

**Charity number: 1116216**

**Apex Trust**

**Trustees' Report and Financial Statements**

**For the year ended 31 August 2021**

# Apex Trust

## Contents

	<b>Page</b>
Legal and administrative information	<b>3</b>
Trustees' report	<b>4 – 8</b>
Independent examination report	<b>9</b>
Statement of financial activities	<b>10</b>
Balance sheet	<b>11</b>
Notes to the financial statements	<b>12 - 15</b>

## **Apex Trust**

### **Legal and administrative information**

Charity Number 1116216

Trustees  
Gulraze Akhtar  
Imtiaz Ahmed  
Anjuman Iftikhar  
Meherun Hamid  
Sanel Haskic

Registered Office  
Apex Primary School  
60-62 Argyle Road  
Ilford, Essex  
IG1 3BG

Bankers  
HSBC  
23 Ripple Road  
Barking  
Essex, IG11 7NW

## **Apex Trust**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED AUGUST 2021**

The Trustees of Apex Trust have pleasure in presenting their Trustees' Annual Report and Accounts for the year ending 31 August 2021.

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

Apex Trust was registered as a charitable organisation in the United Kingdom on the 26<sup>th</sup> September 2006. It is governed by a deed of trust dated 26<sup>th</sup> September 2006 and witnessed by the above trustees. The charity is administered by the trustees. Governors are appointed by the trustees to serve as the school's governing body.

#### **Appointment and retirement / termination of trustees**

(i) There must be at least three trustees. Apart from the first trustees, every trustee must be appointed for a term of two years by a resolution of the trustees passed at a special meeting called under clause 15 of the deed.

(ii) In selecting individuals for appointment as trustees, the trustees must have regard to the time, integrity, commitment, sincerity, skills, knowledge and experience needed for the effective administration of the charity.

(iii) The trustees are to keep a record of the name and address and the dates of appointment, re-appointment and retirement of each trustee.

(iv) The trustees must make available to each new trustee, on his or her first appointment:

- (a) a copy of the deed and any amendments made to it;
- (b) a copy of the charity's latest report and statement of accounts.

(v) The first trustees shall hold office for the following years respectively: five years.

A trustee shall cease to hold office if he or she:

(i) is disqualified from acting as a trustee by virtue of section 72 of the Charities Act 2011 or any statutory re-enactment or modification of that provision;

(ii) becomes incapable by reason of mental disorder, illness or injury of managing his or her own affairs;

(iii) is absent without the permission of the trustees from all their meetings held within a year of six months and the trustees resolve that his or her office be vacated; or

(iv) notifies to the trustees a wish to resign (but only if enough trustees will remain in office when the notice of resignation takes effect to form a quorum for meetings).

## **Apex Trust**

### **Main Activities**

The prime activities of Apex Trust is to advance the education of the pupils at Apex Primary School by providing and assisting in the provision of facilities not required to be provided by the local education authority for education at the school. Included in the prime activities of the trust is to advance the Islam faith for the benefit of the pupils and public through holding of prayer meetings, lectures, producing and/or distributing literature on Islam. The school ranges from nursery to primary six.

### **Accountancy Year**

The 2020-21 accounts ended on 31st August 2021 and have been prepared for filing in accordingly.

### **STRATEGY**

At the termly Trustees meeting, the Trustees agree the broad strategy and areas of activity for the Trust including risk management, policies, performance and grant making. The day-to-day administration and activities of the Trust is delegated to the appointed Trustees and Offices made up of the Head teacher and other administrative staff, who meet every month to discuss Trust issues and monitor the progress of activities. In its Annual General Meeting the Trustees set key priorities for the year which generates a range of activities and business planning. They consider areas of activity, new grant applications and recommendations for funding in their regular termly meetings.

### **OBJECTIVES OF THE TRUST**

To advance the education of the pupils at Apex Primary School by providing and assisting in the provision of facilities not required to be provided by the local education authority for education at the school.

To advance the Islam faith for the benefit of the pupils and public through holding of prayer meetings, lectures, producing and/or distributing literature on Islam.

To educate and assist young people through their leisure time activities so to develop their physical, mental and spiritual capacities that they may grow to full maturity as individuals and members of society and that their conditions of life may be improved

Encouraging other charitable activities through which parents may help the children.

