

COMPANY REGISTRATION NUMBER 03508973

CARE EDUCATION TRUST LTD
FINANCIAL STATEMENTS
28 FEBRUARY 2020

Charity Number 1071963

CARE EDUCATION TRUST LTD
FINANCIAL STATEMENTS
YEAR ENDED 28 FEBRUARY 2020

CONTENTS	PAGE
Trustees Annual Report	1
Independent examiner's report to the members	7
Statement of financial activities (incorporating the income and expenditure account)	8
Balance sheet	9
Notes to the financial statements	10

CARE EDUCATION TRUST LTD
TRUSTEES ANNUAL REPORT
YEAR ENDED 28 FEBRUARY 2020

The trustees, who are also directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 28 February 2020.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name	Careducation Trust Ltd
Charity registration number	1071963
Company registration number	03508973

Registered office	15 Albemarle Road East Barnet Herts. EN4 8EQ United Kingdom
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THE TRUSTEES

The trustees who served the charity during the period were as follows:

Mr L VVarsani
Mr BSolanki
Mr KLakhani
Mr N Shah
Dilisha Shah (appointed 24.06.2019)

Secretary	Dilisha Shah
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STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The organisation is a charitable company limited by guarantee, incorporated on 19 August 1998 and registered as a charity on 14 October 1998. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £10.

Recruitment and Appointment of Trustees

The directors of the company are also charity trustees for the purposes of charity law. Under the requirements of the Memorandum and Articles of Association one-third of the Trustees who are elected to serve must retire and can be re-elected at an Annual General Meeting.

Mr B Solanki retires by rotation and, being eligible, offers himself for re-election.

The charity's work focuses upon children and young people. The Trustees seek to ensure that the needs of this group are appropriately reflected through the diversity of the trustee body.

Trustee Induction and Training

All the trustees are already familiar with the practical work of the charity having been encouraged to visit the various children's centres which the Charity has helped establish.

CARE EDUCATION TRUST LTD
TRUSTEES ANNUAL REPORT *(continued)*
YEAR ENDED 28 FEBRUARY 2020

Risk Management

The Trustees have conducted a review of the major risks to which the charity is exposed. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. These procedures are periodically reviewed to ensure that they continue to meet the needs of the charity.

Organisational Structure

The Charity has a Management Committee of up to 4 members who meet quarterly and are responsible for the strategic direction and policy of the charity. At present the Committee has members from a variety of professional backgrounds relevant to the work of the charity.

Related Parties

In so far as it is complimentary to the charity's objects, the charity is guided by both local and national policy. Local partnerships are established with various charities which run the various centres which this charity supports.

OBJECTIVES AND ACTIVITIES

The charity's objects and principal activities are to:

- improve the conditions and life of children and young persons from the age of infancy to 25 years, who are socially and economically disadvantaged.

PUBLIC BENEFIT

The main objectives and activities for the year continued to focus upon the assistance with building projects for children's schools and provision of food, clothing and educational material for children's centres. The strategies employed to assist the charity to meet these objectives included working in partnership with other agencies to secure the widest range of services available that best matches the needs of its client population. The Charity continued in assisting over 6000 children and young persons throughout the world.

ACHIEVEMENTS AND PERFORMANCE

Counselling, Advice and Information

A Booklet summarising the Charity's work was produced in previous years and still being relevant, was distributed to various donors, potential donors and at various functions held by or on behalf of the charity.

Outreach

The outreach work of the charity provides support to children and young people who could not reach our school and disability centres. This work continued to expand in the year under review.

CARE EDUCATION TRUST LTD
TRUSTEES ANNUAL REPORT *(continued)*
YEAR ENDED 28 FEBRUARY 2020

RESPONSIBILITIES OF THE TRUSTEES *(continued)*

We continue to work in close co-operation with Local charities in operating this outreach project.

Training Project

The training project continues to be focused on vocational training provided at the various schools funded by the charity.

