

Ella Kanthan Trust

Charity No. 1145652

Company No. 07729789

Trustees' Report and Unaudited Accounts

31 August 2022

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The trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the unaudited financial statements of the charity for the year ended 31 August 2022.

REFERENCE AND ADMINISTRATIVE DETAILS

Company No. 07729789

Charity No. 1145652

Registered Office

Unit 1

2 Lythalls Lane

Coventry

England

CV6 6FG

Directors and Trustees

The Directors of the charitable company are its Trustees for the purposes of charity law.

The following Directors and Trustees served during the year:

Kathirkamathamby Ragunathan

Thiyagarajah Ravendrakumar

Vasanthy Gunasena

Directors of Corporate Trustees

Gunasena Vasanthy

Kajan Thayalan

Ragunathan Kathirkamathamby

Ravendrakumar Thiyagarajah

Accountants

Ace Accountants & Tax Consultants Ltd

127 Fencepiece Road

Ilford

Essex

IG6 2LD

Bankers

HSBC Bank Plc

422 Foleshill Road

West Midlands

Coventry

CV6 5AL

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

Ella Kanthan Trust
Trustees Annual Report

The above report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime as set out in Part 15 of the Companies Act 2006 and in accordance with the Charities SORP (FRS 102).

Signed on behalf of the board

Thiyagarajah Ravendrakumar
Trustee
01 June 2023

Ella Kanthan Trust
Statement of Financial Activities
for the year ended 31 August 2022

	Notes	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income and endowments from:				
Charitable activities	4	41,471	41,471	24,616
Other	5	8,171	8,171	12,185
Total		49,642	49,642	36,801
Expenditure on:				
Charitable activities	6	3,228	3,228	2,246
Other	7	81,674	81,674	53,694
Total		84,902	84,902	55,940
Net gains on investments		-	-	-
Net expenditure	8	(35,260)	(35,260)	(19,139)
Transfers between funds		-	-	-
Net expenditure before other gains/(losses)		(35,260)	(35,260)	(19,139)
Other gains and losses				
Net movement in funds		(35,260)	(35,260)	(19,139)
Reconciliation of funds:				
Total funds brought forward		(55,767)	(55,767)	(36,628)
Total funds carried forward		(91,027)	(91,027)	(55,767)

Ella Kanthan Trust
Summary Income and Expenditure Account
for the year ended 31 August 2022

	2022 £	2021 £
Income	49,642	36,801
Gross income for the year	<u>49,642</u>	<u>36,801</u>
Expenditure	83,688	54,897
Interest payable	331	62
Depreciation and charges for impairment of fixed assets	883	981
Total expenditure for the year	<u>84,902</u>	<u>55,940</u>
Net expenditure before tax for the year	(35,260)	(19,139)
Net expenditure for the year	<u>(35,260)</u>	<u>(19,139)</u>

Ella Kanthan Trust
Balance Sheet
at 31 August 2022

Company No. 07729789	Notes	2022 £	2021 £
Fixed assets			
Tangible assets	10	7,942	8,825
		<u>7,942</u>	<u>8,825</u>
Current assets			
Cash at bank and in hand		1,000	5,259
		<u>1,000</u>	<u>5,259</u>
Creditors: Amount falling due within one year	11	(15,006)	(11,784)
Net current liabilities		<u>(14,006)</u>	<u>(6,525)</u>
Total assets less current liabilities		(6,064)	2,300
Creditors: Amounts falling due after more than one year	12	(84,963)	(58,067)
Net liabilities excluding pension asset or liability		<u>(91,027)</u>	<u>(55,767)</u>
Total net liabilities		<u><u>(91,027)</u></u>	<u><u>(55,767)</u></u>
The funds of the charity			
Restricted funds	13		
Unrestricted funds	13		
General funds		(91,027)	(55,767)
		<u>(91,027)</u>	<u>(55,767)</u>
Reserves	13		
Total funds		<u><u>(91,027)</u></u>	<u><u>(55,767)</u></u>