### **RISK MANAGEMENT**

The Charity Trustees have considered the major risks to which the Charity is exposed and have reviewed those risks and established systems and procedures to manage those risks. The Trustees consider speed of expansion, areas of operation, capacity, and cash flow to constitute the charity's major risks. They have established business planning and a system of accounting which tracks each activity of the Trust on a receipt and payment systems which facilitates the transfer of funds to support grant making and uneconomic activities. Certain activities are also designated as having restricted funds which are set aside for this use only. The Trust uses secondments and self-employed consultants where possible to reduce the risk of permanent employment responsibilities.

## **Apex Trust**

### **ACTIVITIES OF THE TRUST**

The Trust engages in a number of activities in relation to income generation and securing funding streams which include; grant funding and donations. The primary source of funding is the school fees. There is no taxable purpose trading. There are full-time staff as well as staff seconded from other Islamic schools on a needs basis and trustees who operate on a voluntary basis. The Trust is a charitable not for profit organisation working for the benefit of the local community.

#### **Grant Funding**

The formation of Apex Trust as an educational institution with charitable status has allowed it to apply for grants open to voluntary organisations as opposed to the public sector.

#### **Donations**

The trust receives donations from individuals and local businesses. Also, as a registered charity, it is able to increase its fund-raising returns by 25% through Gift Aid. This scheme will be developed within the next financial year.

#### **Tax Exempt**

As a charity the Trust does not pay tax on any profits and charges are exempt from VAT. The increased flexibility of the Trust as a charitable organisation enables it to be engaged in other activities including acquiring property either freehold or leasehold, investing funds and borrowing money. This will support the school in the future in developing specialist off-site facilities if it so wishes.

#### **Non-Domestic Rates Relief (NDR)**

As a registered Charity the School is able to obtain a reduction of its NDR payments for any buildings in its ownership or ones it holds in Trust.

### **FINANCIAL REVIEW**

The Trust is reliant on its primary activity for its income which was sufficient to establish a range of community Trust based activities not previously available. Surplus funds generated in one area were able to subsidise other less profitable programmes, hence many more members of the community have access to activities and services irrespective of ability to pay.

The Trust is currently looking into the possibility of paying part of its long-term liability, with the agreement of its funders.

### **INVESTMENTS AND RESERVES POLICY**

The Trustees have established a reserves policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be at a level of three months running costs, which equates to £50,000 in free reserves. At this level, the Trustees feel that they would be able to continue the current activities of the charity in the event of a significant drop in funding.

## **Apex Trust**

### **Achievements and Performance**

The thematic teaching and curriculum development continued during the year and a new maths scheme was purchased. Fees were raised this year after eight years to ensure operating costs were covered and to meet the rising costs. To assist with the increase in fees, existing parents were offered a gradual increase and new parents were offered school places at the new school fee. The trust hope to bring all fees in line within the next three years and develop the Waqf fund to offer subsidised places or scholarship bursaries to those most in need.

Due to Covid19 restrictions, small fundraising and publicity efforts took place during the year. The charity partnered with the charity Lonely orphans to start a campaign called "The Apex Village". Apex Trust retained 20% of the proceeds for the provision of education.

School trips took place within Covid19 guidelines and Friday PE provision resumed.

The two investment properties purchased for the Waqf fund remained dormant. One of the properties with occupants were served with a tenancy agreement but were unresponsive. The other property was vacated, accessed and secured.

The impact of Covid-19 continued during the year. The Trustees, Senior leadership team and staff managed this well during the year and maintained continuity in education for students.

Grants of £3,1618 were claimed for the impact of COVID19 that includes £14,000 for additional restriction Grant and £17,618 for Furlough grant. Maintenance works to improve hygiene facilities for the students such as the hall washing facilities were renovated.

The development works for the front driveway continued during the year. The impact of Covid19 caused delays and presented further challenges in sourcing specialist materials.

### **PLANS FOR THE FUTURE**

The charity will continue to invest in the development of the Thematic curriculum and develop subject specialist teaching staff.

The Trustees will look into the next steps for the properties purchased to start the Waqf fund and expanding the trust team.

Marketing and Fundraising co-ordinator role will be developed further and maintain working in partnership with other organisations such as Lonely Orphans. Social media coverage will continue to be developed. The Trustees will seek to consider Secondary school provision as a result of demand from parents.