FINANCIAL REVIEW

Despite continuing uncertainty which has been exasperated by the coronavirus, the charity, with the aid of sound financial management and the continual support of its volunteers and donors, is continuing to generate a very positive financial outcome for the period. The charity is continuing to build corpus funds to assist in the future.

The residential school in Manali has completed its final development phase of the administration block with science labs, new access road and a play area for the children. The building of six guest rooms with facilities to provide accommodation for visiting scholars and volunteers has also been completed. The charity has remitted over £28,000 to fund the last stage of the final phase. The hostel block for senior children has also been completed. However, due to coronavirus, the school has been shut following the Indian Government's orders and the children and the staff have returned home. The school was allowed to reopen in October for standard 9 and 10, but following an outbreak of coronavirus at another school in the area, all the schools were ordered to be shut. Since the children at this school come from very remote areas, such as Zaskar, some 150 children stayed at the school, the teachers returned home except for some domestic staff to help look after the children.

This project reaches out to many children from the Himalayan region, particular from the Zaskar region, who would not otherwise have this opportunity of attaining an education. We ensure that no child is turned away. The centre can now accommodate up to 350 children.

At the Viklang Vidhya Centre at Madhapar, near Bhuj, in Kutch, was also required to close due to coronavirus and the children and staff returned home. £4,384 has been remitted to Navchetan Andhjan Mandal, our partner charity to cover costs. The early learning centre at Lakadia, Kutch, has started the physiotherapy sessions, but not the computer classes yet which will be commenced as soon as the coronavirus restrictions are eased.

The Bilimora project in Gujarat for children from highly deprived families in the Dang tribal area, the girls' hostel has been completed, costing in the region of £120,000. The hostel provides decent accommodation for nearly 100 girls. Here the charity is now looking to provide assistance to the children wishing to take up higher education. A new separate dining hall and kitchen has been completed at the boys' hostel and the final balance of £13,150 has been sent to Sarve Seva Kendra Gandevi.

The rebuilding of three schools in Nepal following the devastation caused by the recent earthquakes has been completed. The charity with other charities had undertaken to rebuild some 20 schools badly affected by the Nepal earthquake. These schools are based in remote areas of Nepal. But unfortunately, due to the bureaucracy this project took longer than expected.

The charity is continuing its work in East Africa by looking at more projects extending the work the charity is doing both in Nairobi and Mombasa. With a local charity based in Nairobi the charity has sponsored the building of two classrooms at the cost of £20,000 at a very deprived school in rural area. A further sum of £32,500 was remitted to build classrooms at Kiengela Magereza Secondary School. With our local charity partner based in Nairobi the charity will identify further deserving projects in Kenya. The

CARE EDUCATION TRUST LTD
TRUSTEES ANNUAL REPORT *(continued)*
YEAR ENDED 28 FEBRUARY 2020

RESPONSIBILITIES OF THE TRUSTEES *(continued)*

schools in Kenya have also been closed due to coronavirus, but unfortunately the families are suffering because of drop in income so with our local partner charity we have been supporting the distribution of food parcels. To date we have donated £8,000 towards the costs.

The building of the second floor at the Cerebral Palsy Foundation's centre is progressing according to schedule and the total sum of £57,000 has been remitted. This project has been supported by Lions Club of Enfield to the tune of £16,044.76

£30,000 has been remitted to Auro Foundation for the second phase building work of the Vocational Training centre. £4,500 has been remitted to Sapling Trust, Mombasa, in respect of the 10 children being sponsored by us.

Near Mombasa 'Rainbow Unit Project' which is a partnership project with Make a Difference, a UK registered charity, to build a school for special needs children is progressing well after some initial problems and £30,000 has been remitted towards the costs. The school should be completed in the next few months.