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

For the year ended 31 August 2022 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

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

Approved by the board on 01 June 2023

And signed on its behalf by:

Thiyagarajah Ravendrakumar
Trustee
01 June 2023

for the year ended 31 August 2022

1 Accounting policies

Basis of preparation

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

Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

Fund accounting

Unrestricted funds	These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.
Designated funds	These are unrestricted funds earmarked by the trustees for particular purposes.
Revaluation funds	These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.
Restricted funds	These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

Income

Recognition of income	Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.
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Income with related expenditure	Where income has related expenditure the income and related expenditure is reported gross in the SoFA.
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Donations and legacies	Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.
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Tax reclaims on donations and gifts	Income from tax reclaims is included in the SoFA at the same time as the gift/donation to which it relates.
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Donated services and facilities	These are only included in income (with an equivalent amount in expenditure) where the benefit to the Charity is reasonably quantifiable, measurable and material.
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Volunteer help	The value of any volunteer help received is not included in the accounts.
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Investment income	This is included in the accounts when receivable.
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Gains/(losses) on revaluation of fixed assets	This includes any gain or loss resulting from revaluing investments to market value at the end of the year.
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Gains/(losses) on investment assets	This includes any gain or loss on the sale of investments.
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Expenditure

Recognition of expenditure	Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	These comprise the costs incurred by the Charity in the delivery of its activities and services in the furtherance of its objects, including the making of grants and governance costs.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include those costs associated with meeting the constitutional and statutory requirements of the Charity, including any audit/independent examination fees, costs linked to the strategic management of the Charity, together with a share of other administration costs.
Other expenditure	These are support costs not allocated to a particular activity.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Tangible fixed assets and depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Plant and Machinery	10% Reducing balance
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Freehold investment property

Investment properties are measured initially at cost and subsequently at fair value at each balance sheet date and are not depreciated. All gains or losses are taken to the Statement of Financial Activities as they arise.

Stocks

Stock is included at the lower of cost or net realisable value. Donated items of stock are recognised at fair value which is the amount the charity would have been willing to pay for the items on the open market.

Trade and other debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

Trade and other creditors

Short term creditors are measured at the transaction price. Other creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Monetary assets and liabilities denominated in currencies other than the functional currency of the charity are translated at the rates of exchange prevailing at the end of the reporting period.

Transactions in currencies other than the functional currency of the charity are recorded at the rate of exchange on the date that the transaction occurred.

All exchange differences are taken into account in arriving at net income/expenditure.

Leased assets

Where the charity enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease.

Leases which do not transfer substantially all the risks and rewards of ownership to charity are classified as operating leases.

Assets held under finance leases are initially recognised as assets of the charity at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet date as a finance lease obligation. Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the charity's policy on borrowing costs.

Assets held under finance leases are depreciated in the same way as owned assets.

Operating lease payments are recognised as an expense on a straight-line basis over the lease term. In the event that lease incentives are received to enter into operating leases, such incentives are recognised as a liability. The aggregate benefit of incentives is recognised as a reduction of rental expense on a straight-line basis.

Pension costs

The charity operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payments obligations. The contributions are recognised as expenses when they fall due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

Receipt of donated goods, facilities and services

All donated goods, facilities and services received are recognised within incoming resources and expenditure at an estimate of the value to the charity.

2 Company status

The company is a private company limited by guarantee and consequently does not have share capital.

3 Statement of Financial Activities - prior year

	Unrestricted funds 2021 £	Total funds 2021 £
Income and endowments from:		
Charitable activities	24,616	24,616
Other	12,185	12,185
Total	<u>36,801</u>	<u>36,801</u>
Expenditure on:		
Charitable activities	2,246	2,246
Other	53,694	53,694
Total	<u>55,940</u>	<u>55,940</u>
Net income	<u>(19,139)</u>	<u>(19,139)</u>
Net income before other gains/(losses)	(19,139)	(19,139)
Other gains and losses:		
Net movement in funds	<u>(19,139)</u>	<u>(19,139)</u>
Reconciliation of funds:		
Total funds brought forward	(36,628)	(36,628)
Total funds carried forward	<u>(55,767)</u>	<u>(55,767)</u>

