

COMPANY REGISTRATION NUMBER: 06021439

CHARITY REGISTRATION NUMBER: 1153197

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Financial Statements

31 December 2020

TURPIN BARKER ARMSTRONG

Chartered Certified Accountants & statutory auditor

Allen House
1 Westmead Road
Sutton
Surrey
SM1 4LA

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Financial Statements

Year ended 31 December 2020

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UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

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

Year ended 31 December 2020

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

Reference and administrative details

Registered charity name	UK CURRICULUM AND ACCREDITATION BODY (UKCAB)
Charity registration number	1153197
Company registration number	06021439
Principal office and registered office	Smithfield House Digbeth Birmingham B5 6BS

The trustees

Mr Z Bhatti
Ms N Naqvi
Mr N Aamir

Auditor

Turpin Barker Armstrong
Chartered Certified Accountants & statutory auditor
Allen House
1 Westmead Road
Sutton
Surrey
SM1 4LA

Bankers

Santander Bank
182-184 High Street
Birmingham
B14 7DJ

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

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

Year ended 31 December 2020

Structure, governance and management

Governance

An Advisory Board is elected by the Trustees at the Annual General Meeting, that is constituted of six to ten members, ensuring at least 50% female representation. Advisory Board steers the functioning, identify improvement opportunities or any new project in line with the charity vision. All Trustees are also Advisory Board members.

Advisory Board meets eight times in a year to administer the affairs of the charity and its projects, set strategies and policies adhering to the charity commission guidelines & charity constitution and approve all major changes if required.

New Advisory Board members are familiarised with the charity its operations, projects and its policies through formalized induction training. They are introduced to Chairman, key project executives and other staff members.

The Board has two sub-committees. The Investment Committee assists the Board in safeguarding the charity's financial assets and in determining investment policy. It meets twice annually with investment managers, advisors and concerned staff.

The Audit Committee assists the Board in fulfilling its obligations to ensure effective financial reporting, systems and internal controls are in place.

The Board reviews the work of the Committees throughout the year. Appointments to both Committees are made by the Trustees.

Management of charity's operations, Implementation of policies, Control over approved financial programs are mainly the responsibility of the Chair of Board of Trustee, who is assisted by the Advisory Board.

To ensure operational effectiveness, every project has an independent management team, however it is supervised by the same integrated governance and management structure. Key staff members are responsible for developing the activities of volunteer run projects and establishing new ones in areas of need.

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

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

Year ended 31 December 2020

Objectives and activities

Objectives and Activities of charity:

The UK Curriculum and Accreditation Body (UKCAB) (charity registration # 1153197) is a UK based, not for profit educational, training, awarding, accreditation and quality assurance charity. Currently it is mainly focused on the UK but intend to expand to other parts of the world with its projects. UKCAB endeavors to cover full range of services concentrating on areas deemed most attention seeking such as feed the hungry, provision of clean water, childcare services, health related services especially renal care, management development, provision of educational and Training services for societal development.

Mission Statement

UKCAB is a community development not for profit organization that offers services as well as technical and planning assistance to sectors like education, food, clean water supply and renal failure issues. It aims to offer multi-faceted contributions to communities, advances community and development goals, and works to fill the overall need for its targeted focus areas.

Values

The philosophy behind our projects is to help target communities to acquire sustainability, sustenance and progress. Feed Needo project ensures that everyone in the community gets to enjoy a decent meal. Similarly, for renal care projects Global Kidney Foundation under the umbrella of UKCAB has not only taken potent steps to raise awareness about the disease, but has also contributed by donating considerable amount of funds to various hospitals across the globe and offering facilities like wheelchairs, dialysis machines, food etc. to local hospitals.

