

COMPANY REGISTRATION NUMBER: 14505296
CHARITY REGISTRATION NUMBER: 1084163

BABYLON EDUCATIONAL FOUNDATION

Company Limited by Guarantee

Unaudited Financial Statements

31 July 2023

AL-MAHARI & CO

Chartered Certified Accountants
THE WIMBLEDON ARCHES
1 ARCHWAY CLOSE
LONDON
SW19 8UL

BABYLON EDUCATIONAL FOUNDATION

Company Limited by Guarantee

Financial Statements

Year ended 31 July 2023

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BABYLON EDUCATIONAL FOUNDATION

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Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 July 2023

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 July 2023.

Reference and administrative details

Registered charity name	BABYLON EDUCATIONAL FOUNDATION
Charity registration number	1084163
Company registration number	14505296
Principal office and registered office	424 EDGWARE ROAD LONDON W2 1EG

The trustees

MR SHAKIR SHABAA
MR NADEEM MOHAMMED
MR JAWAD SHABAA

Independent examiner	SALAM HASAN BSc FCCA THE WIMBLEDON ARCHES 1 ARCHWAY CLOSE LONDON SW19 8UL
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Structure, governance and management

The charity is organised so that the trustees meet at regular intervals to manage its affairs.

Objectives and activities

The charity's object and its activity continue to be that of the advancement of education and welfare of the Arabic and Kurdish speaking young people in the Greater London area. In addition, the trustees continue to reach out to support families of children in the Middle East who are being forced into shunning education in favour of joining the workforce in order to assist their families.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and performance

The trustees consider that the performance of the charity has been satisfactory.

Financial review

The statement of financial activities shows a net surplus for the year of £66,340. The general fund stands at £112,028.

BABYLON EDUCATIONAL FOUNDATION

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 July 2023

The trustees' annual report and the strategic report were approved on 26 April 2024 and signed on behalf of the board of trustees by:

MR SHAKIR SHABAA
Trustee

BABYLON EDUCATIONAL FOUNDATION

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of BABYLON EDUCATIONAL FOUNDATION

Year ended 31 July 2023

I report to the trustees on my examination of the financial statements of BABYLON EDUCATIONAL FOUNDATION ('the charity') for the year ended 31 July 2023.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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 accounts to be reached.

SALAM HASAN BSc FCCA
Independent Examiner

THE WIMBLEDON ARCHES
1 ARCHWAY CLOSE
LONDON
SW19 8UL

BABYLON EDUCATIONAL FOUNDATION

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 July 2023

		2023		2022
		Unrestricted funds	Total funds	Total funds
	Note	£	£	£
Income and endowments				
Donations and legacies	4	301,938	301,938	247,277
Total income		<u>301,938</u>	<u>301,938</u>	<u>247,277</u>
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	5	181,599	181,599	298,856
Expenditure on charitable activities	6	53,999	53,999	64,103
Total expenditure		<u>235,598</u>	<u>235,598</u>	<u>362,959</u>
Net income/(expenditure) and net movement in funds		<u>66,340</u>	<u>66,340</u>	<u>(115,682)</u>
Reconciliation of funds				
Total funds brought forward		45,688	45,688	161,370
Total funds carried forward		<u>112,028</u>	<u>112,028</u>	<u>45,688</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 8 to 10 form part of these financial statements.

BABYLON EDUCATIONAL FOUNDATION

Company Limited by Guarantee

Statement of Financial Position

31 July 2023

	Note	2023 £	£	2022 £
Fixed assets				
Tangible fixed assets	10		1	1
Current assets				
Debtors	11	22,409		22,809
Cash at bank and in hand		92,268		62,881
		114,677		85,690
Creditors: amounts falling due within one year	12	2,650		—
Net current assets			112,027	85,690
Total assets less current liabilities			112,028	85,691
Creditors: amounts falling due after more than one year	13		—	40,003
Net assets			112,028	45,688
Funds of the charity				
Unrestricted funds			112,028	45,688
Total charity funds	14		112,028	45,688

For the year ending 31 July 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 26 April 2024, and are signed on behalf of the board by:

MR SHAKIR SHABAA
Trustee

The notes on pages 8 to 10 form part of these financial statements.

