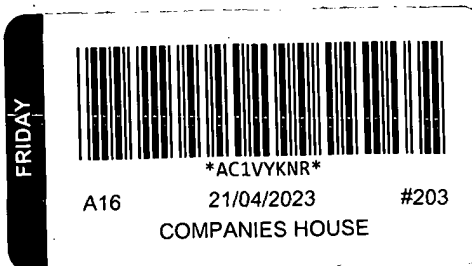


Charity registration number 1110403

Company registration number 05425527 (England and Wales)

CANAAN PROJECT
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022



CANAAN PROJECT

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Hannah Genn Bethany Jennings Naznin Robinson Barbara Workman
Charity number	1110403
Company number	05425527
Principal address	Lansbury Lodge 117 Ricardo Street London E14 6EQ
Registered office	Lansbury Lodge 117 Ricardo Street London E14 6EQ
Independent examiner	Richard F Hopper 4 Rhodfa Clawdd Offa Denbigh Denbighshire LL16 4RJ

CANAAN PROJECT

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CANAAN PROJECT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 AUGUST 2022

The trustees present their annual report and financial statements for the year ended 31 August 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's constitution, the Companies Act 2006 and "Accounting and Reporting by Charities: 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) (effective 1 January 2019)".

Objectives and activities

The charity's objects are to promote the provision of recreational facilities and education in life skills. The policies adopted in furtherance of these objects are the provision of activities for vulnerable children and young people, and there has been no change in these during the year.

The Project's aims are to work collaboratively with marginalised girls and young women in Tower Hamlets to see them flourish, have broadened horizons and raised aspirations, by providing experiences and opportunities through innovative approaches to youth work.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

This was our first year since the Covid pandemic where we were able to run a full, in-person programme. In September we launched work in an additional secondary school, Canary Wharf College, as well as launching a new after-school club. We are pleased to be growing our provision and to now have a busy schedule engaging with and supporting more young women in the local community.

We have worked with a total of 215 different young women in the Isle of Dogs areas of Tower Hamlets this year.

Clubs:

George Greens School

We ran a regular drop-in lunch club for girls in years 7-9 once a week in term time. Attendance grew over the academic year and by the summer term we regularly saw 20 young women per session.

We also recommenced our empowerment course for young women in year 7 as part of their enrichment programme. We ran three courses throughout the year for a total of 37 different young women.

Canary Wharf College

We ran two drop-in lunch clubs for girls in all years during term time. We saw attendance grow to between 20 and 30 young women per session.

Across both lunch clubs 100% of young women reported feeling welcomed, 100% reported feeling safe and 81% reported having tried new things.

After School Club

We launched our after-school club at St Andrews Wharf youth hub in May. We had a solid group of 10 young women attending regularly, and ended the summer term with a party attended by 27 young women from across our provisions.

CANAAN PROJECT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

Mentoring:

We mentored 5 different young women this year, taking referrals from both schools as well as from a third school, St Pauls Way. On reviewing her experience of mentoring one young woman wrote 'Before I would hate myself a bit and now I love myself more. I have learnt to be more relaxed and calm, before I would be so angry'.

Trips/Residentials:

We ran 8 trips this year attended by 32 different young women. In keeping with our aim to broaden young women's horizons we took young women on a variety of trips including to Chalkwell beach, the West End to see Wicked, Battersea park, bowling and iceskating.

Our planned sailing residential was rescheduled for September 2022, so we took our group on a day trip to Southend instead.

Staff

We welcomed back our Project Manager from maternity leave in October 2021. Our senior young women's worker left in January 2022 and we are in the process of recruiting for this post. We recruited a part-time interim supporting between April and August.

Financial review

The income and expenditure of the charity for the year and its financial position at the end of the year are shown in the attached accounts. The trustees consider the financial position to be satisfactory and are grateful for the work put in by Barbara Workman as honorary treasurer and Steve Willcox as finance administrator during the period.

We would like to thank our funders and volunteers who have supported us so generously during the period. With deep gratitude we would like to thank: Co-Op Community Fund, East End Community Fund, Henry Smith Charity, The London Borough of Tower Hamlets Local Community Fund, London City Airport, Osmani Trust and Three Oaks.