Strategic report

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

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

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

Year ended 31 December 2020

Achievements and performance

Active projects

1) **Scholars School System** is a private, independent training provider founded under the umbrella of UK Curriculum and Accreditation Body (UKCAB). It's a charity, originally established in 2006 to assist students who have been unable to become a productive part of the society due to lack of education (vocational / further) or lack of opportunities to showcase their skills. Continuing with the same philosophy Scholars School System also wishes to cater those who were unable to complete their education and wish to do that now. We believe that further/higher education is the most important milestone in building a strong foundation transitioning from primary to higher academia. At Scholars School System, we have got ambitious goals for the future and a strong vision to lead the way in the region and the country. For Further Education, our vision is to be the leading college offering courses for career progression and enhanced employability. As our Higher Education facilities continue to grow, we wish to become a leading provider of flexible, affordable, career-focused university education.

2) **Global Kidney Foundation**

Creating public awareness about renal problems and kidney failure

www.gkf.org.uk

www.facebook.com/globalkidneyfoundation/

Global Kidney Foundation's aim is to serve humanity and provide support, practical advice, recreational activities and education among the general public and organizations on all aspects relating to kidney disease, prevention and management of all aspects relating to organ donations. GKF was founded by those who have gone through the traumatic experience of renal diseases and are aware of the affects these can have on the patients and their loved ones. This project allows community members to acquire vital understanding of the most sensitive issues a renal patient experiences such as the emotional upheaval, the uneasiness through the various stages of before, during and after treatment of dialysis and also about the kidney transplant opportunities and associated risks.

3) **Feedo Needo**

www.feedoneedo.org.uk

www.facebook.com/feedoneedo/

Feedo Needo is a project of UKCAB established in 2006. This charity is a community development not for profit organization that offers food to people who are in need. Our faith inspires us to be an organization built on compassion and motivated by love. Everyday people in the UK go hungry for reasons ranging from redundancy to receiving an unexpected bill on a low income. A simple box of food makes a big difference. Foodbanks help prevent crime, housing loss, family breakdown and mental health problems. We understand that the hunger and homelessness is not only instigated by the government policies, but also because of lack of skills and expertise people need to join the mainstream market. Most of the needy members of society that we come across lack the skills required to join the workplaces. Keeping up with our mission of eradicating the root cause of the issue, we offer free education opportunities to those in need.

4) **Arabica Café**

<https://www.facebook.com/arabicacafebirmingham/>

Arabica Cafe started during pandemic (covid-19) to offer free hot meals and food parcels in Birmingham city center to support homeless & needy during severe lock down.

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

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

Year ended 31 December 2020

Financial review

During the period ended 2020 the turnover of the charity was £4,767,426 (2019: £1,430,448). The charity has total Reserves of £2,394,111 (2019: £352,298) and is now looking and evaluating on how to expend upon its charitable activities and prioritise existing projects where its funds are most needed. Furthermore, different new opportunities have been assessed and evaluated for the upcoming year in accordance with the Charity's monitoring and evaluation process.

Policy of Reserves

The trustees consider the reserves to be enough to meet the future needs of the charity.

Trustees' responsibilities statement

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' 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 charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

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

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

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

Year ended 31 December 2020

Auditor

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charity's auditor is unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

The trustees' annual report and the strategic report were approved on09/06/2021..... and signed on behalf of the board of trustees by:



Mr Z Bhatti
Trustee

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

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Independent Auditor's Report to the Members of UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Year ended 31 December 2020

Opinion

We have audited the financial statements of UK CURRICULUM AND ACCREDITATION BODY (UKCAB) (the 'charity') for the year ended 31 December 2020 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

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Company Limited by Guarantee

Independent Auditor's Report to the Members of UK CURRICULUM AND ACCREDITATION BODY (UKCAB) *(continued)*

Year ended 31 December 2020

Emphasis of matter

Without modifying our audit opinion we draw attention to the additional disclosures made by the directors in Note 3 to these financial statements in relation to Going Concern, specifically with regard to Covid-19. The directors believe that they are taking appropriate measures to safeguard the future of the company, and are confident that it will be able to meet its liabilities as they fall due for a period of at least 12 months following the date of signing of these financial statements.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Independent Auditor's Report to the Members of UK CURRICULUM AND ACCREDITATION BODY (UKCAB) *(continued)*

Year ended 31 December 2020

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

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Independent Auditor's Report to the Members of UK CURRICULUM AND ACCREDITATION BODY (UKCAB) *(continued)*

Year ended 31 December 2020

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Extent to which the audit was considered capable of detecting irregularities, including fraud

We identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and then design and perform audit procedures responsive to those risks, including obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion.

