

Company Registration Number - 07388525

The Charity Registration Number is :- 1152346

ALHAYAT LANGUAGES LTD

Report and Accounts

30 September 2018

ALHAYAT LANGUAGES LTD

Report and accounts for the year ended 30 September 2018

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ALHAYAT LANGUAGES LTD

Company Registration Number - 07388525

Trustees' Annual Report for the year ended 30 September 2018

The Trustees present their Report and Accounts for the year ended 30 September 2018, 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 was initially constituted as a company limited by share capital, but is now constituted as a company limited by guarantee registered under the Companies Acts.

The governing document of the charity is the Memorandum and Articles of Association as adopted on 14 May 2013.

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, telephone number, email and web addresses of the charity are:-

Unit 1
Brookhouse Centre, Whalley Range
Blackburn, BB1 6BB
Telephone 01254 433736

The registered office of the charity for Companies Act purposes is the same as the operating address shown above.

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

Javid Khan
Iftab hussain
Rafique Malik
Amir Shafiq
Shazad Khan

The following persons served as Trustees during the year ended 30 September 2018 :-

The trustees who served as a trustee in the reporting period, and, if applicable, their dates of appointment or resignation during the year were:-.

Name	Appointed	Resigned/Retired
Shaukat Hussain		30/09/2018
Shaida Karamullah		30/09/2018
Salahuddin Khan		30/09/2018
Huma Sheikh		30/09/2018
Mohamed Aslam		30/09/2018
Mohammed Rafiq		30/09/2018

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 475 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 demand has reduced this year for the B1 and the A2. 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. We have introduced the new Ascentis ILSOL (Introduction to Learning for Speakers of Other Languages), this year, for beginner learners, in the first year it has been available, to provide recognition of learning for the many Pre-Entry refugee learners from the WELCOME project.

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.

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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.

Financial review

The charity's financial position at the end of the year ended 30 September 2018

The financial position of the charity at 30 September 2018 and comparatives for the prior period, as more fully detailed in the accounts, can be summarised as follows:-

	2018 £	2017 £
Net expenditure	(22,789)	(68,921)
Unrestricted Revenue Funds available for the general purposes of the charity	13,027	35,816
Total Funds	13,027	35,816

Financial review of the position at the reporting date, 30 September 2018 .

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.

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Trustees' Annual Report for the year ended 30 September 2018

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.

Principal funding sources in the year and how these support the key objectives of the charity.

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.

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 established in Nelson, Burnley, Lancaster, Blackpool, Fleetwood and Skelmersdale. In August, classes in Blackpool finished, and 7 more classes started in September 2018, giving a total of 14 - and the total number of learners, 139. 12 tutors are now employed on the project, 5 of which were newly appointed in August.

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 2018

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 10 to 23.

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.



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 2018

I report to the Trustees on my examination of the financial statements of the charitable company on pages 10 to 23 for the year ended 30 September 2018 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 15.

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

As described on page 0, 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

Since the charitable company's gross income exceeded £250,000, the charitable company's examiner must be a member of a body listed in section 145 of the Act. I confirm that I am qualified to undertake the examination because I am an authorised member of Chartered Accountants, which is one of the listed bodies.

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

ALHAYAT LANGUAGES LTD

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.

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;

The gross income of the charitable company in the year ended 30 September 2018 appears to exceed the sum specified in Section 145(3) of the Act, namely £250000, and that I am qualified to act as Independent Examiner in accordance with that section by virtue of my being a qualified member of Chartered Accountants;

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;

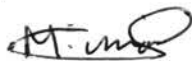
the financial statements do not accord with those records; or

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.

Signed:-



Mobeen Ismail - Independent Examiner

Chartered Accountants

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

This report was signed on 31 July 2019

ALHAYAT LANGUAGES LTD - Statement of Financial Activities for the year ended 30 September 2018

Statement of Financial Activities (including the Income and Expenditure Account for the year ended 30 September 2018, as required by the Companies Act 2006)

	SORP Ref	Current year Unrestricted Funds 2018 £	Current year Restricted Funds 2018 £	Current year Total Funds 2018 £	Prior Year Total Funds 2017 £
Income & Endowments from:					
Donations & Legacies	A1	110,272	-	110,272	92,602
Charitable activities	A2	161,547	-	161,547	50,528
Total income	A	271,819	-	271,819	143,130
Expenditure on:					
Charitable activities	B2	294,608	-	294,608	212,051
Total expenditure	B	294,608	-	294,608	212,051
Net expenditure for the year		(22,789)	-	(22,789)	(68,921)
Net income after transfers	A-B-C	(22,789)	-	(22,789)	(68,921)
Net movement in funds		(22,789)	-	(22,789)	(68,921)
Reconciliation of funds:-	E				
Total funds brought forward		35,816	-	35,816	104,737
Total funds carried forward		13,027	-	13,027	35,816

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 15 to 23 form an integral part of these accounts.