4 Income from charitable activities

	Unrestricted	Total 2022	Total 2021
	£	£	£
Charitable Activities	41,471	41,471	24,616
	<u>41,471</u>	<u>41,471</u>	<u>24,616</u>

5 Other income

	Unrestricted	Total 2022	Total 2021
	£	£	£
Other Income	8,171	8,171	12,185
	<u>8,171</u>	<u>8,171</u>	<u>12,185</u>

6 Expenditure on charitable activities

	Unrestricted	Total 2022	Total 2021
	£	£	£
<i>Expenditure on charitable activities</i>			
Charitable Activities	3,228	3,228	2,246
Governance costs			
	<u>3,228</u>	<u>3,228</u>	<u>2,246</u>

7 Other expenditure

	Unrestricted	Total 2022	Total 2021
	£	£	£
Bank loan and overdraft interest payable	331	331	62
Employee costs	30,408	30,408	6,847
Premises costs	36,908	36,908	37,211
Amortisation, depreciation, impairment, profit/loss on disposal of fixed assets	883	883	981
General administrative costs	6,911	6,911	4,787
Legal and professional costs	6,233	6,233	3,806
	<u>81,674</u>	<u>81,674</u>	<u>53,694</u>

8 Net expenditure before transfers

	2022	2021
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	883	981

9 Staff costs

	2022	2021
Salaries and wages	29,996	6,847
Pension costs	412	-
	<u>30,408</u>	<u>6,847</u>

No employee received emoluments in excess of £60,000.

10 Tangible fixed assets

	Plant and Machinery	TFA 3	TFA 4	Total
	£	£	£	£
Cost or revaluation				
At 1 September 2021	25,312	-	-	25,312
At 31 August 2022	<u>25,312</u>	<u>-</u>	<u>-</u>	<u>25,312</u>
Depreciation and impairment				
At 1 September 2021	16,487	-	-	16,487
Depreciation charge for the year	883	-	-	883
At 31 August 2022	<u>17,370</u>	<u>-</u>	<u>-</u>	<u>17,370</u>
Net book values				
At 31 August 2022	<u>7,942</u>	<u>-</u>	<u>-</u>	<u>7,942</u>
At 31 August 2021	<u>8,825</u>	<u>-</u>	<u>-</u>	<u>8,825</u>
11 Creditors:				
amounts falling due within one year				
	2022		2021	
	£		£	
Bank loans and overdrafts	240		-	
Other taxes and social security	518		3	
Other creditors	12,808		10,541	
Accruals	1,440		1,240	
	<u>15,006</u>		<u>11,784</u>	
12 Creditors:				
amounts falling due after more than one year				
	2022		2021	
	£		£	
Bank loans and overdrafts	11,665		14,529	
Loans from trustees	73,298		43,538	
	<u>84,963</u>		<u>58,067</u>	

13 Movement in funds

	At 1 September 2021	Incoming resources (including other gains/losses) £	Resources expended £	At 31 August 2022 £
Restricted funds:				
Unrestricted funds:				
General funds	(55,767)	49,642	(84,902)	(91,027)
Total funds	<u>(55,767)</u>	<u>49,642</u>	<u>(84,902)</u>	<u>(91,027)</u>

14 Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total £
Fixed assets	-	7,942	7,942
Net current assets	(14,006)	-	(14,006)
	(84,963)	-	(84,963)
Creditors due in more than one year	<u>(98,969)</u>	<u>7,942</u>	<u>(91,027)</u>

15 Reconciliation of net debt

	At 1 September 2021 £	Cash flows £	At 31 August 2022 £
Cash and cash equivalents	5,259	(4,259)	1,000
Bank overdrafts	-	(240)	(240)
	<u>5,259</u>	<u>(4,499)</u>	<u>760</u>
Bank loans	(14,529)	2,864	(11,665)
	<u>(14,529)</u>	<u>2,864</u>	<u>(11,665)</u>
Net debt	<u>(9,270)</u>	<u>(1,635)</u>	<u>(10,905)</u>

