

Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

Financial Statements

and

Trustees' Report

for the year ended 31 December 2022

Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

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Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

Charitable Company Information for the year ended 31 December 2022

Status:	Kahaila Limited is a company limited by guarantee and a registered charity governed by its memorandum and articles of association. The directors of the charity are its trustees for the purposes of charity law and throughout this report are collectively referred to as the trustees.	
Charity name:	Kahaila Limited	
Company registration number:	7356380 England	
Charity registration number:	1138653	
Registered office:	135 Brick Lane London E1 6SB	
Operations address:	135 Brick Lane London E1 6SB	
Trustees who held office during the year:	Ross Bradley (29 Nov 2021) Sally Harman Natalie Robinson Steve Rouse John Woolley	- Appointed 22 February 2022 - Resigned 15 February 2023
Chairperson:	John Woolley	
Secretary:	Paul Unsworth	
Independent Examiner:	Anthony Armstrong FCA Armstrong & Co <i>Chartered Accountants & Statutory Auditor</i> 4a Printing House Yard Hackney Road London E2 7PR	
Bankers:	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill, West Malling, Kent ME19 4JQ HSBC 465 Bethnal Green Road London E2 9QW	

Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

Trustees' Report, incorporating the Directors' Report for the year ended 31 December 2022

The Trustees are pleased to present their report and financial statements for the year ending 31 August 2022. This report has been prepared in accordance with current statutory requirements, the charity's governing document, the Accounting and Reporting by Charities, Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable to the UK and Republic of Ireland (FRS 102), applicable accounting standards and Companies Act 2006.

Trustees

The directors of the charitable company are its trustees for the purposes of charity law. The trustees who have served during the year and since the year end were as follows:

John Wolley

Sally Harman

Steve Rouse

Ross Bradley (appointed 22 Feb 2022)

Natalie Robinson (resigned 15 Feb 2023)

STRUCTURE, GOVERNANCE AND MANAGEMENT

Kahaila Limited is a company limited by guarantee, incorporated on 25 August 2010 and registered as a charity on 28 October 2010. The company was established under a Memorandum of Association which established the objects and powers of the company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1 each.

Public Benefit

In planning all the charity's activities the trustees take into account the Charity Commission guidance on public benefit and aim to meet its obligations both in spirit and in letter.

The charitable causes we are currently investing in are explained further in the report.

Board of Trustees

We have a minimum of three trustees and new trustees are appointed by agreement of the existing trustees. Potential trustees are provided with a detailed job description and invited to a board meeting. After completing the relevant paperwork, and approved, they are then voted on at the next Board meeting and must have the majority support of the Board.

Our trustees recognise that they have a duty to safeguard our assets and take steps to ensure that Kahaila Limited is being properly managed and that our funds are being spent appropriately.

The trustees ensure that major risks including; governance, operational, financial, external and compliance with legal requirements are identified and reviewed on a regular basis and that we have adequate systems in place to mitigate these risks.

In addition, the trustees ensure that Kahaila Limited has access to professional legal and financial advice where appropriate.

Meetings are held on average every three months. Trustees receive a quarterly activity report as well as financial and budgetary reports.

Management and Key Staff

Paul Unsworth is Kahaila Limited Director, and he communicates regularly with the Chair and members of the Board particularly in relation to major decisions on finance and strategy.

We have policies and procedures covering Health and Safety, Child Protection, Equal Opportunities, Finances and a staff handbook and volunteer handbook.

All our activities are well organised, risk assessed and supervised. A de-briefing takes place with staff and volunteers after each activity, results are written up and filed and any action to be taken is reported to the management.

Premises

A lease was signed for 5 years on 2nd April 2012 on 135 Brick Lane to provide premises from which the charity will operate in fulfilling its charitable objectives. This lease was renewed for an additional 6 years, on 2nd April 2017.

