

REGISTERED CHARITY NUMBER: 1111331

**Report of the Trustees and
Unaudited Financial Statements for the Year Ended 30 September 2020
for
LANTERN OF KNOWLEDGE EDUCATIONAL TRUST**

LANTERN OF KNOWLEDGE EDUCATIONAL TRUST

Report of the Trustees for the Year Ended 30 September 2020

The trustees present their report with the financial statements of the charity for the year ended 30 September 2020. The trustees have adopted the provisions of 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

Objectives and aims

The aim of the Institute is to endeavour to promote education, learning and the true Islamic message of peace within the Muslim and wider communities.

The principal aims of the trust are as follows:

- To advance education, both secular and religious (Islamic).
- To advance the religion of Islam in accordance with the doctrines of Sunni Islam.
- To promote religious harmony between differing cultures, faiths and communities.
- To advance a greater understanding of the Islamic faith and its true values of mercy, compassion and peace.

LANTERN OF KNOWLEDGE EDUCATIONAL TRUST

Report of the Trustees for the Year Ended 30 September 2020

OBJECTIVES AND ACTIVITIES

The appointment of the new Head Teacher has given a fresh perspective and drive to maximise the educational excellence delivered at the Lantern of Knowledge Boys' Secondary School. Trustees have adopted the "belts and braces" approach with additional precaution in the areas of Safeguarding and Safer Recruitment - beyond the statutory guidance.

The Trustees pride themselves on their commitment to their charitable work and the excellent outcomes achieved for pupils and beneficiaries. Trustees thank the Charity Commission for their co-operation during the Inquiry. Trustees undertook a deep review of all safeguarding and operational processes. Safeguarding is of paramount importance to the Trustees and shall remain so, without compromise. The Inquiry found no issue with the charity's safeguarding policies upon its review and there has been no action required in this regard. Trustees have ensured significant investment has been put into the charity's school to ensure safeguarding remains robust and excellent educational outcomes for pupils are achieved. Ofsted has found on its latest inspection that all of the independent school standards checked were being met. The charity will endeavour to return to an outstanding judgement for the school. Lantern of Knowledge Educational Trust now looks to the future and moving forward following the closure of the Commission's Inquiry. Trustees wish to thank parents, pupils and other beneficiaries of the charity for their continued support and confidence.

Looking forward, Trustees are taking steps to consider the most appropriate options available to address the Trust's constitution and governance arrangements. In part, this is to put the Trust into a resilient position to secure its place in the future. Trustees are also mindful that they want to best protect the assets and beneficiaries of the Trust, and are taking thought that alternative constitutional structures may deliver the comfort and security desired.

The Trustees have assessed the major risks to which the charity is exposed, and are currently satisfied that adequate systems and controls are in place to mitigate exposure to major risks.

The Trustees, in the main, are satisfied with the overall financial position of the Trust.

A significant responsibility upon us is endeavouring to ensure that the Institute's projects are operating effectively.

Main Activities for 1 Oct 2019 till 30 Sep 2020

GRADUATIONS

Total of 24 graduations this year:

" GCSE completers - 18

" Huffaz - 6

UPGRADES TO RESOURCES AND FACILITIES

" Installation of new window frames and glazing rear of premises

" Remodeling of washroom area

" Painting and re-decoration of internal and external areas

" Installation of bespoke classroom cabinets

" Installation of bespoke notice boards

The Trust's projects have been operating effectively for the period ending 30th September 2020 and it continues to make steady progress.

The Institute's main projects include:

Lantern of Knowledge Boys' Secondary School

Lantern of Knowledge Boys' Secondary School received its Ofsted and DfE registration in 2006. The school is registered as an independent provider of education for 10-16 year olds (up to GCSE level). The school is also registered with the AMS UK.

The school allows pupils to experience a comprehensive course of study covering the vast majority of the National Curriculum for England and Wales as well as Hifz classes.

All school pupils study a broad and balanced curriculum comprising national curriculum subjects and Hifz classes.

**Independent Examiner's Report to the Trustees of
LANTERN OF KNOWLEDGE EDUCATIONAL TRUST**

Independent examiner's report to the trustees of LANTERN OF KNOWLEDGE EDUCATIONAL TRUST

I report to the charity trustees on my examination of the accounts of LANTERN OF KNOWLEDGE EDUCATIONAL TRUST (the Trust) for the year ended 30 September 2020.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.


Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of FCCA which is one of the listed bodies.

I have completed my examination. I confirm that no material 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 Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.


Salini Kala (Kala Atkinson)
FCCA
KALA ATKINSON
Chartered Certified Accountants
& Statutory Auditors
43 Upton Lane
Forest Gate
London
E7 9PA

Date:7/7/21.....

