

**SEF CYMRU**  
**Company Limited by Guarantee**  
**Unaudited Financial Statements**  
**31 October 2020**

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**SNK ASSOCIATES**  
Chartered Certified Accountants  
Broadway House  
Broadway  
Cardiff  
CF24 1PU

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# SEF CYMRU

Company Limited by Guarantee

## Financial Statements

Year ended 31 October 2020

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# SEF CYMRU

## Company Limited by Guarantee

### Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 October 2020

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 October 2020.

#### Reference and administrative details

Registered charity name SEF CYMRU

Charity registration number 1145583

Company registration number 07399902

Principal office and registered office  
99 Pentrebane Street  
Grangetown  
Cardiff  
CF11 7LP  
UK

The trustees  
Mrs A. Ali  
Mr A. A. Haq  
Ms A. Lockett Palmer

Independent examiner  
Akhtar Ali Mir FCPA, ACIE  
Independent Examiner  
Broadway House  
Broadway  
Cardiff

# SEF CYMRU

Company Limited by Guarantee

## Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 October 2020

### Objectives and activities

Our Charity's purpose as set out in the objects contained in the company's memorandum of association are to advance education for the public benefit through the provision of educational enrichment and ESOL classes and seminars, in particular but not exclusively amongst the Somali community with a view to:

Overcome educational underachievement;

Working towards the removal of barriers to lifelong learning and skills training; Promoting social inclusion; and Raising awareness with others of negative influences, which may hinder people from reaching their full potential. The centre's focus is on teaching students how to develop;

Effective learning methods,

Become independent learners,

Creative problem solving abilities

Behavioural management skills

Our challenge is to provide a creative and fun learning environment where students can be successful, therefore promoting the students' esteem and self-confidence.

Our Mission Statement; Education is the key to success.

### Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

### Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.



# SEF CYMRU

## Company Limited by Guarantee

### Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 October 2020

#### Achievements and performance

Dear Members,

During the year ending October 2019, SEF-Cymru has sustained to steadily move forward, reaching out to the community through our partnerships, activities and events. We remain focused on looking to secure funding and support for our projects which will help us to achieve our objectives.

There continues to be requests for our tuition clubs and ESOL classes which we currently are not able to fund but with the adequate resources we will be able to strengthen our working relationship with our partners and the community if we are able to restart these sessions in the community. We intend to further develop new projects that will help our communities to prosper.

#### Community Organising with Citizens Cymru Wales

Our Peoples Health Trust funded project SEF-Cymru to tackle poverty, discrimination and unconscious bias in the recruitment process has been hugely successful. The Butetown Employment and Action Team made up of frustrated residents and leaders in Butetown have been taking action on major employers in the Cardiff Bay area and City Centre by bringing local people together to get more involved with their community and negotiating for change.

This funding has enabled us to support over 150 local people in to employment and training by bringing them together with major employers in the Bay and City Centre to tackle poverty, unemployment and under-representation in the workforce. The whole project has been well received, as it brings communities together who are not usually united to be united around a common issue and work together in solidarity to bring about effective change and make a difference for the better by developing opportunities for all.

Shakilah Malik, Chair of SEF-Cymru, said: "We are extremely thankful for this funding which has been helping us to develop the work we do locally. "Through the BEAT project, we have had a real opportunity to come together and get to know our neighbours better and unite around a common issue which is having an impact in our local area."

#### Wales Somaliland Youth Links

The Wales Somaliland Youth Links' programme is working closely with Cardiff University to strengthen relationships with Diaspora and Somaliland citizens.

#### Study Clubs

We are looking to restart our Study Clubs at the brand new Grange Pavilion building in the community.

#### Events

We continue to be contacted for our expertise to speak at and attend events regarding Somali and BAME children and families.

#### Advice and Information

Our advice and information service have continued on an ad-hoc basis. We provide specialist advice and information, guidance to clients with the greatest need as we no longer have the resources to provide this regularly. In the future this is an area we would like to focus on as demand is huge especially during these difficult times.

# SEF CYMRU

Company Limited by Guarantee

## Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 October 2020

### Financial review

The charity generated a positive outcome for the period ended 31 October 2020 with a net increase in funds of £51,783. The brought forward funds of £20,749 have increased to £72,532.