ALHAYAT LANGUAGES LTD - Statement of Financial Activities for the year ended 30 September 2018

	SORP Ref	Prior Year Unrestricted Funds 2017 £	Prior Year Restricted Funds 2017 £	Prior Year Total Funds 2017 £
Income from:				
Donations & Legacies	A1	92,602	-	92,602
Charitable activities	A2	50,528	-	50,528
Total income	A	<u>143,130</u>	<u>-</u>	<u>143,130</u>
Expenditure on:				
Charitable activities	B2	212,051	-	212,051
Total expenditure	B	<u>212,051</u>	<u>-</u>	<u>212,051</u>
Net expenditure for the year		(68,921)	-	(68,921)
Net income after transfers		<u>(68,921)</u>	<u>-</u>	<u>(68,921)</u>
Net movement in funds		<u>(68,921)</u>	<u>-</u>	<u>(68,921)</u>
Reconciliation of funds:-	E			
Total funds brought forward		104,737	-	104,737
Total funds carried forward		<u>35,816</u>	<u>-</u>	<u>35,816</u>

All activities derive from continuing operations

ALHAYAT LANGUAGES LTD - Statement of Financial Activities for the year ended 30 September 2018

ALHAYAT LANGUAGES LTD - Resources applied in the year ended 30 September 2018 towards fixed assets for Charity use:-

	2018 £	2017 £
Funds generated in the year as detailed in the SOFA	(22,789)	(68,921)
Resources applied on functional fixed assets	(3,144)	-
Net resources available to fund charitable activities	(25,933)	(68,921)

The resources applied on fixed assets for charity use represents the cost of additions less proceeds of any disposals.

The notes attached on pages 15 to 23 form an integral part of these accounts.

Movements in revenue and capital funds for the year ended 30 September 2018

Revenue accumulated funds

	Unrestricted Funds 2018 £	Restricted Funds 2018 £	Total Funds 2018 £	Last year Total Funds 2017 £
Accumulated funds brought forward	35,816	-	35,816	104,737
Recognised gains and losses before transfers	(22,789)	-	(22,789)	(68,921)
	13,027	-	13,027	35,816
Closing revenue funds	13,027	-	13,027	35,816

Summary of funds

	Unrestricted and Designated funds 2018 £	Restricted Funds 2018 £	Total Funds 2018 £	Last Year Total Funds 2017 £
Revenue accumulated funds	13,027	-	13,027	35,816

The notes attached on pages 15 to 23 form an integral part of these accounts.

ALHAYAT LANGUAGES LTD - Statement of Financial Activities for the year ended 30 September 2018

ALHAYAT LANGUAGES LTD

Income and Expenditure Account for the year ended 30 September 2018 as required by the Companies Act 2006

	2018 £	2017 £
Income		
Income from operations	271,819	143,130
Investment income		
Gross income in the year before exceptional items	271,819	143,130
Gross income in the year including exceptional items	271,819	143,130
Expenditure		
Charitable expenditure, excluding depreciation and amortisation	292,136	209,846
Depreciation and amortisation	1,632	1,365
Governance costs	840	840
Realised losses on disposals of social investments which are programme related	-	-
Total expenditure in the year	294,608	212,051
Net income before tax in the financial year	(22,789)	(68,921)
Tax on surplus on ordinary activities	-	-
Net income after tax in the financial year	(22,789)	(68,921)
Retained surplus for the financial year	(22,789)	(68,921)

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 15 to 23 form an integral part of these accounts.

ALHAYAT LANGUAGES LTD - Balance Sheet as at 30 September 2018

	SORP		2018	2017
	Note	Ref	£	£
Fixed assets		A		
Tangible assets	8	A2	9,245	7,733
Current assets		B		
Cash at bank and in hand		B4	5,422	29,323
Creditors: amounts falling due within one year	9	C1	<u>(1,640)</u>	<u>(1,240)</u>
Net current assets			3,782	28,083
The total net assets of the charity			<u>13,027</u>	<u>35,816</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	13	D3	13,027	35,816
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Designated Funds

Total charity funds			<u>13,027</u>	<u>35,816</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..

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 member has 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 9.

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 31 July 2019

The notes attached on pages 15 to 23 form an integral part of these accounts.

ALHAYAT LANGUAGES LTD

Notes to the Accounts for the year ended 30 September 2018

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 their estimated useful lives.

Plant and machinery	15 % straight line
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Stocks and work in progress

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

ALHAYAT LANGUAGES LTD

Notes to the Accounts for the year ended 30 September 2018

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 charity

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 of the charity's financial position or performance.