Trustees' Report, incorporating the Directors' Report for the year ended 31 December 2022

AIMS OBJECTIVES AND ACTIVITIES

Principle Activities

Kahaila's objects are the advancement of Christianity; the advancement of education; the advancement of health and the preservation and protection of public health generally; the relief of persons who are in need, hardship or distress and the prevention and relief of poverty.

The Directors have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the aims and objectives and in planning future activities. In particular, the Directors consider how planned activities will contribute to the aims and objectives they have set. The main activities undertaken to further Kahaila's purposes for the public benefit are explained later in this report

Objectives

Kahaila Limited aims to build community that brings life in all its fullness.

Therefore, we aim to

- Build healthy communities where all can have a sense of belonging regardless of their beliefs.
- Empower people to reach their God-given potential.
- Encourage people in their Christian faith and provide an environment that allows people to explore Christianity.
- Serve the poor by breaking the chains of injustice, getting rid of exploitation, setting free the oppressed.

Kahaila Limited fulfils its objectives through the following activities

A café that provides a forum for people to not only experience and build community in a fresh new way but also to allow them to explore faith in a non-threatening and comfortable place, where there is no pressure to be anything other than yourself. The café is also where we run the BREW programme, creating training and employment for asylum seekers and those at risk of homelessness.

A church community that gathers regularly in Brick Lane and Forest Gate, modelling our values of belonging, community, serving, faith and generosity.

Kahaila founded the following:

Luminary Bakery – Equips women with vocational, employability and life skills, employment placements and tailored one to one and group support. Based in Hackney & Camden, the Charity provides training and support programmes to women in London, enabling them to leave lives of poverty and disadvantage behind. (Luminary became an independent charity on 31st May 2019, Charity no 1181835)

Ella's Home – Providing relief for women and other victims affected by human trafficking and sexual exploitation including, but not limited to, the provision of safe and restorative accommodation, counselling, medical care, financial assistance, education and other services to support long term aftercare and recovery. (Ella's Home became an independent charity on 28th Aug 2019)

Kahaila Essence – A mentoring and education project for women in HMP Downview. In 2021, this project partnered with Imago Dei Prison Ministry charity no 1165176.

BREW (Barista & Roastery Employment Workshop) – A training and employability programme for members working with asylum seekers and those at of homelessness. We offer a barista training course and offer paid employment opportunities. With the aim to support people in London to leave lives of poverty and disadvantage.

ACHIEVEMENTS AND PERFORMANCE

Our achievements against performance can be seen by comparing our objectives above against our activities.

FINANCIAL REVIEW

Results for the year

The results of the period and financial position of the charity are shown in the annexed financial statements.

The Statement of Financial Activities shows net income for the year of £60,651 and reserves of £(5,446).

Reserves Policy

It is considered prudent that Kahaila Limited should aim to have a minimum level of general reserves of £27,000 to cover unforeseen circumstances and key salaries for three months. We are not currently achieving this target.

Kahaila Limited, in line with its business plan and fundraising strategy, plans to maintain this level of reserves over the next three years through prudent management of income and expenditure.

Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

Trustees' Report, incorporating the Directors' Report for the year ended 31 December 2022

Related Party Transactions

The Trustees confirm that Kahaila Limited did have related party transactions during the year. Details are shown at note 27 to the accounts.

Guarantees

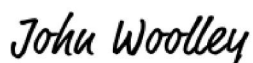
Members on the board of Trustees of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of winding up. The total number of such guarantees at 31 December 2022 was 5. The Trustees have no beneficial interest in the charitable company.

Independent Examiner

The Independent Examiner, Anthony Armstrong FCA of Armstrong & Co, has indicated his willingness to be proposed for re-appointment.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Trustees on 20 October 2023 and signed on its behalf by:



John Woolley, Trustee

Statement of Trustees' Responsibilities
for the year ended 31 December 2022

The trustees (who are the directors of Kahaila Limited for the purpose of company law) are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- a) Select suitable accounting policies and apply them consistently;
- b) Observe the methods and principles in the Charities SORP;
- c) Make judgements and estimates that are reasonable and prudent;
- d) Follow applicable accounting standards and statements of recommended practice, subject to any material departures disclosed and explained in the accounts;
- e) Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charitable company will continue in operation.