LANTERN OF KNOWLEDGE EDUCATIONAL TRUST

Balance Sheet 30 September 2020

	Notes	30.9.20 £	30.9.19 £
FIXED ASSETS			
Tangible assets	9	1,469,752	1,464,228
CURRENT ASSETS			
Debtors	10	4,772	4,772
Cash at bank and in hand		111,195	16,254
		<u>115,967</u>	<u>21,026</u>
CREDITORS			
Amounts falling due within one year	11	(34,813)	(98,151)
NET CURRENT ASSETS		<u>81,154</u>	<u>(77,125)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,550,906	1,387,103
CREDITORS			
Amounts falling due after more than one year	12	(519,249)	(477,249)
NET ASSETS		<u>1,031,657</u>	<u>909,854</u>
FUNDS	15		
Unrestricted funds		1,031,657	909,854
TOTAL FUNDS		<u>1,031,657</u>	<u>909,854</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 18/06/2021 and were signed on its behalf by:


Trustee

The notes form part of these financial statements

LANTERN OF KNOWLEDGE EDUCATIONAL TRUST

Notes to the Cash Flow Statement for the Year Ended 30 September 2020

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	30.9.20	30.9.19
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	121,803	26,037
Adjustments for:		
Depreciation charges	6,989	7,622
Interest paid	33	-
Increase/(decrease) in creditors	26,437	(45,146)
Net cash provided by/(used in) operations	<u>155,262</u>	<u>(11,487)</u>

2. ANALYSIS OF CHANGES IN NET (DEBT)/FUNDS

	At 1.10.19	Cash flow	At 30.9.20
	£	£	£
Net cash			
Cash at bank and in hand	16,254	94,941	111,195
	<u>16,254</u>	<u>94,941</u>	<u>111,195</u>
Debt			
Debts falling due within 1 year	(47,775)	47,775	-
	<u>(47,775)</u>	<u>47,775</u>	<u>-</u>
Total	<u>(31,521)</u>	<u>142,716</u>	<u>111,195</u>

The notes form part of these financial statements

LANTERN OF KNOWLEDGE EDUCATIONAL TRUST

Notes to the Financial Statements - continued for the Year Ended 30 September 2020

2. DONATIONS AND LEGACIES

	30.9.20	30.9.19
	£	£
Gifts	(1)	-
Donations	44,527	33,053
Other Income	-	1,494
	<u>44,526</u>	<u>34,547</u>

3. OTHER TRADING ACTIVITIES

	30.9.20	30.9.19
	£	£
Shop income	8,125	11,539
Tuition and Registration Fees	375,964	441,947
Grant Received	138,232	-
	<u>522,321</u>	<u>453,486</u>

4. INVESTMENT INCOME

	30.9.20	30.9.19
	£	£
Rents received	<u>3,100</u>	<u>6,338</u>

5. RAISING FUNDS

Raising donations and legacies

	30.9.20	30.9.19
	£	£
Staff costs	290,664	318,252
Insurance	4,132	3,861
Light and heat	4,252	4,626
Telephone	1,814	1,076
Postage and stationery	159	177
Sundries	3,966	-
Educational Supplies	9,101	13,025
Supply Teaching & Consultancy	86,785	73,002
Business Rates and Water Rates	10,076	10,372
Staff Training	1,125	389
Hire Expenses	4,423	4,609
Extra Curricular Activities	2,500	4,493
Security and Safety	1,181	2,018
Repair & maintenance	1,863	600
DBS Check	322	576
Exam fees	6,722	9,150
Membership	1,186	1,111
Donation made	-	817
Depreciation	6,989	7,622
Interest payable and similar charges	33	-
Support costs	<u>10,851</u>	<u>10,758</u>
	<u>448,144</u>	<u>466,534</u>

LANTERN OF KNOWLEDGE EDUCATIONAL TRUST

Notes to the Financial Statements - continued for the Year Ended 30 September 2020

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.9.20	30.9.19
	£	£
Prepayments	4,772	4,772
	<u>4,772</u>	<u>4,772</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.9.20	30.9.19
	£	£
Other loans (see note 13)	-	47,775
Social security and other taxes	3,374	4,882
Other creditors	4,312	19,472
Accountancy	3,600	3,600
Wages	23,527	22,422
	<u>34,813</u>	<u>98,151</u>

12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	30.9.20	30.9.19
	£	£
Interest Free Loan	519,249	477,249
	<u>519,249</u>	<u>477,249</u>

13. LOANS

An analysis of the maturity of loans is given below:

	30.9.20	30.9.19
	£	£
Amounts falling due within one year on demand:		
Interest Free Loan	-	47,775
	<u>-</u>	<u>47,775</u>

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	30.9.20 Total funds £	30.9.19 Total funds £
Fixed assets	1,469,752	-	1,469,752	1,464,228
Current assets	115,967	-	115,967	21,026
Current liabilities	(34,813)	-	(34,813)	(98,151)
Long term liabilities	(519,249)	-	(519,249)	(477,249)
	<u>1,031,657</u>	<u>-</u>	<u>1,031,657</u>	<u>909,854</u>

LANTERN OF KNOWLEDGE EDUCATIONAL TRUST

Notes to the Financial Statements - continued for the Year Ended 30 September 2020

15. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.10.18 £	Net movement in funds £	At 30.9.20 £
Unrestricted funds			
General fund	883,350	148,307	1,031,657
Restricted funds			
Fund raising	467	(467)	-
TOTAL FUNDS	<u>883,817</u>	<u>147,840</u>	<u>1,031,657</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,064,318	(916,011)	148,307
Restricted funds			
Fund raising	-	(467)	(467)
TOTAL FUNDS	<u>1,064,318</u>	<u>(916,478)</u>	<u>147,840</u>

16. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 30 September 2020.

LANTERN OF KNOWLEDGE EDUCATIONAL TRUST

**Detailed Statement of Financial Activities
for the Year Ended 30 September 2020**

	30.9.20	30.9.19
	£	£
Support costs		
Governance costs		
Accountancy	3,600	2,829
Legal and professional costs	7,251	9,729
	<u>10,851</u>	<u>12,558</u>
Total resources expended	<u>448,144</u>	<u>468,334</u>
Net income	<u><u>121,803</u></u>	<u><u>26,037</u></u>

This page does not form part of the statutory financial statements