£	£
At 1 October 2016	104,737	83,038
(Loss)/surplus after tax for the year	(68,921)	21,699
At 30 September 2017	<u>35,816</u>	<u>104,737</u>

12 No related party transactions

There were no transactions with related parties in the year.

13 Particulars of how particular funds are represented by assets and liabilities

At 30 September 2017

	Unrestricted funds	Designated funds	Restricted funds	Total Funds
	£	£	£	£
Tangible Fixed Assets	7,733	-	-	7,733
Current Assets	29,323	-	-	29,323
Current Liabilities	(1,240)	-	-	(1,240)
	<u>35,816</u>	<u>-</u>	<u>-</u>	<u>35,816</u>

At 1 October 2016

	Unrestricted funds	Designated funds	Restricted funds	Total Funds
	£	£	£	£
Tangible Fixed Assets	9,098	-	-	9,098
Current Assets	97,759	-	-	97,759
Current Liabilities	(2,120)	-	-	(2,120)
	<u>104,737</u>	<u>-</u>	<u>-</u>	<u>104,737</u>

ALHAYAT LANGUAGES LTD

Notes to the Accounts for the year ended 30 September 2017

14 Change in total funds over the year as shown in Note 13 , analysed by individual funds

	Funds brought forward from 2016	Movement in funds in 2017	Transfers between funds in 2017	Funds carried forward to 2018
	£	See Note 15 £	See Note 0 £	£
<i>Unrestricted and designated funds:-</i>				
Unrestricted Revenue Funds	104,737	(68,921)	-	35,816
Total unrestricted and designated funds	104,737	(68,921)	-	35,816
Total charity funds	104,737	(68,921)	-	35,816

15 Analysis of movements in funds over the year as shown in Note 14

	Income	Expenditure	Other Gains & Losses	Movement in funds
	2017 £	2017 £	2017 £	2017 £
<i>Unrestricted and designated funds:-</i>				
Unrestricted Revenue Funds	143,130	(212,051)	-	(68,921)

16 The purposes for which the funds as detailed in note 14 are held by the charity are:-

Unrestricted and designated funds:-

Unrestricted Revenue Funds

These funds are held for the meeting the objectives of the charity, and to provide reserves for future activities, and , subject to charity legislation, are free from all restrictions on their use.

17 Ultimate controlling party

The charity is under the control of its legal members.

ALHAYAT LANGUAGES LTD

Detailed analysis of income and expenditure for the year ended 30 September 2017 as required by the SORP 2015

This analysis is classified by conventional nominal descriptions and not by activity.

18 Charitable income from funders

	Current year Unrestricted Funds 2017 £	Current year Restricted Funds 2017 £	Current year Total Funds 2017 £	Prior Year Total Funds 2016 £
Contractual payments from public bodies to fund charitable activities				
Big Lottery	92,602	-	92,602	53,014
Total contractual payments from public bodies	92,602	-	92,602	53,014
Total Charitable income from funders	92,602	-	92,602	53,014

19 Total Income from charitable activities

	Current year Unrestricted Funds £ 2017	Current year Restricted Funds £ 2017	Current year Total Funds £ 2017	Prior Year Total Funds £ 2016
Total Charitable income from funders	92,602	-	92,602	53,014
Total from charitable activities	A2 92,602	-	92,602	53,014

20 Income from other, non charitable, trading activities

	Current year Unrestricted Funds 2017 £	Current year Restricted Funds 2017 £	Current year Total Funds 2017 £	Prior Year Total Funds 2016 £
Trading activities to raise funds for the charity	50,528	-	50,528	125,962
Total from other activities	A3 50,528	-	50,528	125,962

ALHAYAT LANGUAGES LTD

Detailed analysis of income and expenditure for the year ended 30 September 2017 as required by the SORP 2015

21 Expenditure on charitable activities - Direct spending

	Current year Unrestricted Funds 2017 £	Current year Restricted Funds 2017 £	Current year Total Funds 2017 £	Prior Year Total Funds 2016 £
Gross wages and salaries - charitable activities	104,821	-	104,821	32,487
Subcontract payments	-	-	-	32,408
Total direct spending	B2a 104,821	-	104,821	64,895

22 Expenditure on charitable activities - Charitable trading

	Current year Unrestricted Funds 2017 £	Current year Restricted Funds 2017 £	Current year Total Funds 2017 £	Prior Year Total Funds 2016 £
Cost of goods for primary purpose trading	10,429	-	10,429	2,909
Total charitable trading costs	B2b 10,429	-	10,429	2,909

23 Expenditure on charitable activities- Grant funding of activities

	Current year Unrestricted Funds 2017 £	Current year Restricted Funds 2017 £	Current year Total Funds 2017 £	Prior Year Total Funds 2016 £
Grants made to organisations	280	-	280	180
Total grantmaking costs	B2c 280	-	280	180
Breakdown of Grants made to organisations				
	Current year Unrestricted Funds 2017 £	Current year Restricted Funds 2017 £	Current year Total Funds 2017 £	Prior Year Total Funds 2016 £
Save the children	180	-	180	180
Other	100	-	100	-
	280	-	280	180

ALHAYAT LANGUAGES LTD

Detailed analysis of income and expenditure for the year ended 30 September 2017 as required by the SORP 2015

24 Support costs for charitable activities

	Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
	2017	2017	2017	2016
	£	£	£	£
<i>Employee costs not included in direct costs</i>				
Training and welfare - staff	6,340	-	6,340	1,150
Travel and subsistence - staff	6,699	-	6,699	9,375
<i>Premises Expenses</i>				
Licence fees payable	31,364	-	31,364	39,638
Rates and water charges	14,458	-	14,458	11,377
Room Hire	19,720	-	19,720	6,340
Light heat and power	2,613	-	2,613	603
Cleaning and waste management	452	-	452	1,915
Premises repairs, renewals and maintenance	504	-	504	3,476
<i>Administrative overheads</i>				
Telephone, fax and internet	1,575	-	1,575	1,272
Stationery and printing	1,659	-	1,659	2,174
Software licences and expenses	126	-	126	-
Advertising and marketing	2,486	-	2,486	7,795
Sundry expenses	-	-	-	170
<i>Professional fees paid to advisors other than the auditor or examiner</i>				
Accountancy fees other than examination or audit fees	400	-	400	300
Other legal and professional	4,819	-	4,819	-
<i>Financial costs</i>				
Bank charges	1,101	-	1,101	1,262
Depreciation & Amortisation in total for the	1,365	-	1,365	1,606
Support costs before reallocation	95,681	-	95,681	88,453
Total support costs	95,681	-	95,681	88,453

The basis of allocation of costs between activities is described under accounting policies

25 Other Expenditure - Governance costs

	Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
	2017	2017	2017	2016
	£	£	£	£
Independent Examiner's fees	840	-	840	840
Total Governance costs	840	-	840	840

ALHAYAT LANGUAGES LTD

Detailed analysis of income and expenditure for the year ended 30 September 2017 as required by the SORP 2015

26 Total Charitable expenditure

		Current year Unrestricted Funds 2017 £	Current year Restricted Funds 2017 £	Current year Total Funds 2017 £	Prior Year Total Funds 2016 £
Total direct spending	B2a	104,821	-	104,821	64,895
Total charitable trading costs	B2b	10,429	-	10,429	2,909
Total grantmaking costs	B2c	280	-	280	180
Total support costs	B2d	95,681	-	95,681	88,453
Total Governance costs	B2e	840	-	840	840
Total charitable expenditure	B2	212,051	-	212,051	157,277