BABYLON EDUCATIONAL FOUNDATION

Company Limited by Guarantee

Accounting Policies

Year ended 31 July 2023

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in the furtherance of the general objectives of the charity. Designated funds are unrestricted funds earmarked by the Management Committee for particular purposes. Restricted funds are for specific use as directed by the donor.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

BABYLON EDUCATIONAL FOUNDATION

Company Limited by Guarantee

Accounting Policies *(continued)*

Year ended 31 July 2023

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

All fixed assets are initially recorded at cost.

Depreciation

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

Equipment	- 25% straight line
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BABYLON EDUCATIONAL FOUNDATION

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Notes to the Financial Statements

Year ended 31 July 2023

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 424 EDGWARE ROAD, LONDON, W2 1EG.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Limited by guarantee

Limited by guarantee.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations	219,093	219,093	169,328	169,328
Gifts				
HMRC gift aid	56,721	56,721	54,304	54,304
Other donations and legacies				
Student fees	26,124	26,124	23,645	23,645
	<u>301,938</u>	<u>301,938</u>	<u>247,277</u>	<u>247,277</u>

5. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Costs of raising donations and legacies - Donations	178,777	178,777	297,406	297,406
Events and functions	2,822	2,822	1,450	1,450
	<u>181,599</u>	<u>181,599</u>	<u>298,856</u>	<u>298,856</u>

6. Expenditure on charitable activities by activity type

	Support costs £	Total funds 2023 £	Total fund 2022 £
Governance costs	<u>53,999</u>	<u>53,999</u>	<u>64,103</u>

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Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

7. Independent examination fees

	2023 £	2022 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	750	750
Other financial services	2,000	2,000
	<u>2,750</u>	<u>2,750</u>

8. Staff costs

The average head count of employees during the year was 1 (2022: 1). The average number of full-time equivalent employees during the year is analysed as follows:

	2023 No.	2022 No.
Number of staff	<u>1</u>	<u>1</u>

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

9. Trustee remuneration and expenses

- no remuneration or other benefits from employment with the charity or a related entity were received by the trustees; or
- one or more trustees has been paid remuneration or received other benefits from employment with the charity or a related entity.

10. Tangible fixed assets

	Equipment £	Total £
Cost		
At 1 August 2022 and 31 July 2023	<u>8,398</u>	<u>8,398</u>
Depreciation		
At 1 August 2022 and 31 July 2023	<u>8,397</u>	<u>8,397</u>
Carrying amount		
At 31 July 2023	<u>1</u>	<u>1</u>
At 31 July 2022	<u>1</u>	<u>1</u>

11. Debtors

	2023 £	2022 £
Prepayments	600	1,000
Other debtors	21,809	21,809
	<u>22,409</u>	<u>22,809</u>

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Notes to the Financial Statements *(continued)*

Year ended 31 July 2023

12. Creditors: amounts falling due within one year

	2023	2022
	£	£
Trade creditors	<u>2,650</u>	<u>–</u>

13. Creditors: amounts falling due after more than one year

	2023	2022
	£	£
Bank loans and overdrafts	<u>–</u>	<u>40,003</u>

14. Analysis of charitable funds

Unrestricted funds

	At 1 August 2022	Income £	Expenditure £	At 31 July 2023
	£	£	£	£
General funds	<u>45,688</u>	<u>301,938</u>	<u>(235,598)</u>	<u>112,028</u>

	At 1 August 2021	Income £	Expenditure £	At 31 July 2022
	£	£	£	£
General funds	<u>161,370</u>	<u>247,277</u>	<u>(362,959)</u>	<u>45,688</u>