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

2018	2017
£	£

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

Depreciation of owned fixed assets	1,632	1,365
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6 Staff costs and emoluments

Salary costs

2018	2017
£	£
Gross Salaries excluding trustees and key management personnel	136,693
Salaries and benefits paid to key management personnel	66,498

Total salaries, wages and related costs

203,191	104,821
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Numbers of full time employees or full time equivalents

2018	2017
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The average number of total staff employed in the year was

24	21
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The estimated full time equivalent number of all staff employed in the year was

22	21
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ALHAYAT LANGUAGES LTD

Notes to the Accounts for the year ended 30 September 2018

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

Engaged on charitable activities	18	17
Engaged on management and administration	4	4

The estimated full time equivalent number of all staff employed as above

	<u>22</u>	<u>21</u>
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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.

Chief Executive Officer

The remuneration in the year year was	36,432	23,941
Pension contributions paid by the employer	309	-

Total remuneration package included in total salaries above

	<u>36,741</u>	<u>23,941</u>
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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 2017	-	13,536	-	13,536
Additions	-	3,144	-	3,144
At 30 September 2018	<u>-</u>	<u>16,680</u>	<u>-</u>	<u>16,680</u>
Depreciation				
At 1 October 2017	-	5,803	-	5,803
Charge for the year	-	1,632	-	1,632
At 30 September 2018	<u>-</u>	<u>7,435</u>	<u>-</u>	<u>7,435</u>
Net book value				
At 30 September 2018	<u>-</u>	<u>9,245</u>	<u>-</u>	<u>9,245</u>
At 30 September 2017	<u>-</u>	<u>7,733</u>	<u>-</u>	<u>7,733</u>

All assets are used for direct charitable purposes.

ALHAYAT LANGUAGES LTD

Notes to the Accounts for the year ended 30 September 2018

9 Creditors: amounts falling due within one year

	2018 £	2017 £
Other creditors	1,640	1,240
	<u>1,640</u>	<u>1,240</u>

10 Income and Expenditure account summary

	2018 £	2017 £
At 1 October 2017	35,816	104,737
Loss after tax for the year	(22,789)	(68,921)
At 30 September 2018	<u>13,027</u>	<u>35,816</u>

11 No related party transactions

There were no transactions with related parties in the year.

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

At 30 September 2018

	Unrestricted funds £	Designated funds £	Restricted funds £	Total Funds £
Tangible Fixed Assets	9,245	-	-	9,245
Current Assets	5,422	-	-	5,422
Current Liabilities	(1,640)	-	-	(1,640)
	<u>13,027</u>	<u>-</u>	<u>-</u>	<u>13,027</u>

At 1 October 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>

13 Change in total funds over the year as shown in Note 12, analysed by individual funds

	Funds brought forward from 2017 £	Movement in funds in 2018 See Note 14 £	Transfers between funds in 2018 See Note 0 £	Funds carried forward to 2019 £
Unrestricted and designated funds:-				
Unrestricted Revenue Funds	35,816	(22,789)	-	13,027
Total unrestricted and designated funds	<u>35,816</u>	<u>(22,789)</u>	<u>-</u>	<u>13,027</u>
Total charity funds	<u>35,816</u>	<u>(22,789)</u>	<u>-</u>	<u>13,027</u>

ALHAYAT LANGUAGES LTD

Notes to the Accounts for the year ended 30 September 2018

14 Analysis of movements in funds over the year as shown in Note 13

	Income	Expenditure	Other Gains & Losses	Movement in funds
	2018	2018	2018	2018
	£	£	£	£
Unrestricted and designated funds:-				
Unrestricted Revenue Funds	271,819	(294,608)	-	(22,789)

15 The purposes for which the funds as detailed in note 13 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.

16 Ultimate controlling party

The charity is under the control of its legal members.

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

ALHAYAT LANGUAGES LTD

Detailed analysis of income and expenditure for the year ended 30 September 2018 as required by the SORP 2015

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

17 Donations and Legacies

	Current year Unrestricted Funds 2018 £	Current year Restricted Funds 2018 £	Current year Total Funds 2018 £	Prior Year Total Funds 2017 £
Revenue grants from government and public bodies				
Big Lottery	87,831	-	87,831	92,602
Building a Stronger Britain Together	22,441	-	22,441	-
Total public sector revenue grants	110,272	-	110,272	92,602
Total Donations and Legacies	A1 110,272	-	110,272	92,602