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six months' expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Since the end of the financial year the trustees have revised our reserves policy in order to mitigate for the current unstable financial climate. It was agreed in December 2022 to maintain reserves at an increased level of between six to nine months' expenditure.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks. This includes the safeguarding of vulnerable young people.

Structure, governance and management

The charity is a company limited by guarantee.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Hannah Genn

Rebecca White

(Resigned 8 December 2022)

Bethany Jennings

Naznin Robinson

Barbara Workman

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up. New trustees are appointed with the agreement of the existing trustees.

CANAAN PROJECT

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

The charity is overseen by the trustees, with four paid members of staff and the essential help of volunteer workers in Tower Hamlets.

The trustees' report was approved by the Board of Trustees.

Hannah Genn

Hannah Genn (Apr 5, 2023 14:06 GMT+1)

Hannah Genn

Trustee

Dated: Apr 5, 2023

CANAAN PROJECT

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF CANAAN PROJECT

I report to the trustees on my examination of the financial statements of Canaan Project (the charity) for the year ended 31 August 2022.

Responsibilities and basis of report

As the trustees of the charity (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 financial statements of the charity 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 financial statements carried out under section 145 of the Charities Act 2011 (the 2011 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 2011 Act.

Independent examiner's statement

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 that in any material respect:

- 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 financial statements to be reached.



Richard F Hopper

Chartered Accountant

4 Rhodfa Clawdd Offa
Denbigh
Denbighshire
LL16 4RJ

Dated: 19 April 2023

CANAAN PROJECT

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 AUGUST 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Income from:							
Donations and legacies	3	1,928	-	1,928	2,743	-	2,743
Charitable activities	4	36,479	31,900	68,379	53,479	38,992	92,471
Investments	5	20	-	20	6	-	6
Total income		38,427	31,900	70,327	56,228	38,992	95,220
Expenditure on:							
Charitable activities	6	51,492	33,404	84,896	42,058	31,773	73,831
Net (expenditure)/income for the year/ Net movement in funds		(13,065)	(1,504)	(14,569)	14,170	7,219	21,389
Fund balances at 1 September 2021		85,084	9,479	94,563	70,914	2,260	73,174
Fund balances at 31 August 2022		72,019	7,975	79,994	85,084	9,479	94,563

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

CANAAN PROJECT

BALANCE SHEET

AS AT 31 AUGUST 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	10		611		1,119
Current assets					
Debtors	11	4,861		2,120	
Cash at bank and in hand		89,301		102,905	
		94,162		105,025	
Creditors: amounts falling due within one year	12	(14,779)		(11,581)	
Net current assets			79,383		93,444
Total assets less current liabilities			79,994		94,563
Income funds					
Restricted funds	14		7,975		9,479
Unrestricted funds			72,019		85,084
			79,994		94,563

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 August 2022.

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

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.

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

The financial statements were approved by the Trustees on Apr 5, 2023

Hannah Genn
Hannah Genn (Apr 5, 2023 14:06 GMT+1)

Hannah Genn
Trustee

Company registration number 05425527

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CANAAN PROJECT

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

Charity information

Canaan Project is a private company limited by guarantee incorporated in England and Wales. The registered office is Lansbury Lodge, 117 Ricardo Street, London, E14 6EQ.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: 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)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Resources expended

Financial liabilities and expenditure are recognised in the accounts at the time when a commitment to make payment is incurred.

CANAAN PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures, fittings & equipment	25% p.a. on cost
Computers	25% p.a. on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

CANAAN PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	1,928	1,087
Coronavirus grant income	-	1,656
	<u>1,928</u>	<u>2,743</u>

CANAAN PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

4 Charitable activities

	Grants receivable 2022 £	Grants receivable 2021 £
Performance related grants	68,379	92,471
Analysis by fund		
Unrestricted funds	36,479	53,479
Restricted funds	31,900	38,992
	68,379	92,471

5 Investments

	Unrestricted funds 2022 £	Unrestricted funds 2021 £
Interest receivable	20	6

CANAAN PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2022

6 Charitable activities

	Youth activities 2022 £	Youth activities 2021 £
Staff costs	54,451	55,709
Direct project costs	13,273	4,883
	<u>67,724</u>	<u>60,592</u>
Share of support costs (see note 7)	15,673	12,184
Share of governance costs (see note 7)	1,499	1,055
	<u>84,896</u>	<u>73,831</u>
Analysis by fund		
Unrestricted funds	51,492	42,058
Restricted funds	33,404	31,773
	<u>84,896</u>	<u>73,831</u>
For the year ended 31 August 2021		
Unrestricted funds	42,058	
Restricted funds	31,773	
	<u>73,831</u>	