Identifying and assessing potential risks related to irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- the nature of the industry and sector, control environment and business performance including the design of the company's remuneration policies, key drivers for directors' remuneration, bonus levels and performance targets;
- results of our enquiries of management about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the company's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of noncompliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team including where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the company operates in, focusing on provisions of those laws and regulations that had a direct effect on the

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Independent Auditor's Report to the Members of UK CURRICULUM AND ACCREDITATION BODY (UKCAB) *(continued)*

Year ended 31 December 2020

determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act and UK tax legislation.

Audit response to risks identified

Our procedures to respond to risks identified as a result of performing the above included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- enquiring of management concerning actual and potential litigation and claims;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- obtaining an understanding of any provisions and holding discussions with management to understand the basis of recognition or non-recognition of tax provisions; and
- in addressing the risk of fraud through management override of controls, considering the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members and remained alert to any indications of fraud or noncompliance with laws and regulations throughout the audit.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Independent Auditor's Report to the Members of UK CURRICULUM AND ACCREDITATION BODY (UKCAB) *(continued)*

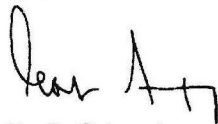
Year ended 31 December 2020

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



09 June 2021

Martin C Armstrong FCCA FABRP FIPA MBA (Senior Statutory Auditor)

For and on behalf of
Turpin Barker Armstrong
Chartered Certified Accountants & statutory auditor
Allen House
1 Westmead Road
Sutton
Surrey
SM1 4LA

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 December 2020

		2020		2019
		Unrestricted	Total funds	Total funds
	Note	funds	£	£
		£	£	£
Income and endowments				
Donations and legacies	5	4,630	4,630	1,198
Charitable activities	6	4,767,426	4,767,426	1,429,250
Total income		<u>4,772,056</u>	<u>4,772,056</u>	<u>1,430,448</u>
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	7	128,120	128,120	55,208
Expenditure on charitable activities	8,9	2,602,123	2,602,123	1,353,220
Total expenditure		<u>2,730,243</u>	<u>2,730,243</u>	<u>1,408,428</u>
Net income and net movement in funds		<u>2,041,813</u>	<u>2,041,813</u>	<u>22,020</u>
Reconciliation of funds				
Total funds brought forward		352,298	352,298	330,278
Total funds carried forward		<u>2,394,111</u>	<u>2,394,111</u>	<u>352,298</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 16 to 26 form part of these financial statements.

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)


Company Limited by Guarantee

Statement of Financial Position

31 December 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible fixed assets	14	93,809	72,477
Current assets			
Debtors	15	235,176	397,017
Cash at bank and in hand		2,258,424	77,534
		<u>2,493,600</u>	<u>474,551</u>
Creditors: amounts falling due within one year	16	193,298	194,730
Net current assets		<u>2,300,302</u>	<u>279,821</u>
Total assets less current liabilities		<u>2,394,111</u>	<u>352,298</u>
Net assets		<u>2,394,111</u>	<u>352,298</u>
Funds of the charity			
Unrestricted funds		<u>2,394,111</u>	<u>352,298</u>
Total charity funds	18	<u>2,394,111</u>	<u>352,298</u>

These financial statements were approved by the board of trustees and authorised for issue on ...09/06/2021....., and are signed on behalf of the board by:



Mr Z Bhatti
Trustee

The notes on pages 16 to 26 form part of these financial statements.

