

MINORITY ENTERPRISE DEVELOPMENT TRUST

**TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

MINORITY ENTERPRISE DEVELOPMENT TRUST

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MINORITY ENTERPRISE DEVELOPMENT TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Charity number	1110256 (England & Wales)
Address	Bangor Street Community Centre Norwich Street Blackburn BB1 6NZ
Trustees	Tahir Mohsan Habiburehman Patel Khalid Saifullah
Accountants	Stewart Advisory Ltd Cotton Court Church Street Preston PR1 3BX
Independent examiner	Dr Marcie Towell PhD Cotton Court Church Street Preston PR1 3BX
Bankers	HSBC Bank plc 49A Fishergate Preston PR1 8BQ

MINORITY ENTERPRISE DEVELOPMENT TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2024

The Trustees present their report and financial statements for the year ended 31 March 2024 and confirm they comply with the requirements of the Charities Act 2011, the trust deed and the Charities SORP (FRS 102).

The Trustees who served during the period and up to the date of this report are shown on page 2.

Structure, governance and management

Minority Enterprise Development Trust is a registered UK charity constituted on 29 October 2004 under charity number 1110256. It is an unincorporated charity and the governing document is a Trust Deed.

Objectives and activities

The objectives of the Charity as set out in the governing document are:

- the advancement of education and training of people in need, in particular, but not exclusively ethnic-minority communities, by supporting projects that develop business skills in the community and multi-cultural and multi-racial harmony in the businesses; and
- to promote any other charitable purpose in furtherance of the objects as the Trustees from time to time determine.

The Trustees have had due regard to the Charity Commission guidance on Public Benefit.

Achievements and performance

The Charity derives rental income from freehold investment property. The rental income which is generated from this will be used to further the objectives of the Charity.

Bangor Street Community Centre (BSCC) continues to be run for the benefit of the local community by the Charity and managed on its behalf by Bangor Street Limited (BSL), a wholly-owned subsidiary. The trustees consider that the activities of the Community Centre are largely charitable in nature and consistent with the long-term objectives of the Charity.

During the year, significant improvement works were started on the shower rooms and toilet facilities on the ground floor to allow for the addition of a sauna. The trustees believe that the sauna will be well used by gym members and the public and will provide a further draw for new users of the Centre.

The trustees are pleased to report that BSCC continues to be well supported by licensees and the local community.

On 25 October 2022, the Charity incorporated a new wholly-owned subsidiary, East Lancashire Cricket Club Limited (ELCCL), to acquire the trade and assets of The East Lancashire Club (ELC), a Community Amateur Sports Club, which promotes participation across the local community in sport generally but, in particular, cricket, bowling and squash.

At the date of this report, the donation of the land and buildings owned by ELC had yet to be completed but trade and staff had transferred from ELC to ELCCL. The trustees have been in discussions with the existing club committees and members on how best the charity can secure the future of the club and boost participation in sport. More information on the club can be found in Note 8.

The Charity Commission have sanctioned the disposal of the land and buildings (once the transfer is complete) through a new lease at market value with ELCCL.

MINORITY ENTERPRISE DEVELOPMENT TRUST

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2024

Financial review

It is the policy of the Charity to maintain unrestricted funds at a level which equate to approximately 12 months unrestricted expenditure. This provides sufficient funds to cover management, administration, and support costs. The adequacy of the reserves policy is reviewed annually.

The deficit of income over expenditure in the year to 31 March 2024 was £15,852 (2023: £27,149 surplus).

The unrestricted funds amounted to £546,917 (2023: £562,769) at the end of the year.

Future activities

New tenants are being sought for the freehold investment property as the current lease expires in February 2025. The trustees are optimistic that the building will continue to be occupied without a rental void.

The charity will continue to fund the development of the facilities in BSCC, and the new sauna became operational in November 2024. It has been warmly welcomed by users.

The trustees are optimistic that all transfers of the land and buildings will have been completed by the start of the cricket season in April 2025 and the lease completed with ELCCL. A new board of ELCCL is being formed and the trustees believe that, with new strong leadership, the club can flourish encouraging a new generation to participate in sport, particularly cricket.

Through these initiatives at BSCC and ELCCL, the Charity intends to promote amateur sport and fitness to the local communities in Blackburn in furtherance of its charitable objectives.

Approved by the Trustees on 29 January 2025 and signed on their behalf by:

Habiburehman Patel

Trustee

MINORITY ENTERPRISE DEVELOPMENT TRUST

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MINORITY ENTERPRISE DEVELOPMENT TRUST

I report on the financial statements of Minority Enterprise Development Trust for the year ended 31 March 2024 which comprise the statement of financial activities, the balance sheet and related notes set out on pages 6 to 14.