### Plans for future periods

The Charity plans to continue the activities outlined above in forthcoming years subject to satisfactory funding arrangements. However, we aim to again build on this year's success by securing adequate funding to enable us to serve the community better as without the resources our capacity to reach even more clients and members of the community are limited. We are therefore continually seeking further funding to enable the charity to expand its study clubs and learning programme for children and families from BAME communities, to provide adequate advice and guidance on the emerging issues facing BAME communities, to continue the international development work which has mutual benefits to Wales and Somaliland. If we are successful with funding we will look to focus on our activities in Cardiff South where the largest need and disadvantage is well documented. We will also prioritise on moving into the brand new Grange Pavilion building which we are strategic partner in the project.

The trustees' annual report and the strategic report were approved on 2/08/2021..... and signed on behalf of the board of trustees by:



Mr A. A. Haq  
Trustee



Ms A. Lockett Palmer  
Trustee



# SEF CYMRU

## Company Limited by Guarantee

### Independent Examiner's Report to the Trustees of SEF CYMRU *(continued)*

Year ended 31 October 2020

I report to the trustees on my examination of the financial statements of SEF CYMRU ('the charity') for the year ended 31 October 2020.

#### Responsibilities and basis of report

The trustees (who are also the directors of Sef-Cymru for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider 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.

Having satisfied myself that the company is not subject to audit under company law and is eligible for independent examination, 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.

#### Independent examiner's statement - matter of concern identified

I confirm that no other matters have come to my attention in connection with my 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 confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.

  
Akhtar Ali Mir FCPA, ACIE  
Independent Examiner  
Broadway House  
Broadway  
Cardiff  
CF24 1PU 02/8/2021

# SEF CYMRU

## Company Limited by Guarantee

### Statement of Financial Activities (including income and expenditure account)

Year ended 31 October 2020

		2020		2019
		Unrestricted	Total funds	Total funds
	Note	funds		
		£	£	£
<b>Income and endowments</b>				
Donations and legacies	4	69,573	69,573	20,285
<b>Total income</b>		<u>69,573</u>	<u>69,573</u>	<u>20,285</u>
<b>Expenditure</b>				
Expenditure on raising funds:				
Costs of raising donations and legacies	5	17,790	17,790	10,406
<b>Total expenditure</b>		<u>17,790</u>	<u>17,790</u>	<u>10,406</u>
<b>Net income and net movement in funds</b>		<u>51,783</u>	<u>51,783</u>	<u>9,879</u>
<b>Reconciliation of funds</b>				
Total funds brought forward		20,749	20,749	10,870
<b>Total funds carried forward</b>		<u>72,532</u>	<u>72,532</u>	<u>20,749</u>

The statement of financial activities includes all gains and losses recognised in the year.  
All income and expenditure derive from continuing activities.

The notes on pages 8 to 13 form part of these financial statements.



# SEF CYMRU

## Company Limited by Guarantee

### Statement of Financial Position

31 October 2020

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Tangible fixed assets	9	1,539	1,816
<b>Current assets</b>			
Cash at bank and in hand		70,993	18,933
<b>Net current assets</b>		70,993	18,933
<b>Total assets less current liabilities</b>		72,532	20,749
<b>Funds of the charity</b>			
Unrestricted funds		72,532	20,749
<b>Total charity funds</b>	10	72,532	20,749

For the year ending 31 October 2020 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

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

These financial statements were approved by the board of trustees and authorised for issue on 2 August 2021, and are signed on behalf of the board by:



Mr A. A. Haq  
Trustee



Ms A. Lockett Palmer  
Trustee

The notes on pages 8 to 13 form part of these financial statements.

# **SEF CYMRU**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements**

**Year ended 31 October 2020**

#### **1. Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

#### **2. Accounting policies**

##### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

##### **Going concern**

There are no material uncertainties about the charity's ability to continue.

##### **Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

# SEF CYMRU

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 October 2020

#### 2. Accounting policies *(continued)*

##### Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

##### Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

##### Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.