The trustees are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006 and charity legislation. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

Independent Examiner's Report to the Trustees of Kahaila Limited

I report on the accounts of Kahaila Limited for the period from 1 January 2022 to 31 December 2022, which are set out on pages 9 to 18.

This report is made solely to the trustees as a body in accordance with section 145 of the Charities Act 2011 (the Charities Act) and regulations made under section 154 of that Act. My examination has been undertaken so that I might state to the trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the company and the trustees as a body, for my examination, for this report, or for the opinions I have formed.

Respective responsibilities of trustees and examiner

As described on page 7, the trustees (who are also the directors of the company for the purposes of company law) 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 and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales (ICAEW).

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- a) examine the accounts under section 145 of the Charities Act;
- b) 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
- c) to state whether particular matters have come to my attention.

Basis of independent examiner's statement

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 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 statement

In connection with my examination, no matter has come to my attention which gives me cause to believe that in, any material respect:

- accounting records were not kept in accordance with section 386 of the Companies Act 2006 Act, or
- the accounts do not accord with such records; or
- the accounts do not comply with relevant accounting requirements under section 396 of the Companies Act 2006 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
- the accounts have not been prepared in accordance with the Charities SORP (FRS102).

I 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.



**Anthony Armstrong FCA, Independent Examiner
of Armstrong & Co**
Chartered Accountants & Statutory Auditor

Dated: 20 October 2023

**4a Printing House Yard
Hackney Road
London E2 7PR**

Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

Statement of Financial Activities

incorporating the income and expenditure account
for the year ended 31 December 2022

		2022			2021
		Unrestricted Funds	Restricted Funds	Total Funds	Total Funds
Notes		£	£	£	£
Income from:					
Donations and legacies	3	27,604	-	27,604	48,962
Charitable activities	4	369,958	-	369,958	307,766
Investments	5	20	-	20	3
Other income	6	-	-	-	2,024
Total income		397,582	-	397,582	358,755
Expenditure on:					
Raising funds	7	85	-	85	887
Charitable activities	8	331,513	5,333	336,846	396,444
Total expenditure		331,598	5,333	336,931	397,331
Net income/(expenditure) and movement in funds		65,984	(5,333)	60,651	(38,576)
Reconciliation of funds:					
Total funds brought forward	16	(71,430)	5,333	(66,097)	(27,521)
Total funds carried forward		(5,446)	-	(5,446)	(66,097)

All incoming resources and resources expended are derived from continuing activities.

The statement of financial activities incorporates an income and expenditure account.

The accompanying accounting policies and notes form an integral part of these financial statements.

Kahaila Limited

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Statement of Financial Position

as at 31 December 2022

		31 December 2022		31 December 2021	
	Notes	£	£	£	£
Fixed assets:					
Tangible assets	10		998		759
Total fixed assets			<u>998</u>		<u>759</u>
Current assets:					
Stocks	11	1,250		2,500	
Debtors	12	36,342		21,281	
Cash at bank and In hand	13	<u>23,195</u>		<u>34,421</u>	
Total current assets			<u>60,787</u>		<u>58,202</u>
Creditors: amounts falling due within one year	13	<u>28,703</u>		<u>72,758</u>	
Net current assets/(liabilities)			32,084		(14,556)
Total assets less current liabilities			<u>33,082</u>		<u>(13,797)</u>
Creditors: amounts falling due after more than one year	14		38,528		52,300
Total net assets			<u>(5,446)</u>		<u>(66,097)</u>
The funds of the charity:					
Restricted funds	18		-		5,333
Unrestricted funds	14		<u>(5,446)</u>		<u>(71,430)</u>
Total charity funds	20		<u>(5,446)</u>		<u>(66,097)</u>

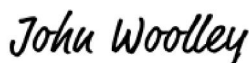
The directors are satisfied that the company is entitled to exemption from audit under Section 477 of the Companies Act 2006 and that no member or members have requested an audit pursuant to section 476 of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with Section 386 of the Companies Act 2006; and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of the financial year and of its surplus or deficit for the financial year in accordance with the requirements of Section 394 and 395 of the Companies Act 2006, and which otherwise comply with the requirements of this act relating to accounts, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard 102.