'Project CARE' students of Warwick and Nottingham University continue to volunteer at the centres in Bhuj and Manali to teach at the schools and furthermore they have raised averagely around £17,000 every year for the two centres. However, due to coronavirus Project CARE has been suspended until such time as the travel restrictions are lifted and it is once again safe to travel and teach at the schools. Project CARE is now looking at expanding the volunteering services to include the charity's projects elsewhere including Africa. The Project CARE team visited the charity's African projects in November 2019.

Reserves Policy

The Management Committee has examined the charity's requirements for reserves in light of the main risks to the organisation. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be between 6 months to 9 months of the expenditure. The target is £120,000 in general funds. The reserves are needed to meet the working capital requirements of the charity and the Management Committee are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding. The strategy is to continue to build reserves through planned operating surpluses.

Due to the continuing difficult economic conditions and currency rate fluctuations, the Charity's income for the year decreased to £112,943 (2019-£124,854). The Charitable donations made in the year amounted to £140,354 (2019 - £143,308). Due to the economic uncertainties, as noted above, the Trustees have agreed to build up reserves (corpus funds) which can be used to support any shortfalls in our several ongoing projects.

Principal Funding Sources

The principal funding sources for the charity are currently by way of private donors and other voluntary organisations.

Investment Policy

Aside from retaining a prudent amount in reserves each year most of the charity's funds are to be spent in the short term.

Surplus funds are maintained in Deposit accounts with commercial banks and long-term investments are not possible as the funds the charity collects are immediately required by the various organisations it

CARE EDUCATION TRUST LTD
TRUSTEES ANNUAL REPORT *(continued)*
YEAR ENDED 28 FEBRUARY 2020

RESPONSIBILITIES OF THE TRUSTEES *(continued)*

supports.

Funds are also held in Indian banks in order to earn higher interest income and also to avoid large currency fluctuations.

Therefore, a build-up of corpus funds has not been possible.

Reserves Policy

The Trustees have examined the charity's requirements for reserves in light of the main risks to the organisation. They have established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be between 3 and 6 months of the expenditure. The reserves are needed to meet the working capital requirements of the charity and the Trustees are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding. In the short term the Trustees have also considered the extent to which existing activities and expenditure could be curtailed, should such circumstances arise.

PLANS FOR FUTURE PERIODS

The charity plans to continue the activities outlined above in the forthcoming year subject to satisfactory funding arrangements. Plans are also being developed to work on a number of schemes with local employers to place children who have been through our training projects on mentoring schemes which it is hoped will lead to long-term gainful employment.

The charity is currently looking at potential school building projects as well as extension of current projects with existing partners.

RESPONSIBILITIES OF THE TRUSTEES

The trustees (who are also the directors of Care Education Trust Ltd for the purposes of company law) are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at

CARE EDUCATION TRUST LTD
TRUSTEES ANNUAL REPORT *(continued)*
YEAR ENDED 28 FEBRUARY 2020

RESPONSIBILITIES OF THE TRUSTEES *(continued)*

any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. The trustees are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

INDEPENDENT EXAMINER

Mr Rajesh Chechani of Sinclair McKinsley Ltd who continues to act as independent examiner for the ensuing year.

Registered office:
15 Albemarle Road
East Barnet
Herts. EN4 8EQ
United Kingdom

Signed on behalf of the trustees
B SOLANKI
DIRECTOR



Date: 30th Nov. 2020.

CARE EDUCATION TRUST LTD
INDEPENDENT EXAMINER'S REPORT TO THE MEMBERS OF
CARE EDUCATION TRUST LTD
YEAR ENDED 28 FEBRUARY 2020

I report on the accounts for the year ended 28 February 2020 set out on pages eight to fourteen.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

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

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

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

INDEPENDENT EXAMINER'S STATEMENT

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements

- to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006; and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of Sections 394 and 395 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Rajesh Chechani (Independent Examiner)
Sinclair McKinsley Ltd
Chartered Certified Accountants
211 Station Road,
Harrow, HA0 1SU



30/11/2020

The notes on pages 11 to 14 form part of these financial statements.