Respective responsibilities of trustees and examiner

The charity's trustees 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 of the Charities Act 2011 ("the Charities Act") and that an independent examination is needed.

It is my responsibility to:

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

Basis of independent examiner's statement

My examination was carried out in accordance with 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 the 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 statement below.

Independent examiner's s576 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 130 of the Charities Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Acthave 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.

Dr Marcie Towell PhD
Independent Examiner

Date: 29 January 2025

MINORITY ENTERPRISE DEVELOPMENT TRUST
STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2024

	Notes	Unrestricted funds £	2024 Total £	2023 Total £
Incoming resources				
Incoming resources from generating funds:				
Voluntary income	2	-	-	-
Investment income	3	125,085	125,085	160,498
Total incoming resources		125,085	125,085	160,498
Resources expended				
Costs of generating funds:				
Investment management costs	4	127,530	127,530	126,146
Charitable activities	5	499	499	778
Governance costs	7	12,908	12,908	6,425
Total resources expended		140,937	140,937	133,349
Net (deficit)/surplus for the year		(15,852)	(15,852)	27,149
Total funds brought forward		562,769	562,769	535,620
Total funds carried forward		546,917	546,917	562,769

MINORITY ENTERPRISE DEVELOPMENT TRUST

BALANCE SHEET AS AT 31 MARCH 2024

	Notes	2024	2023
		£	£
Fixed assets			
Investments	8	101	101
Tangible assets	9	328,800	275,000
		328,901	275,101
Current Assets			
Debtors	10	85,101	83,930
Cash at bank and in hand		191,070	228,719
		276,171	312,649
Creditors: Amounts falling due within one year	11	58,155	24,981
Net current assets		218,016	287,668
Total assets less current liabilities		547,917	562,769
Funds			
Unrestricted funds	13	546,917	562,769
Total funds		546,917	562,769

The financial statements were approved by the Trustees on 29 January 2025 and signed on their behalf by:

Habiburehman Patel
Trustee

Khalid Saifullah
Trustee

The notes on pages 8 to 14 form part of these financial statements.

MINORITY ENTERPRISE DEVELOPMENT TRUST

NOTES TO THE FINANCIAL STATEMENTS

1. Accounting policies

The financial statements have been prepared under the historical cost convention (except that investment properties are shown at market value) and in accordance the Charities SORP (FRS102) and the Charities Act 2011.

The financial statements have been prepared on a going concern basis.

The principal accounting policies, which are summarized below, have been consistently applied through this and the preceding period.

Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- a) Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity are recognized when the charity becomes unconditionally entitled to the grant.
- b) Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.
- c) Gifts donated for resale are included as incoming resources within activities for generating funds when they are sold.
- d) Income from investments is included in the period in which it is receivable.

Resources expended

Expenditure is recognized on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

Tangible fixed assets

Investment properties are stated at their market value at the balance sheet date. Any movement in market value is taken through a revaluation reserve unless that would result in a deficit. A deficit is taken to the statement of financial activities. No depreciation is provided for on investment properties.

Where a property has been reclassified in the year, any movement in cost and the accumulated depreciation are adjusted through the revaluation reserve.

Leasehold improvements are included at cost. No depreciation is provided this year as the assets have not been brought into use.

Taxation

The charity is exempt from UK Tax on charitable activities.

MINORITY ENTERPRISE DEVELOPMENT TRUST

NOTES TO THE FINANCIAL STATEMENTS

2. Voluntary income

	Unrestricted funds £	2024 Total £	2023 Total £
Donation Income	-	-	-
Coronavirus grant schemes	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>

During the year and the prior year, the charity did not receive any donation income.

3. Investment income

	Unrestricted funds £	2024 Total £	2023 Total £
Income from UK investment property	20,886	20,886	20,913
Income from community centre	104,199	104,199	139,585
	<u>125,085</u>	<u>125,085</u>	<u>160,498</u>

MINORITY ENTERPRISE DEVELOPMENT TRUST

NOTES TO THE FINANCIAL STATEMENTS

4. Investment management costs

	Unrestricted funds £	2024 Total £	2023 Total £
Light and heat	46,486	46,486	26,463
Rates and water	739	739	1,916
Insurance	12,366	12,366	10,348
Property management charge	67,352	67,352	87,419
Facilities management contracts	587	587	-
	127,530	127,530	126,146

5. Costs of charitable activities – by fund type

	Unrestricted funds £	2024 Total £	2023 Total £
Support costs (note 6)	499	499	778