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

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Statement of Cash Flows

Year ended 31 December 2020

	2020 £	2019 £
Cash flows from operating activities		
Net income	2,041,813	22,020
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	14,769	9,712
Interest payable and similar charges	218	251
Accrued (income)/expenses	(3,305)	23,205
<i>Changes in:</i>		
Trade and other debtors	161,841	(143,774)
Trade and other creditors	(19,322)	79,885
Cash generated from operations	2,196,014	(8,701)
Interest paid	(218)	(251)
Net cash from/(used in) operating activities	<u>2,195,796</u>	<u>(8,952)</u>
Cash flows from investing activities		
Purchase of tangible assets	(36,101)	(25,950)
Net cash used in investing activities	<u>(36,101)</u>	<u>(25,950)</u>
Cash flows from financing activities		
Proceeds from borrowings	21,195	—
Net cash from financing activities	<u>21,195</u>	<u>—</u>
Net increase/(decrease) in cash and cash equivalents	2,180,890	(34,902)
Cash and cash equivalents at beginning of year	77,534	112,436
Cash and cash equivalents at end of year	<u>2,258,424</u>	<u>77,534</u>

The notes on pages 16 to 26 form part of these financial statements.

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 December 2020

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Smithfield House, Digbeth, Birmingham, B5 6BS.

2. 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.

3. 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

These financial statements are presented on a Going Concern basis despite the "Covid-19" pandemic prevalent at the date of signing having caused global financial uncertainty. The Trustees are satisfied that they are taking appropriate measures to safeguard the future of the charitable company including the historic policy of retaining sufficient reserves to safeguard the future of the charitable company as well as meeting its plans for funding its trading activities and other charitable projects. This has resulted in the charitable company having £2,258,157 in the bank and net assets of £2,394,111 at the balance sheet date. The Trustees are therefore confident that the charitable company will be able to meet its liabilities as they fall due for a period of at least 12 months from the date of signing of the report.

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.

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

3. 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.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

3. Accounting policies *(continued)*

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.

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:

Fixtures and fittings	- 10% straight line
Equipment	- 10% straight line

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.

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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.

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.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

4. Limited by guarantee

The Company is registered with Companies House as a Private Limited Company by guarantee without share capital use of 'Limited' exemption. The liability of the members is limited.

Every member of the charity undertakes to contribute such amount as may be required (not exceeding £10) to the Charity's assets if it should be wound up while he or she is a member or within one year after he or she ceases to be a member, for payment of the Charity's debts and liability contracted before he or she ceases to be a member, and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributories among themselves.

If the Company is wound up or dissolved and after all its debts and liabilities have been satisfied there remains any property it shall not be paid to or distributed among the members of the Company, but shall be given or transferred to some other charity or charities having objects similar to the Objects which prohibits the distribution of its or their income and property to an extent at least as great as is imposed on the Company by Clause 5 above, chosen by the members of the company at or before the time of dissolution and if that cannot be done then to some other charitable object.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Donations				
Donations	1,513	1,513	1,198	1,198
Grants				
Grants receivable	3,117	3,117	—	—
	<u>4,630</u>	<u>4,630</u>	<u>1,198</u>	<u>1,198</u>

6. Charitable activities

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Providing technical and voluntary secondary education	<u>4,767,426</u>	<u>4,767,426</u>	<u>1,429,250</u>	<u>1,429,250</u>

7. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Costs of raising donations and legacies				
- Donations	<u>128,120</u>	<u>128,120</u>	<u>55,208</u>	<u>55,208</u>

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

8. Expenditure on provision of technical and voluntary secondary education

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Providing technical and voluntary secondary education	2,572,368	2,572,368	1,313,320	1,313,320
Support costs	29,755	29,755	39,900	39,900
	<u>2,602,123</u>	<u>2,602,123</u>	<u>1,353,220</u>	<u>1,353,220</u>

9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2020 £	Total fund 2019 £
Providing technical and voluntary secondary education	2,572,368	—	2,572,368	1,313,320
Governance costs	—	29,755	29,755	39,900
	<u>2,572,368</u>	<u>29,755</u>	<u>2,602,123</u>	<u>1,353,220</u>