# SEF CYMRU

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 October 2020

#### 2. Accounting policies *(continued)*

##### **Tangible assets *(continued)***

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

##### **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

##### **Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

##### **Financial instruments**

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.



# SEF CYMRU

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 October 2020

#### 2. Accounting policies *(continued)*

##### Financial instruments *(continued)*

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

#### 3. Limited by guarantee

#### 4. Donations and legacies

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
<b>Donations</b>				
Donations	–	–	96	96
Vol Sector Me Grant	52,170	52,170	–	–
People S Health TR	3,459	3,459	19,023	19,023
Colleges Wales	2,000	2,000	700	700
The Golf Foundation	466	466	466	466
Other Grants	11,478	11,478	–	–
	<u>69,573</u>	<u>69,573</u>	<u>20,285</u>	<u>20,285</u>

#### 5. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Costs of raising donations and legacies	<u>17,790</u>	<u>17,790</u>	<u>10,406</u>	<u>10,406</u>

# SEF CYMRU

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 31 October 2020

**6. Net income**

Net income is stated after charging/(crediting):

	2020	2019
	£	£
Depreciation of tangible fixed assets	<u>277</u>	<u>346</u>

**7. Staff costs**

The total staff costs and employee benefits for the reporting period are analysed as follows:

2020	2019
£	£

The average head count of employees during the year was Nil (2019: Nil).

No employee received employee benefits of more than £60,000 during the year (2019: Nil).

**8. Trustee remuneration and expenses**

No trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year.

**9. Tangible fixed assets**

	Equipment £
<b>Cost</b>	
At 1 November 2019 and 31 October 2020	<u>3,134</u>
<b>Depreciation</b>	
At 1 November 2019	1,318
Charge for the year	<u>277</u>
At 31 October 2020	<u>1,595</u>
<b>Carrying amount</b>	
At 31 October 2020	<u>1,539</u>
At 31 October 2019	<u>1,816</u>

# SEF CYMRU

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 October 2020

#### 10. Analysis of charitable funds

##### Unrestricted funds

	At 1 November 2019 £	Income £	Expenditure £	At 31 October 2 020 £
General funds	<u>20,749</u>	<u>69,573</u>	<u>(17,790)</u>	<u>72,532</u>

	At 1 November 2018 £	Income £	Expenditure £	At 31 October 2 019 £
General funds	<u>10,870</u>	<u>20,285</u>	<u>(10,406)</u>	<u>20,749</u>

## **SEF CYMRU**

**Company Limited by Guarantee**

**– Management Information**

**Year ended 31 October 2020**

**The following pages do not form part of the financial statements.**



# SEF CYMRU

Company Limited by Guarantee

## Detailed Statement of Financial Activities

Year ended 31 October 2020

	2020 £	2019 £
<b>Income and endowments</b>		
<b>Donations and legacies</b>		
Donations	–	96
Vol Sector Me Grant	52,170	–
People S Health TR	3,459	19,023
Colleges Wales	2,000	700
The Golf Foundation	466	466
Other Grants	11,478	–
	<u>69,573</u>	<u>20,285</u>
<b>Total income</b>	<u>69,573</u>	<u>20,285</u>
<b>Expenditure</b>		
<b>Costs of raising donations and legacies</b>		
Community Organisation Expenses	16,088	9,500
Sport Project	1,015	375
Admin	410	185
Depreciation	277	346
	<u>17,790</u>	<u>10,406</u>
<b>Total expenditure</b>	<u>17,790</u>	<u>10,406</u>
<b>Net income</b>	<u>51,783</u>	<u>9,879</u>

# SEF CYMRU

Company Limited by Guarantee

## Notes to the Detailed Statement of Financial Activities

Year ended 31 October 2020

	2020 £	2019 £
<b>Costs of raising donations and legacies</b>		
<b>Costs of raising donations and legacies</b>		
Community Organisation Expenses	16,088	9,500
Sport Project	1,015	375
Admin	410	185
Depreciation	277	346
	<u>17,790</u>	<u>10,406</u>
 <b>Costs of raising donations and legacies</b>	 <u>17,790</u>	 <u>10,406</u>