CANAAN PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

7 Support costs

	Support costs	Governance costs	2022	Support costs	Governance costs	2021
	£	£	£	£	£	£
Staff costs	5,825	-	5,825	4,880	-	4,880
Depreciation	508	-	508	681	-	681
Premises and equipment expenses	7,830	-	7,830	4,598	-	4,598
Administrative expenses	1,510	-	1,510	2,025	-	2,025
Accountancy	-	1,020	1,020	-	960	960
Trustees' expenses	-	479	479	-	95	95
	<u>15,673</u>	<u>1,499</u>	<u>17,172</u>	<u>12,184</u>	<u>1,055</u>	<u>13,239</u>
Analysed between Charitable activities	<u>15,673</u>	<u>1,499</u>	<u>17,172</u>	<u>12,184</u>	<u>1,055</u>	<u>13,239</u>

Governance costs includes payments to the independent examiner of £1,020 (2021- £960) for independent examination and accountancy fees.

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or reimbursement of expenses during the year.

9 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Youth work	4	4
Administration	1	1
Total	<u>5</u>	<u>5</u>

Employment costs

	2022 £	2021 £
Wages and salaries	57,178	55,865
Social security costs	-	1,556
Other pension costs	3,098	3,168
	<u>60,276</u>	<u>60,589</u>

There were no employees whose annual remuneration was more than £60,000.

CANAAN PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

10 Tangible fixed assets

	Fixtures, fittings & equipment	Computers	Total
	£	£	£
Cost			
At 1 September 2021	401	4,515	4,916
At 31 August 2022	401	4,515	4,916
Depreciation and impairment			
At 1 September 2021	399	3,398	3,797
Depreciation charged in the year	2	506	508
At 31 August 2022	401	3,904	4,305
Carrying amount			
At 31 August 2022	-	611	611
At 31 August 2021	2	1,117	1,119

11 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Other debtors	4,230	135
Prepayments and accrued income	631	1,985
	4,861	2,120

12 Creditors: amounts falling due within one year

	Notes	2022	2021
		£	£
Deferred income	13	12,000	7,000
Trade creditors		388	2,144
Other creditors		832	1,477
Accruals		1,559	960
		14,779	11,581

13 Deferred income

	2022	2021
	£	£
Other deferred income	12,000	7,000

CANAAN PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

13 Deferred income

(Continued)

Deferred income is included in the financial statements as follows:

	2022 £	2021 £
Deferred income is included within:		
Current liabilities	12,000	7,000
Movements in the year:		
Deferred income at 1 September 2021	7,000	19,692
Released from previous periods	(7,000)	(19,692)
Resources deferred in the year	12,000	7,000
Deferred income at 31 August 2022	12,000	7,000

Deferred income is grant income received from funders which they intend to be spent in the next financial year.

14 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 September 2020 £	Movement in funds		Balance at 1 September 2021 £	Movement in funds		Balance at 31 August 2022 £
		Incoming resources £	Resources expended £		Incoming resources £	Resources expended £	
Youth workers	-	38,992	(31,167)	7,825	31,900	(31,750)	7,975
Other direct project costs	2,098	-	(446)	1,652	-	(1,652)	-
Equipment	162	-	(160)	2	-	(2)	-
	<u>2,260</u>	<u>38,992</u>	<u>(31,773)</u>	<u>9,479</u>	<u>31,900</u>	<u>(33,404)</u>	<u>7,975</u>

CANAAN PROJECT

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2022

15 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022	2022	2022	2021	2021	2021
	£	£	£	£	£	£
Fund balances at 31 August 2022 are represented by:						
Tangible assets	611	-	611	1,117	2	1,119
Current assets/(liabilities)	71,408	7,975	79,383	83,967	9,477	93,444
	<u>72,019</u>	<u>7,975</u>	<u>79,994</u>	<u>85,084</u>	<u>9,479</u>	<u>94,563</u>

16 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).