10. Net income

Net income is stated after charging/(crediting):

	2020 £	2019 £
Depreciation of tangible fixed assets	14,769	9,712
Operating lease rentals	<u>78,000</u>	<u>26,400</u>

11. Auditors remuneration

	2020 £	2019 £
Fees payable for the audit of the financial statements	<u>18,000</u>	<u>15,000</u>
Fees payable to the charity's auditor and its associates for other services: Audit-related assurance services	<u>6,000</u>	<u>—</u>

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

12. Staff costs

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

	2020	2019
	£	£
Wages and salaries	24,975	29,889
Social security costs	448	—
Employer contributions to pension plans	—	84
	<u>25,423</u>	<u>29,973</u>

The average head count of employees during the year was 2 (2019: 2). The average number of full-time equivalent employees during the year is analysed as follows:

	2020	2019
	No.	No.
Number of staff	<u>2</u>	<u>2</u>

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

13. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or any other related entity, were received by the trustees.

14. Tangible fixed assets

	Fixtures and fittings £	Equipment £	Total £
Cost			
At 1 January 2020	93,180	12,063	105,243
Additions	36,101	—	36,101
At 31 December 2020	<u>129,281</u>	<u>12,063</u>	<u>141,344</u>
Depreciation			
At 1 January 2020	26,923	5,843	32,766
Charge for the year	12,356	2,413	14,769
At 31 December 2020	<u>39,279</u>	<u>8,256</u>	<u>47,535</u>
Carrying amount			
At 31 December 2020	<u>90,002</u>	<u>3,807</u>	<u>93,809</u>
At 31 December 2019	<u>66,257</u>	<u>6,220</u>	<u>72,477</u>

Tangible assets include Fixtures and Equipment purchased by the company from Matrix Solutions International Limited, a related company for £60,000 during 2016. These were held at a net book value of £30,000 as at 31 December 2020 (2019: £36,000).

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

15. Debtors

	2020	2019
	£	£
Trade debtors	99,788	271,162
Prepayments and accrued income	38,400	32,291
Other debtors	96,988	93,564
	<u>235,176</u>	<u>397,017</u>

Other debtors consist of Rent deposits of £90,000 (2019 £90,000), balance owed by a Trustee of £5,025 (2019 £Nil) and sundry debtors of £1,963 (2019 £3,564). The amounts owed by the Trustee have been repaid post balance sheet and are referred to in Note 22 of the financial statements.

16. Creditors: amounts falling due within one year

	2020	2019
	£	£
Bank loans and overdrafts	50,000	—
Trade creditors	88,293	107,939
Accruals and deferred income	53,880	57,185
Director loan accounts	801	29,606
Wages and Salaries	324	—
	<u>193,298</u>	<u>194,730</u>

The loan has been advanced under the Bounce Back Loan Scheme made available for businesses adversely impacted by the pandemic. The loan is guaranteed by the government and there are no fees or interest to pay for the first 12 months. The loan was subsequently repaid within 12 months and no early redemption fees or interest was payable.

17. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £Nil (2019: £84).

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

18. Analysis of charitable funds

Unrestricted funds

	At 1 January 2020	Income	Expenditure	At 31 December 2020
	£	£	£	£
General funds	—	4,772,056	(2,730,243)	2,041,813
Unrestricted fund	352,298	—	—	352,298
	<u>352,298</u>	<u>4,772,056</u>	<u>(2,730,243)</u>	<u>2,394,111</u>

	At 1 January 2019	Income	Expenditure	At 31 December 2019
	£	£	£	£
General funds	—	1,430,448	(1,408,428)	22,020
Unrestricted fund	330,278	—	—	330,278
	<u>330,278</u>	<u>1,430,448</u>	<u>(1,408,428)</u>	<u>352,298</u>

19. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	£
Tangible fixed assets	68,570	68,570
Current assets	2,495,404	2,495,404
Creditors less than 1 year	(172,224)	(172,224)
Net assets	<u>2,391,750</u>	<u>2,391,750</u>