The financial statements were approved by the Board of Trustees on 20 October 2023 and signed on its behalf by:



John Woolley
Trustee

The notes on pages 12 to 18 form part of these accounts.

Kahaila Limited

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Statement of Cash Flows

for the year ended 31 December 2022

	Notes	2022 £	2021 £
Cash flows from operating activities:			
Net cash provided by/(used in) operating activities	1	(10,722)	2,657
Cash flows from investing activities:			
Dividends, interest and rents from investments		20	3
Purchase of property, plant and equipment		(524)	-
Net cash provided by/(used in) investing activities		(504)	3
Change in cash and cash equivalents in the reporting period		(11,226)	2,660
Cash and cash equivalents at the beginning of the reporting period	2	34,422	31,762
Cash and cash equivalents at the end of the reporting period	2	23,196	34,422

Notes to the Cash Flow Statement

	2022 £	2021 £
1) Reconciliation of net income/(expenditure) to net cash flow from operating activities		
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	60,651	(38,576)
Adjustments for:		
Depreciation charges	285	741
Dividends, interest and rents from investments	(20)	(3)
(Increase)/decrease in stocks and work in progress	1,250	-
(Increase)/decrease in debtors	(15,061)	13,688
Increase/(decrease) in creditors	(57,827)	26,806
Net cash provided by/(used in) operating activities	(10,722)	2,657
2) Analysis of cash and cash equivalents		
Cash in hand	23,196	34,422
Total cash and cash equivalents	23,196	34,422

Kahaila Limited

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Accounting Policies

for the year ended 31 December 2022

Basis of preparation

The financial statements have been prepared in accordance with:

- a) Applicable UK accounting standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)'.
- b) 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 2015) - (Charities SORP FRS 102);
- c) the Companies Act 2006.
- d) the Charities Act 2011.

Public benefit entity

The charitable company meets the definition of a public benefit entity under FRS 102.

Going concern

The Kahaila Board of Trustees confirms their assumption that Kahaila Limited is a going concern and no significant uncertainty exists in this respect. The assumption is based on professional and legal advice from Weil, Gotshel and Manges LLP and insolvency specialist Phil Reynolds of FRP Advisory. As well as carrying out a cash flow forecast based on sales forecast and government support cash grants. The trustees have been monitoring the financial position on a regular basis, the minutes give an accurate account of the meetings and the decisions made.

Income recognition

Income is recognised when the charity has a contractual or other right to its receipt, it is probable that the income will be received and that the amount can be measured reliably. Income with conditions attached to its receipt is recognised when those conditions have been fulfilled.

Voluntary income received by way of donations and gifts is included in full when received. Donated services and facilities are recognised as an incoming resource where the provider of the service has incurred a financial cost. Volunteer time is not included in the financial statements.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

Expenditure recognition

Expenditure is accrued as soon as a liability is considered probable, and the amount of obligation can be measured reliably. The charity is registered for VAT and accordingly expenditure excludes VAT where appropriate.

Expenditure included in Raising Funds includes amounts incurred in obtaining grants and other donations.

Charitable expenditure includes those costs expended in fulfilling the charity's principal objects, as outlined in the Report of the Trustees. These include grants payable, governance costs and an apportionment of support costs.

- Grants payable are payments made to third parties in furtherance of the charity's objects. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the grant. Grants awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the charity.
- Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to the independent examination and legal fees.
- Rentals under operating leases are charged as incurred over the term of the lease.

Costs are allocated directly to projects where they can be identified as relating solely to that project. Other costs are allocated between the funds based on staff time spent on the fund activities or other appropriate criteria.