6. Analysis of support costs

	Basis of allocation	2024 Total £	2023 Total £
Design & app development	Direct cost	120	375
Subscriptions	Direct cost	317	340
Bank charges	Direct cost	62	63
		499	778

MINORITY ENTERPRISE DEVELOPMENT TRUST

NOTES TO THE FINANCIAL STATEMENTS

7. Governance costs

	Unrestricted funds £	2024 Total £	2023 Total £
Accountancy fees	4,883	4,883	4,200
Independent examiner's fees	675	675	600
Professional fees	7,350	7,350	1,625
	12,908	12,908	6,425

8. Fixed asset Investments

The charity had two subsidiaries during the year:

- (1) Bangor Street Limited was incorporated on 1 December 2015 to manage the Bangor Street Community Centre on behalf of the charity. Bangor Street Limited is 100% owned by the charity. The charity holds one ordinary share of £1 in Bangor Street Limited.

A summary of the unaudited trading results for the period ended 31 March 2024 is shown below:

Bangor Street Limited	2024 Total £	2023 Total £
Profit and loss account		
Turnover (all derived within the UK)	156,831	101,942
Direct costs	27,792	-
Gross profit	129,039	101,942
Administrative expenses	129,039	101,942
Profit/(loss) on ordinary activities before and after taxation	-	-
Retained in subsidiary	-	-
Member's Funds	1	1

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NOTES TO THE FINANCIAL STATEMENTS

(2) East Lancashire Cricket Club Limited (ELCCL) was incorporated on 25 October 2022 to acquire and run The East Lancashire Club on behalf of the charity. ELCCL is 100% owned by the charity. The charity holds 100 ordinary shares of £1 in ELCCL.

ELCCL was dormant in the period ended 31 March 2023. A summary of the unaudited trading results for the year ended 31 March 2024 is shown below:

East Lancashire Cricket Club Limited	2024
	Total
Profit and loss account	£
Turnover (all derived within the UK)	40,582
Direct costs	23,595
Gross profit	16,987
Administrative expenses	36,837
Profit/(loss) on ordinary activities before and after taxation	(19,850)
Retained in subsidiary	<u>(19,850)</u>
Member's Funds	<u>(19,750)</u>

The above results do not represent a full year of trading and do not include the 2023 cricket season as the trade was only acquired from The East Lancashire Club on 1 October 2023. The cricket season runs from April to September so the income and expenditure resulting from the 2024 season will be fully reflected in next years accounts.

MINORITY ENTERPRISE DEVELOPMENT TRUST

NOTES TO THE FINANCIAL STATEMENTS

9. Tangible fixed assets

	Investment property £	Leasehold improvements £	Total £
Cost/valuation			
At 1 April 2023	275,000	-	275,000
Additions	-	53,800	53,800
At 31 March 2024	<u>275,000</u>	<u>53,800</u>	<u>328,800</u>
Accumulated depreciation			
At 1 April 2023	-	-	-
Charge for year	-	-	-
At 31 March 2024	<u>-</u>	<u>-</u>	<u>-</u>
At 31 March 2024	<u>275,000</u>	<u>53,800</u>	<u>328,800</u>
At 31 March 2023	<u>275,000</u>	<u>-</u>	<u>275,000</u>

The investment property was valued by Peter Conroy, an RICS registered valuer, in November 2014 at an open market value of £275,000. In the opinion of the trustees, this valuation remains reasonable.

10. Debtors

	2024 £	2023 £
Trade debtors	12,009	11,726
Amounts owed by group company	72,877	71,989
Prepayments	215	215
	<u>85,101</u>	<u>83,930</u>

MINORITY ENTERPRISE DEVELOPMENT TRUST

NOTES TO THE FINANCIAL STATEMENTS

11. Creditors: Amounts falling due within one year

	2024	2023
	£	£
Trade creditors	28,313	10,348
Accruals and deferred income	13,763	13,088
Other creditors	15,255	-
VAT Payable	824	1,545
	<u>58,155</u>	<u>24,981</u>

12. Analysis of net assets between funds

	Unrestricted Funds	Total funds
	£	£
Fund balances at 31 March 2024 as represented by:		
Tangible fixed assets	328,901	328,901
Current assets	276,171	276,171
Current liabilities	(58,155)	(58,155)
	<u>546,917</u>	<u>546,917</u>

13. Unrestricted funds

	£
Unrestricted funds	
At 1 April 2023	562,769
Incoming resources	
Outgoing resources	
At 31 March 2024	<u>562,769</u>

Purposes of unrestricted funds

All funds are available for the furtherance of the charity's objectives.