## Apex Trust


### TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS


The law applicable to charities in England and Wales requires the Trustee(s) to prepare financial statements for each financial year, which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing financial statements giving a true and fair view, the trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and;
- prepare the financial statements on an ongoing concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping accounting records which disclose with reasonable accuracy, the financial position of the charity and which enable them to ascertain the financial position of the charity and which enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations and the provisions of the trust deed. The trustees are responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees on 21/12/22 and signed on their behalf by:

  
Gulraze Akhtar  
Trustee

  
Imtiaz Ahmed  
Trustee



## Apex Trust

### INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF APEX TRUST FOR THE YEAR ENDED 31 AUGUST 2021

I report on the accounts of The Apex Trust for the year ended 31 August 2021, which are set out on pages 10 to 15.

#### Respective responsibilities of trustees and examiner

The charity's trustee is responsible for the preparation of the accounts. The charity's trustee considers 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 needed.

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 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 statement 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 130 of the 2011 Act; and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

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.



Mr Anees Rehman  
Director  
London Tax Accountant Limited  
Chartered Certified Accountants  
47 Fairlands Avenue, Buckhurst Hill, England, IG9 5TF

Date: 16/01/2023

# Apex Trust

## Statement of financial activities For the year ended 31 August 2021

	Notes	Unrestricted Funds	Restricted Funds	Total Funds	Total Funds
		2020/21	2020/21	2020/21	2019/20
<b>INCOMING RESOURCES</b>					
<b>Incoming resources from Charitable Activities</b>					
School & Club Fees		294,739	-	294,739	311,019
Grant		-	71,555	71,555	106,255
Registration processing Fee		800	-	800	540
<b>Incoming resources from Generated Funds</b>					
Voluntary Income		5,031	-	5,031	2,066
Activities for generating funds		31,099	-	31,099	4,766
<b>Other Incoming resources</b>					
Other Income*		31,618		31,618	53,845
Sundry Income		616	-	616	17,245
<b>Total Incoming Resources</b>		<b>363,903</b>	<b>71,555</b>	<b>435,458</b>	<b>495,736</b>
<b>RESOURCES EXPENDED</b>					
<b>Charitable activities expenditure</b>					
School Activities	2	285,977	85,422	371,399	354,288
Governance costs	3	385	115	500	500
Activities for generating funds		2,683		2,683	5,873
<b>Total Resources Expended</b>		<b>289,045</b>	<b>85,837</b>	<b>374,582</b>	<b>360,662</b>
<b>NET INCOMING RESOURCES &amp; MOVEMENT IN FUNDS</b>					
		<b>74,858</b>	<b>(13,982)</b>	<b>60,876</b>	<b>135,074</b>

\*Other income Includes £17,618 for Furlough and £14,000 for additional restriction Grant  
The notes on pages 12 to 15 form an integral part of these financial statements.

# Apex Trust

## Balance sheet As at 31 August 2021

	Notes	2020/21	2019/20
		£	£
<b>FIXED ASSETS</b>			
Tangible assets	4	705,692	724,550
Investment Property	5	65,437	65,437
		<u>771,129</u>	<u>789,987</u>
<b>CURRENT ASSETS</b>			
Debtors	6	110,597	13,650
Bank & Cash		<u>369,621</u>	<u>406,911</u>
		480,218	420,561
<b>CREDITORS:</b>			
Amounts due within one year	7	<u>(180,445)</u>	<u>(172,172)</u>
<b>NET CURRENT ASSETS</b>		<u>299,773</u>	<u>248,389</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		1,070,902	1,038,376
<b>CREDITORS:</b>	8	(134,663)	(163,013)
Amounts due after more than one year		<u>                    </u>	<u>                    </u>
<b>TOTAL NET ASSETS</b>		<u><u>936,239</u></u>	<u><u>875,363</u></u>
<b>REPRESENTED BY:</b>			
Unrestricted funds	9	783,077	708,219
Restricted fund	9	153,162	167,144
<b>TOTAL FUNDS</b>		<u><u>936,239</u></u>	<u><u>875,363</u></u>

The notes on pages 12 to 15 form an integral part of these financial statements.

# **Apex Trust**

## **Notes to the financial statements for the year ended 31 August 2021**

### **1. Accounting policies**

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and the preceding year.

#### **1.1. Basis of accounting**

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Statement of Recommended Practice 'Accounting and Reporting by Charities' issued in March 2005 (SORP 2005).

#### **1.2. 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:

Income is received by way of school fees, donations and gifts and is included in full in the Statement of Financial Activities when receivable. Gifts donated for resale, if any, are included as income when they are sold.