	Unrestricted Funds	Total Funds
	£	£
Tangible fixed assets	72,477	72,477
Current assets	458,916	458,916
Creditors less than 1 year	(140,695)	(140,695)
Net assets	<u>390,698</u>	<u>390,698</u>

20. Analysis of changes in net debt

	At 1 Jan 2020	Cash flows	At 31 Dec 2020
	£	£	£
Cash at bank and in hand	77,534	2,180,890	2,258,424
Debt due within one year	(29,606)	(21,195)	(50,801)
	<u>47,928</u>	<u>2,159,695</u>	<u>2,207,623</u>

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

21. Operating lease commitments

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2020	2019
	£	£
Not later than 1 year	60,968	51,716
Later than 1 year and not later than 5 years	120,528	257,915
	<u>181,496</u>	<u>309,631</u>

The lease commitments refer to premises occupied by the charity which are used as a campus for educational courses. This is a 5 year lease commencing in August 2019 with a break clause after 3 years.

The charity currently also leases premises which are used as offices. The charity are refurbishing the premises for its use and this is reflected in the annual nominal rent of £1. These premises are also occupied under a 5 year lease which commenced in August 2018.

All related payments are made through a property management company which manages both premises on behalf of the charity.

22. Related parties

During the year the charity entered into the following transactions with related parties:

	Transaction value		Balance owed by/(owed to)	
	2020	2019	2020	2019
	£	£	£	£
Mr A Bhatti - Commission payable	25,033	35,200	—	(29,967)
Matrix Solutions International Limited - Recharge for share of fees from contracts with Eurosource and Innolearn	—	—	—	154,423
Matrix Solutions International Limited - Purchase of services	(2,034,700)	(1,060,279)	(60,550)	(74,973)
Matrix Solutions International Limited - Fees charges for student recruitment and marketing consultancy	—	25,000	—	—
Syeda Naqvi - Current account	—	—	(801)	(29,606)
Zahid Bhatti - Debtor	—	—	5,025	—
Global Kidney Foundation - Donations to charitable project	60,620	44,408	—	—
Feedo Needo - Donations to charitable project	<u>59,500</u>	<u>10,800</u>	<u>—</u>	<u>—</u>

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

22. Related parties *(continued)*

During the accounting period ended 31 December 2020, Mr Zahid Bhatti, the managing Trustee erroneously made payments of £5,025 from the bank account of the charity instead of his personal account. This is included in other debtors as a balance due by him to the charity as at 31 December 2020, and has been repaid to the charity as at 1 June 2021.

Mr. Ali Bhatti is a sibling of Mr. Zahid Bhatti, the managing Trustee, and is paid commission for the learners he refers for the courses arranged by UKCAB.

Matrix Solutions International Limited, which supplies all education related services to UK Curriculum and Accreditation Body (UKCAB), has historically been treated as a related party because of the involvement of the Trustees in the initial set up of the company and subsequent involvement in its operations particularly related to UKCAB.

However, Matrix Solutions International Limited operates as a Private Training Provider which provides a range of other services in addition to its relationship with UK Curriculum and Accreditation Body (UKCAB) which was established via an agreement entered on September 10, 2015.

Matrix Solutions International Limited trading as ANZ Training also operates as an education provider in its own right, working directly with government departments, skilled funding agencies and private providers.

UKCAB trading as Scholars School System has a work agreement in place with Matrix International Solutions Limited (known as "The Satellite Centre") whereby UKCAB provides training to its learners by making use of the services of The Satellite Centre (Recruitment, Training, Delivery of Courses etc.)

Prime concern of UKCAB is the delivery of courses to its learners. Matrix Solutions International Limited uses its own staff as well as the services of self-employed contractors to discharge its services to UKCAB under The Satellite Centre contract. This arrangement with Matrix Solutions enables UKCAB to avoid the stress of hiring tutors, staff and premises for the provision of courses to its learners.