Restricted Funds

Restricted funds are to be used for specified purposes as laid down by the funder. Direct and support expenditure which meets these criteria are identified to the fund together with a fair allocation of other costs.

Unrestricted Funds

Unrestricted funds are funds received which have no restrictions placed on their use and are available as general funds.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

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Accounting Policies

for the year ended 31 December 2022

Pensions

The charity operates defined contribution schemes which are administered by outside independent pensions providers. Contributions payable for the year are charged to the Statement of Financial Activities.

Tangible Fixed Assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Premises Improvements	- 25% on cost
Plant & machinery	- 25% on cost
Furniture & fixtures	- 25% on cost
Office equipment	- 25% on cost

Items of equipment are only capitalised where the purchase price exceeds £500.

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Kahaila Limited

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Notes to the Accounts

for the year ended 31 December 2022

1 Incoming resources

The incoming resources and surplus are attributable to the principal activities of the charity.

2 Net incoming resources

Net incoming resources are stated after charging:

Independent Examiner's fees - reporting service

Independent Examiner's fees - other services

Depreciation - owned assets

	2022	2021
	£	£
Independent Examiner's fees - reporting service	1,200	1,200
Independent Examiner's fees - other services	4,961	6,454
Depreciation - owned assets	285	741
	<u>-</u>	<u>-</u>

Trustees' emoluments

Emoluments include salaries, fees, bonuses, expense allowances and estimated non-cash benefits receivable. All trustees serve in a voluntary capacity and do not receive payment for their services.

3 Income from donations and legacies

Gift aid tax recovered

Gifts and donations

	Unrestricted	Restricted	2022 Total	2021 Total
	£	£	£	£
Gift aid tax recovered	4,040	-	4,040	5,780
Gifts and donations	23,564	-	23,564	43,182
	<u>27,604</u>	<u>-</u>	<u>27,604</u>	<u>48,962</u>

4 Income from charitable activities

Cafe sales

Ella

Grant income

	Unrestricted	Restricted	2022 Total	2021 Total
	£	£	£	£
Cafe sales	361,958	-	361,958	204,866
Ella	-	-	-	2,527
Grant income	8,000	-	8,000	100,373
	<u>369,958</u>	<u>-</u>	<u>369,958</u>	<u>307,766</u>

5 Income from investments

Interest Income

	Unrestricted	Restricted	2022 Total	2021 Total
	£	£	£	£
Interest Income	20	-	20	3
	<u>20</u>	<u>-</u>	<u>20</u>	<u>3</u>

6 Other income

Other

	Unrestricted	Restricted	2022 Total	2021 Total
	£	£	£	£
Other	-	-	-	2,024
	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,024</u>

7 Expenditure on raising funds

Advertising and promotion

	Unrestricted	Restricted	2022 Total	2021 Total
	£	£	£	£
Advertising and promotion	85	-	85	887
	<u>85</u>	<u>-</u>	<u>85</u>	<u>887</u>

Kahaila Limited

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Notes to the Accounts

for the year ended 31 December 2022

8 Expenditure on charitable activities	Unrestricted	Restricted	2022 Total	2021 Total
	£	£	£	£
Staff salaries	127,765	5,333	133,098	170,895
Staff pensions	7,635	-	7,635	14,033
Café purchases	109,036	-	109,036	74,245
Café small equipment	4,826	-	4,826	1,928
Direct costs of sales (Merch fees, etc)	3,097	-	3,097	-
Café rent, rates & maintenance	56,865	-	56,865	110,189
Café assets depreciation	285	-	285	740
Evangelism & ministry expenses	57	-	57	221
Gifts & donations	-	-	-	5,696
Conferences & training	260	-	260	10
Travel & meeting expenses	7,631	-	7,631	2,130
Office expenses	2,526	-	2,526	2,339
Miscellaneous expenses	3,794	-	3,794	5,281
Bank charges	401	-	401	841
Bookkeeping	5,961	-	5,961	6,696
Independent examiner's fees	1,200	-	1,200	1,200
Interest payable	174	-	174	-
	<u>331,513</u>	<u>5,333</u>	<u>336,846</u>	<u>396,444</u>

9 Staff costs	2022	2021
	£	£
Staff salaries	133,098	170,895
Staff pensions	7,635	14,033
	<u>140,733</u>	<u>184,928</u>

Average number of employees during the year was:

14	14
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No remuneration was paid to any Trustee or their associates for services as a trustee during the year ended 31 December 2022 nor to 31 December 2021.