18 Income from charitable activities - Trading Activities

	Current year Unrestricted Funds 2018 £	Current year Restricted Funds 2018 £	Current year Total Funds 2018 £	Prior Year Total Funds 2017 £
Primary purpose and ancillary trading				
Sale of goods and services in accordance with the charity's objects	161,547	-	161,547	50,528
Total Primary purpose and ancillary trading	161,547	-	161,547	50,528

19 Total Income from charitable activities

	Current year Unrestricted Funds £ 2018	Current year Restricted Funds £ 2018	Current year Total Funds £ 2018	Prior Year Total Funds £ 2017
Total income from charitable trading	161,547	-	161,547	50,528
Total from charitable activities	A2 161,547	-	161,547	50,528

ALHAYAT LANGUAGES LTD

Detailed analysis of income and expenditure for the year ended 30 September 2018 as required by the SORP 2015

20 Expenditure on charitable activities - Direct spending

	Current year Unrestricted Funds 2018 £	Current year Restricted Funds 2018 £	Current year Total Funds 2018 £	Prior Year Total Funds 2017 £
Gross wages and salaries - charitable activities	203,191	-	203,191	104,821
Total direct spending	B2a 203,191	-	203,191	104,821

21 Expenditure on charitable activities - Charitable trading

	Current year Unrestricted Funds 2018 £	Current year Restricted Funds 2018 £	Current year Total Funds 2018 £	Prior Year Total Funds 2017 £
Cost of goods for primary purpose trading	4,608	-	4,608	10,429
Total charitable trading costs	B2b 4,608	-	4,608	10,429

22 Expenditure on charitable activities- Grant funding of activities

	Current year Unrestricted Funds 2018 £	Current year Restricted Funds 2018 £	Current year Total Funds 2018 £	Prior Year Total Funds 2017 £
Grants made to organisations	360	-	360	280
Total grantmaking costs	B2c 360	-	360	280

Breakdown of Grants made to organisations

	Current year Unrestricted Funds 2018 £	Current year Restricted Funds 2018 £	Current year Total Funds 2018 £	Prior Year Total Funds 2017 £
Save The Children	360	-	360	180
Other	-	-	-	100
	360	-	360	280

ALHAYAT LANGUAGES LTD

Detailed analysis of income and expenditure for the year ended 30 September 2018 as required by the SORP 2015

23 Support costs for charitable activities

	Current year Unrestricted Funds 2018 £	Current year Restricted Funds 2018 £	Current year Total Funds 2018 £	Prior Year Total Funds 2017 £
<i>Employee costs not included in direct costs</i>				
Training and welfare - staff	-	-	-	6,340
Travel and subsistence - staff	8,496	-	8,496	6,699
<i>Premises Expenses</i>				
Licence fees payable	26,029	-	26,029	31,364
Rates and water charges	12,272	-	12,272	14,458
Room Hire	24,120	-	24,120	19,720
Light heat and power	2,088	-	2,088	2,613
Cleaning and waste management	466	-	466	452
Premises repairs, renewals and maintenance	276	-	276	504
<i>Administrative overheads</i>				
Telephone, fax and internet	1,837	-	1,837	1,575
Postage	15	-	15	-
Stationery and printing	1,803	-	1,803	1,659
Software licences and expenses	347	-	347	126
Advertising and marketing	2,192	-	2,192	2,486
Sundry expenses	260	-	260	-
<i>Professional fees paid to advisors other than the auditor or examiner</i>				
Accountancy fees other than examination or audit fees	400	-	400	400
Other legal and professional	1,279	-	1,279	4,819
Accreditation	1,160	-	1,160	-
Resources	494	-	494	-
<i>Financial costs</i>				
Bank charges	443	-	443	1,101
Depreciation & Amortisation in total for the	1,632	-	1,632	1,365
Support costs before reallocation	85,609	-	85,609	95,681
Total support costs	85,609	-	85,609	95,681

ALHAYAT LANGUAGES LTD

Detailed analysis of income and expenditure for the year ended 30 September 2018 as required by the SORP 2015

24 Other Expenditure - Governance costs

	Current year Unrestricted Funds 2018 £	Current year Restricted Funds 2018 £	Current year Total Funds 2018 £	Prior Year Total Funds 2017 £
Independent Examiner's fees	840	-	840	840
Total Governance costs	840	-	840	840

25 Total Charitable expenditure

	Current year Unrestricted Funds 2018 £	Current year Restricted Funds 2018 £	Current year Total Funds 2018 £	Prior Year Total Funds 2017 £
Total direct spending	B2a 203,191	-	203,191	104,821
Total charitable trading costs	B2b 4,608	-	4,608	10,429
Total grantmaking costs	B2c 360	-	360	280
Total support costs	B2d 85,609	-	85,609	95,681
Total Governance costs	B2e 840	-	840	840
Total charitable expenditure	B2 294,608	-	294,608	212,051