CARE EDUCATION TRUST LTD

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 28 FEBRUARY 2020

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £	Total Funds 2019 £
INCOMING RESOURCES					
Incoming resources from generating funds:					
Voluntary income	2	94,302	0	94,302	101,184
Investment income	3	10,108	0	10,108	12,033
Incoming resources from charitable activities	4	8,533	0	8,533	11,637
TOTAL INCOMING RESOURCES		112,943	0	112,943	124,854
RESOURCES EXPENDED					
Costs of generating funds:					
Fundraising trading: cost of goods sold and other costs					
	5	(3,385)	(0)	(3,385)	(12,517)
Charitable activities	6/7	(125,961)	(14,393)	(140,354)	(143,308)
Governance costs	8	(1,673)	(0)	(1,673)	(1,814)
Transfers		(0)	(0)	(0)	(0)
TOTAL RESOURCES EXPENDED		(131,019)	(14,393)	(145,412)	(157,639)
NET (OUTGOING)/INCOMING RESOURCES FOR THE YEAR/NET (EXPENDITURE)/INCOME FOR THE YEAR					
RECONCILIATION OF FUNDS	9	(-18,076)	(-14,393)	(-32,469)	(32,785)
Total funds brought forward		402,557	14,393	416,950	449,735
TOTAL FUNDS CARRIED FORWARD		384,481	0	384,481	416,950

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 11 to 14 form part of these financial statements.

CARE EDUCATION TRUST LTD

BALANCE SHEET

28 FEBRUARY 2020

	Note	2020 £	2019 £
FIXED ASSETS			
Tangible assets	11	0	0
CURRENT ASSETS			
Debtors	12	1,424	2,634
Cash at bank		383,837	415,096
		<u>385,261</u>	<u>417,730</u>
CREDITORS: Amounts falling due within one year	13	<u>780</u>	<u>780</u>
NET CURRENT ASSETS		384,481	416,950
NET ASSETS		<u>384,481</u>	<u>416,950</u>
FUNDS			
Restricted income funds	14	0	14,393
Unrestricted income funds	15	<u>384,481</u>	<u>402,557</u>
TOTAL FUNDS		<u>384,481</u>	<u>416,950</u>

The trustees are satisfied that the charity is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the financial statements for the year by virtue of section 477(2), and that no member or members have requested an audit pursuant to section 476(1) of the Act.

The trustees acknowledge their responsibilities for:

- (i) ensuring that the charity keeps adequate accounting records which comply with section 386 of the Act, and
- (ii) preparing financial statements 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 its profit or loss for the financial year in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the charity.

The Balance sheet continues on the following page.
The notes on pages 11 to 14 form part of these financial statements.

CARE EDUCATION TRUST LTD

BALANCE SHEET *(continued)*

28 FEBRUARY 2020

These financial statements were approved by the members of the committee on the 27th November 2020 and are signed on their behalf by:



N SHAH
DIRECTOR

Company Registration Number: 03508973

The notes on pages 11 to 14 form part of these financial statements.

CARE EDUCATION TRUST LTD
NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 28 FEBRUARY 2020

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005) and the Companies Act 2006.

Cash flow statement

The trustees have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the charity is small.

Fixed assets

All fixed assets are recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment - 25% reducing balance

2. VOLUNTARY INCOME

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £	Total Funds 2019 £
Donations				
General Donation income	94,302	-	94,302	101,184
	<u>94,302</u>	<u>-</u>	<u>94,302</u>	<u>101,184</u>

3. INVESTMENT INCOME

	Unrestricted Funds £	Total Funds 2020 £	Total Funds 2019 £
Bank interest receivable	10,108	10,108	12,033
Exchange rate gains	-	-	-
	<u>10,108</u>	<u>10,108</u>	<u>12,033</u>

CARE EDUCATION TRUST LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 28 FEBRUARY 2020

4. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Unrestricted Funds	Total Funds 2020	Total Funds 2019
	£	£	£
Tax refunds	<u>8,533</u>	<u>8,533</u>	<u>11,637</u>

5. FUNDRAISING TRADING: COST OF GOODS SOLD AND OTHER COSTS

	Unrestricted Funds	Total Funds 2020	Total Funds 2019
	£	£	£
Support costs	300	300	4,966
Exchange rate losses	3,085	3,085	7,551
	<u>3,385</u>	<u>3,385</u>	<u>12,517</u>

6. COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds	Restricted Funds	Total Funds 2020	Total Funds 2019
	£	£	£	£
Donation payments	<u>125,961</u>	<u>14,393</u>	<u>140,354</u>	<u>143,308</u>

7. COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Unrestricted Funds	Restricted Funds	Total Funds 2019	Total Funds 2019
	£	£	£	£
Donations				
General Donations	4,355	0	4,355	6,333
India - Bhuj & Madhapur	7,551	0	7,551	36,667
India - Manali	63,107	0	63,107	28,889
India - Shri Serva Seva - Bilimora	24,811	0	24,811	0
India - Vadia Amreli	2,999	0	2,999	1,422
India - Saurashtra Luhar - Baroda	971	0	971	0
Kenya - Shishukunj	0	0	0	997
Kenya - Cerebral Palsy	7,030	0	7,030	7,000
Kenya - Amara Trust	0	0	0	32,500
Kenya - Sapling Trust Foundation	4,530	0	4,530	4,500
Uganda- Auro Foundation	0	0	0	0
Jack Petchy Foundation	0	0	0	0
MZ & KZ Foundation (Nepal)	10,607	14,393	25,000	25,000
	<u>125,961</u>	<u>14,393</u>	<u>140,354</u>	<u>143,308</u>

CARE EDUCATION TRUST LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 28 FEBRUARY 2020

8. GOVERNANCE COSTS

	Unrestricted Funds	Total Funds 2020	Total Funds 2019
	£	£	£
Accountancy fees	780	780	840
Bank charges	123	123	242
Other financial costs	770	770	732
	<u>1,673</u>	<u>1,673</u>	<u>1,814</u>

9. NET (OUTGOING)/INCOMING RESOURCES FOR THE YEAR

This is stated after charging:

	2020	2019
	£	£
Depreciation/loss on disposal of fixed assets	<u>0</u>	<u>0</u>

10. STAFF COSTS AND EMOLUMENTS

No salaries or wages have been paid to employees, including the members of the committee, during the year.

11. TANGIBLE FIXED ASSETS

	Equipment £
COST	
At 1 March 2019& as at 28 February 2020	<u>0</u>
DEPRECIATION	
At 1 March 2019& as at 28 February 2020	<u>0</u>
NET BOOK VALUE	
At 28 February 2020	<u>0</u>
At 28 February 2019	<u>0</u>

CARE EDUCATION TRUST LTD
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 28 FEBRUARY 2020

12. DEBTORS

	2020	2019
	£	£
Other debtors	<u>1,424</u>	<u>2,632</u>

13. CREDITORS: Amounts falling due within one year

	2020	2019
	£	£
Accruals	<u>780</u>	<u>780</u>

14. RESTRICTED INCOME FUNDS

	£
Balance at 1 Mar 2019	14,393
Incoming resources	0
Outgoing resources	<u>(14,393)</u>
Balance at 28 February 2020	<u>£0</u> <u>=====</u>

15. UNRESTRICTED INCOME FUNDS

	£
Balance at 1 Mar 2019	402,557
Incoming resources	112,943
Outgoing resources	<u>(131,019)</u>
Balance at 28 February 2020	<u>£384,481</u> <u>=====</u>

16. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Other net assets	Total
	£	£
Restricted Income Funds	0	14,393
Unrestricted Income Funds	<u>384,481</u>	<u>402,557</u>
Total Funds	<u>384,481</u>	<u>416,950</u>