Employees paid in excess of £60,000 during the current year and previous year:

-	-
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10 Tangible fixed assets	Premises Improvements	Plant & machinery	Furniture & fixtures	Office equipment	Total
	£	£	£	£	£
Cost					
As at 1 January 2022	67,206	32,743	11,287	2,499	113,735
Additions		524	-	-	524
As at 31 December 2022	<u>67,206</u>	<u>33,267</u>	<u>11,287</u>	<u>2,499</u>	<u>114,259</u>
Depreciation					
As at 1 January 2022	67,206	31,984	11,287	2,499	112,976
Charge for the year		285	-	-	285
As at 31 December 2022	<u>67,206</u>	<u>32,269</u>	<u>11,287</u>	<u>2,499</u>	<u>113,261</u>
Net book value					
As at 31 December 2022	<u>-</u>	<u>998</u>	<u>-</u>	<u>-</u>	<u>998</u>
As at 31 December 2021	<u>-</u>	<u>759</u>	<u>-</u>	<u>-</u>	<u>759</u>

Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

Notes to the Accounts

for the year ended 31 December 2022

11 Stocks					
		2022	2021		
		£	£		
Stock		1,250	2,500		
		<u>1,250</u>	<u>2,500</u>		
12 Debtors: amounts falling due within one year		2022	2021		
		£	£		
Other debtors		14,012	-		
Rent deposit		20,000	20,000		
Card sales control		2,330	1,281		
		<u>36,342</u>	<u>21,281</u>		
13 Creditors: amounts falling due within one year		2022	2021		
		£	£		
Creditors		7,974	22,780		
Net wages		2,268	-		
VAT liability		7,934	8,371		
PAYE		830	1,518		
Pension liability		45	-		
Accruals		4,156	33,489		
Loans		5,496	6,600		
		<u>28,703</u>	<u>72,758</u>		
14 Creditors: amounts falling due after more than one year		2022	2021		
		£	£		
LBA loans		32,000	32,300		
BB loan		6,528	20,000		
		<u>38,528</u>	<u>52,300</u>		
15 Maturity of debt		2022	2021		
		£	£		
Amount falling due:					
In one year or less		5,496	6,600		
Between one and two years		5,496	6,600		
Between two and five years		33,032	45,700		
		<u>44,024</u>	<u>58,900</u>		
16 The funds of the charity: current year	Opening balance	Resources arising	Resources utilised	Other movements	Closing balance
	£	£	£	£	£
<u>Restricted funds</u>					
Restricted funds	5,333	-	(5,333)	-	-
<u>Unrestricted funds</u>					
General funds	(71,430)	397,582	(331,598)	-	(5,446)
	<u>(66,097)</u>	<u>397,582</u>	<u>(336,931)</u>	<u>-</u>	<u>(5,446)</u>
17 The funds of the charity: prior year	Opening balance	Resources arising	Resources utilised	Other movements	Closing balance
	£	£	£	£	£
<u>Restricted funds</u>					
Restricted funds	5,333	51,170	(51,170)	-	5,333
<u>Unrestricted funds</u>					
General funds	(32,856)	307,585	(346,161)	-	(71,432)
	<u>(27,523)</u>	<u>358,755</u>	<u>(397,331)</u>	<u>-</u>	<u>(66,099)</u>

Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

Notes to the Accounts

for the year ended 31 December 2022

	Opening balance	Incoming resources	Resources expended	Transfers & gains/(losses)	Closing balance
	£	£	£	£	£
18 Restricted funds: current year					
Comic Relief	5,333	-	5,333	-	-
	<u>5,333</u>	<u>-</u>	<u>5,333</u>	<u>-</u>	<u>-</u>