16 Commitments

Operating lease commitments

Annual commitments under non-cancellable operating leases are as follows:

	2022	2022	2021	2021
	Land and	Other	Land and	Other
	buildings		buildings	
	£	£	£	£

Operating leases with expiry date:

Pension commitments

	2022	2021
	£	£
The pension cost charge to the company amounted to:	412	-

17 Related party disclosures

<i>Name of related party</i>	Mr T Ravendrakumar
<i>Description of relationship between the parties</i>	Director and trustee of the company
<i>Name of related party</i>	Mr K Thayalan
<i>Description of relationship between the parties</i>	Director of the company
<i>Name of related party</i>	Mr K Ragunathan
<i>Description of relationship between the parties</i>	Director and trustee of the company
<i>Name of related party</i>	Mrs G Vasanthy
<i>Description of relationship between the parties</i>	Director and trustee of the company
<i>Name of related party</i>	Mr S Makinthan
<i>Description of relationship between the parties</i>	Director of the company
<i>Controlling party</i>	

Ella Kanthan Trust
Detailed Statement of Financial Activities
for the year ended 31 August 2022

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income and endowments from:			
Charitable activities			
Charitable Activities	41,471	41,471	24,616
	<u>41,471</u>	<u>41,471</u>	<u>24,616</u>
Other			
Other Income	8,171	8,171	12,185
	<u>8,171</u>	<u>8,171</u>	<u>12,185</u>
Total income and endowments	49,642	49,642	36,801
Expenditure on:			
Charitable activities			
Charitable Activities	3,228	3,228	2,246
	<u>3,228</u>	<u>3,228</u>	<u>2,246</u>
Total of expenditure on charitable activities	3,228	3,228	2,246
Other expenditure			
Bank loan and overdraft interest payable	331	331	62
	<u>331</u>	<u>331</u>	<u>62</u>
Employee costs			
Salaries/wages	29,996	29,996	6,847
Pension costs	412	412	-
	<u>30,408</u>	<u>30,408</u>	<u>6,847</u>
Premises costs			
Rent	18,360	18,360	29,960
Light, heat and power	1,079	1,079	893
Water	417	417	492
Premises repairs	17,052	17,052	5,866
	<u>36,908</u>	<u>36,908</u>	<u>37,211</u>
General administrative costs, including depreciation and amortisation			
Depreciation of Plant and Machinery	883	883	981
Bank charges	150	150	-
Service charge	-	-	2,820
General insurances	436	436	486
Information and Publications	200	200	-
Postage and couriers	-	-	79
Stationery and printing	97	97	-
General expenses	5,526	5,526	1,000

Detailed Statement of Financial Activities

Telephone, fax and broadband	502	502	402
	<u>7,794</u>	<u>7,794</u>	<u>5,768</u>
Legal and professional costs			
Accountancy and bookkeeping	800	800	800
Other legal and professional costs	5,433	5,433	3,006
	<u>6,233</u>	<u>6,233</u>	<u>3,806</u>
Total of expenditure of other costs	<u>81,674</u>	<u>81,674</u>	<u>53,694</u>
Total expenditure	84,902	84,902	55,940
Net gains on investments	-	-	-
	<u>(35,260)</u>	<u>(35,260)</u>	<u>(19,139)</u>
Net expenditure			
Net expenditure before other gains/(losses)	<u>(35,260)</u>	<u>(35,260)</u>	<u>(19,139)</u>
Other Gains	-	-	-
	<u>(35,260)</u>	<u>(35,260)</u>	<u>(19,139)</u>
Net movement in funds			
Reconciliation of funds:			
Total funds brought forward	(55,767)	(55,767)	(36,628)
Total funds carried forward	<u>(91,027)</u>	<u>(91,027)</u>	<u>(55,767)</u>