In the financial year 2020, Matrix Solutions International Limited charged a total amount of £2,034,700 to UKCAB for its services.

Moreover, during the accounting period ended at 31 December 2020, UK Curriculum and Accreditation Body (UKCAB) has;

- made donations amounting to £60,620 in relation to Global Kidney Foundation

- made donations amounting to £59,500 in relation to Feedo Needo to Bakhtawar Trust.

It is important to note here that Global Kidney Foundation and Feedo Needo are projects of UKCAB. Global Kidney Foundation is a registered charity with the charity commission while Feedo Needo is managed by Bakhtawar Trust a private company limited by guarantee. Bakhtawar Trust manages and administers the distribution of funds received by Feedo Needo and is controlled by Mr Zahid Bhatti with the assistance of a team of volunteers.

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Management Information

Year ended 31 December 2020

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

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Detailed Statement of Financial Activities

Year ended 31 December 2020

	2020 £	2019 £
Income and endowments		
Donations and legacies		
Donations	1,513	1,198
Grants receivable	3,117	—
	<u>4,630</u>	<u>1,198</u>
 Charitable activities		
Providing technical and voluntary secondary education	<u>4,767,426</u>	<u>1,429,250</u>
 Total income	<u><u>4,772,056</u></u>	<u><u>1,430,448</u></u>

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Detailed Statement of Financial Activities (continued)

Year ended 31 December 2020

	2020 £	2019 £
Expenditure		
Costs of raising donations and legacies		
Purchases	128,120	55,208
Expenditure on charitable activities	2,108,042	1,163,101
Purchases	24,975	29,889
Wages and salaries	448	—
Employer's NIC	—	84
Pension costs	78,000	26,400
Operating leases	97,474	(8,971)
Rent	9,855	852
Rates and water	10,971	5,134
Light and heat	156,177	54,139
Repairs and maintenance	1,518	1,484
Insurance	—	1,500
Other establishment	—	8,875
Vehicle leasing/hire	—	181
Other motor/travel costs	29,755	39,900
Legal and professional fees	12,613	9,552
Telephone	42,984	2,133
Other office costs	14,768	9,713
Depreciation	218	251
Interest on bank loans and overdrafts	13,137	3,138
Computer expenses	—	5,707
Printing, postage and stationery	1,188	158
Sundry expenses	2,602,123	1,353,220
Total expenditure	2,730,243	1,408,428
Net income	2,041,813	22,020

UK CURRICULUM AND ACCREDITATION BODY (UKCAB)

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 December 2020

	2020 £	2019 £
Costs of raising donations and legacies		
Costs of raising donations and legacies - Donations		
Donations - purchases	128,120	55,208
	<u>128,120</u>	<u>55,208</u>
Costs of raising donations and legacies	<u>128,120</u>	<u>55,208</u>
Expenditure on charitable activities		
Providing technical and voluntary secondary education		
Activities undertaken directly		
Cost of services	2,108,042	1,163,101
Wages and salaries	24,975	29,889
Employer's NIC	448	—
Pension costs	—	84
Property management fees	78,000	26,400
Rent and service charges	97,474	(8,971)
Rates & water	9,855	852
Light & heat	10,971	5,134
Repairs & maintenance	156,177	54,139
Insurance	1,518	1,484
Staff training and development	—	1,500
Vehicle leasing	—	8,875
Travel costs	—	181
Telephone	12,613	9,552
Marketing and advertising	42,984	2,133
Depreciation	14,768	9,713
Interest on bank loans and overdrafts	218	251
Computer expenses	13,137	3,138
Stationery and postage	—	5,707
Sundry expenses	1,188	158
	<u>2,572,368</u>	<u>1,313,320</u>
Governance costs		
Governance costs - accountancy fees	4,180	18,200
Governance costs - audit fees	18,000	21,660
Governance costs - legal and other professional fees	7,575	40
	<u>29,755</u>	<u>39,900</u>
Expenditure on charitable activities	<u>2,602,123</u>	<u>1,353,220</u>