	Opening balance	Incoming resources	Resources expended	Transfers & gains/(losses)	Closing balance
	£	£	£	£	£
19 Restricted funds: prior year					
Coronavirus Job Retention Scheme (CJRS)	-	51,170	51,170	-	-
Comic Relief	5,333	-	-	-	5,333
	<u>5,333</u>	<u>51,170</u>	<u>51,170</u>	<u>-</u>	<u>5,333</u>

Restricted funds (continued)

Projects financed by restricted funds are supported by unrestricted funding where necessary. This occurs where the funding is in arrears or the incidence of expenditure on the project occurs disproportionately at the beginning of the project compared to the income flows. Where restricted projects end the year with a deficit, this is met by after year-end restricted income or transfers from unrestricted funds.

Comic Relief	Grant for salaries for full time project manager/support worker (Luminary) and part time support worker for the victims of trafficking.
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	General funds	Designated funds	Restricted funds	Endowment funds	Total
		£	£	£	£
20 Net assets attributable to funds: current year					
Tangible fixed assets	998	-	-	-	998
Current assets	60,787	-	-	-	60,787
Current liabilities	(28,907)	-	-	-	(28,907)
Long term liabilities	(38,324)	-	-	-	(38,324)
Net assets represented by funds	<u>(5,446)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,446)</u>

	General funds	Designated funds	Restricted funds	Endowment funds	Total
		£	£	£	£
21 Net assets attributable to funds: prior year					
Tangible fixed assets	759	-	-	-	759
Current assets	52,869	-	5,333	-	58,202
Current liabilities	(72,758)	-	-	-	(72,758)
Long term liabilities	(52,300)	-	-	-	(52,300)
Net assets represented by funds	<u>(71,430)</u>	<u>-</u>	<u>5,333</u>	<u>-</u>	<u>(66,097)</u>

22 Taxation

The company is a registered charity. Accordingly, it is exempt from taxation in respect of income and capital gains to the extent that these are applied to its charitable objects.

23 Post balance sheet events

On 26 September 2023 the charity entered into a new six lease for the Brick Lane Property at an initial rent of £60,000 a year.

24 Pension commitments

The charitable company contributes to employee defined contribution (DC) stakeholder pension schemes. The assets of the schemes are held separately from those of the charitable company in independently administered funds.

25 Other financial commitments

Total operating lease commitments

At 31 December 2022, the charitable company had total commitments under non-cancellable operating leases over the remaining life of those leases of £41,625 (2021: £76,500).

Kahaila Limited

(A Charity Company Limited by Guarantee, company number 7356380)

Notes to the Accounts

for the year ended 31 December 2022

26 Contingent liabilities

The charitable company had no material contingent liabilities at 31 December 2022 nor at 31 December 2021.

27 Related parties

Burning Tree Tea Limited and Three Cords Coffee supplies tea and coffee to Kahaila Limited.

The CEO of Kahaila Limited directly owns a fifty per cent share in both Burning Tree Tea Ltd and Three Cords Coffee Ltd. The decision to purchase goods from Burning Tree Tea and Three Cords Coffee was approved by the Kahaila Board of Trustees.

During the year 2022 Kahaila entered into the following transactions with Burning Tree Tea Ltd and Three Cords Coffee Ltd who are not a part of Kahaila Limited.

	Purchases
Burning Tree Tea	£1,750
Three Cords Coffee	£17,893

Sales of goods to Kahaila Limited were made at Burning Tree Tea Limited usual cost list price, less an average discount of ten per cent. Purchases were made at market price discounted to reflect the relationship between the parties.

28 Gifts in kind and volunteers

During the year the charitable company benefited from unpaid work performed by volunteers.

29 Company status

The company is limited by guarantee and has no share capital. The guarantors liability in the event the company is wound up is restricted to a maximum of £1 each.