Donated assets are included at the value to the charity where this can be quantified, and a third party is bearing the cost. The value of services provided by volunteers has not been included.

Grants, including grants for the purchase of fixed assets, are recognised in full in the Statement of Financial Activities in the year in which they are receivable.

#### **1.3. Resources expended**

Expenditure is recognised on an accrual 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.

Resources expended are recognised in the year in which they are incurred.

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

#### **1.4 Tangible fixed assets and depreciation**

Depreciation is provided at rates calculated to write off the cost or valuation less residual value of each asset over its expected useful life, as follows:

Freehold buildings - 2%

Fixtures, fitting and equipment - 20%

## Apex Trust

### Notes to the financial statements for the year ended 31 August 2021 (Continued)

2. School activities	2021	2020
Staff costs	251,994	255,364
Printing Postage Stationary	2,019	2,873
Learning resources and aids	3,792	8,249
Utilities	8,164	8,328
Cleaning costs	9,070	7,008
Rent and Rates	5,486	4,846
Advertising and marketing	1,443	60
Sundry expenses	1302	-
Write offs	-	10,223
Bank charges	2,092	-
Interest on Bank loan	24,720	24,720
Legal and professional fees	418	2,624
Subscriptions	7,438	4,154
Insurance	8,355	5,698
Repairs and maintenance	24,718	209
Depreciation	20,388	19,933
	<b>371,399</b>	<b>354,289</b>

3. Governance costs	2021	2020
Accountant remuneration	500	500

#### 4. Tangible Fixed Assets

	Buildings	Furniture & Equipment	Total
<b><u>Cost</u></b>			
1st September 2020	994,226	245	994,471
Additions	-	1,530	1,530
<b>31st August 2021</b>	<b>994,226</b>	<b>1,775</b>	<b>-</b>
<b><u>Depreciation</u></b>			
1st September 2020	269,873	48	269,921
Charge for the year	19,885	503	20,388
<b>31st August 2021</b>	<b>289,758</b>	<b>551</b>	<b>-</b>
<b><u>Net Book Value</u></b>			
<b>At 31st August 2021</b>	<b>704,468</b>	<b>1,224</b>	<b>-</b>
<b>At 31st August 2020</b>	<b>724,353</b>	<b>197</b>	<b>-</b>

## Apex Trust

### Notes to the financial statements for the year ended 31 August 2021 (Continued)

<b>5. Investment Property</b>	<b>2021</b>	<b>2020</b>
Fair Value as at 1st September 2020	65,437	-
Addition of Asset	-	65,437
gain/loss from fair value adjustment	-	-
	<u>65,437</u>	<u>65,437</u>
 <b>6. Debtors</b>	 <b>2021</b>	 <b>2020</b>
Fees	4,256	4,970
Qarz e Husna	102,000	7,000
VAT	4,340	1,680
	<u>110,597</u>	<u>13,650</u>
 <b>7. Creditors: Falling due in one year</b>	 <b>2021</b>	 <b>2020</b>
Bank loan	28,350	28,350
Prepaid fees	110,895	118,062
Other creditors	100	-
Accruals	41,101	25,760
	<u>180,445</u>	<u>172,172</u>
 <b>8. Creditors: Due after more than one year</b>	 <b>2021</b>	 <b>2020</b>
Bank loan	134,663	163,013
	<u>134,663</u>	<u>163,013</u>
 <b>8. Bank loan repayment analysis</b>	 <b>2021</b>	 <b>2020</b>
Payable within 1 year	28,350	28,350
Payable within 2 - 5 years	113,400	113,400
Payable 5 years and over	21,263	49,613
	<u>163,013</u>	<u>191,363</u>

## Apex Trust

### Notes to the financial statements for the year ended 31 August 2021 (Continued)

9. Movement in funds	Balance at 01/09/2020	Net Movement in funds	Balance at 31/08/2021
<b>Unrestricted funds</b>			
General Fund	708,219	74,858	783,077
	<b>708,219</b>	<b>74,858</b>	<b>-</b>
<b>Restricted Fund</b>			
Reserve fund	152,529		152,529
Education Grant	14,615	(13,982)	633
	<b>167,144</b>	<b>(13,982)</b>	<b>-</b>
<b>TOTAL FUNDS</b>	<b>875,363</b>	<b>60,876</b>	<b>-</b>