

Korean Education Foundation

Charity No. 1154679

Company No. 07409314

Trustees' Report and Unaudited Accounts

31 December 2021

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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 December 2021.

REFERENCE AND ADMINISTRATIVE DETAILS

Company No. 07409314

Charity No. 1154679

Principal Office

Korean Community Centre
110 Coombe Lane
Raynes Park
London
SW20 0AY
Registered Office

Korean Community Centre
110 Coombe Lane
Raynes Park
London
SW20 0AY

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:

MinJung Kim
Kyoung-Sun Chung
Jounga Joo
Jong-Han Kim
Seung Sub Jung
Jaehoon Yeon
President Of Kocham(Korean Chamber Of Commerce)
Headmaster of London Korean School
President of Korean Residents Society
Director of Education of the Embassy of the Republic of Korea in the UK
Consul General of the Embassy of the Republic of Korea in the UK or Any Officers of the Embassy
appointed by the Cousul General

Accountants

BH1 Accounting Limited
V307, Vox Studios
1-45 Durham Street
Vauxhall
London
SE11 5JH

OBJECTIVES AND ACTIVITIES

The objective of the charitable company is 'the advancement of Korean language education in England for the children of Korean origin or descent and to support and advance the awareness of Korean culture in England'.

In preparing these financial statements the trustees have had regard to the Charity Commission's guidance on public benefit

ACHIEVEMENTS AND PERFORMANCE

The Foundation continued to hire out venue space and rent out accommodation in the year to December 2021. The charity also managed to generate income from under £1000 donations from individual and institutional donors. Grants were honoured to institutions specialising in Korean Education and individual scholars studying the Korean language. In the year to December 2021 such grants totalling £6,620 were paid (2020: £11,181).

In the past 3 years, we have selected and supported 29 scholars throughout the period. In addition to our scholarship program, we have carried out 2 mentoring and networking events for developing future leaders.

FINANCIAL REVIEW

As we were unable to carry out our events at the pre-pandemic level, our donation income was largely affected. Despite the reduced income, the foundation should not face any financial challenges in the coming 12 months. Fund-raising events are due to run at full capacity again in the second half of 2022.

PLANS FOR FUTURE PERIODS

During 2022, the Foundation will seek to continue to fulfil its objectives in creative ways that will assist in the advancement of the Korean language and culture in England. The foundation is working towards continuously hosting student-focused events such as career and leadership workshops, and fund-raising events.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Foundation is a registered charity and a company limited by guarantee in England and Wales. The Foundation hold and regularly update an internal governance policy but is governed overall by its Memorandum and Articles of Association. Any new trustee appointment must be recommended by 2 existing trustees, and the appointment must be approved by a 2/3 vote of all trustees.

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.

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

Minjung Kim
Trustee
31 December 2021



Independent Examiner's Report to the trustees of Korean Education Foundation

I report to the charity trustees on my examination of the financial statements of Korean Education Foundation for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet and the related notes.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act.')

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's financial statements as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I can confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that:

- accounting records were not kept in accordance with section 386 of the 2006 Act ; or
- the financial statements do not accord with those records; or
- the financial statements do not comply with the accounting requirements under section 396 of the 2006 Act other than any requirement that the financial statements give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- the financial statements have not been prepared in accordance with the Charities SORP (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.



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V307, Vox Studios
1-45 Durham Street
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London
SE11 5JH
31 December 2021

Korean Education Foundation
Statement of Financial Activities
for the year ended 31 December 2021

		Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
	Notes			
Income and endowments from:				
Donations and legacies	3	987	987	16,221
Charitable activities	4	2,756	2,756	8,728
Venue hire	5	41,606	41,606	38,749
Grant income	6	-	-	3,861
Total		45,349	45,349	67,559
Expenditure on:				
Charitable activities	7	10,660	10,660	16,039
Other	8	56,412	56,412	49,559
Total		67,072	67,072	65,598
Net gains on investments		-	-	-
Net (expenditure)/income		(21,723)	(21,723)	1,961
Transfers between funds		-	-	-
Net (expenditure)/income before other gains/(losses)		(21,723)	(21,723)	1,961
Other gains and losses				
Net movement in funds		(21,723)	(21,723)	1,961
Reconciliation of funds:				
Total funds brought forward		1,275,532	1,275,532	1,273,571
Total funds carried forward		1,253,809	1,253,809	1,275,532

Korean Education Foundation
Summary Income and Expenditure Account
for the year ended 31 December 2021

	2021 £	2020 £
Income	45,349	67,566
Gross income for the year	<u>45,349</u>	<u>67,566</u>
Expenditure	54,504	53,611
Depreciation and charges for impairment of fixed assets	12,568	12,568
Total expenditure for the year	<u>67,072</u>	<u>66,179</u>
Net (expenditure)/income before tax for the year	(21,723)	1,387
Net (expenditure)/income for the year	<u>(21,723)</u>	<u>1,387</u>

Korean Education Foundation

Balance Sheet

at 31 December 2021

Company No. 07409314	Notes	2021 £	2020 £
Fixed assets			
Tangible assets	10	1,212,560	1,225,128
		<u>1,212,560</u>	<u>1,225,129</u>
Current assets			
Debtors	11	-	1,176
Cash at bank and in hand		52,773	60,269
		<u>52,773</u>	<u>61,445</u>
Creditors: Amount falling due within one year	12	(11,524)	(11,041)
Net current assets		<u>41,249</u>	<u>50,404</u>
Total assets less current liabilities		<u>1,253,809</u>	<u>1,275,533</u>
Net assets excluding pension asset or liability		<u>1,253,809</u>	<u>1,275,533</u>
Total net assets		<u><u>1,253,809</u></u>	<u><u>1,275,533</u></u>
The funds of the charity			
Restricted funds	13		
Unrestricted funds	13		
General funds		1,253,809	1,275,532
		<u>1,253,809</u>	<u>1,275,532</u>
Reserves	13		
Total funds		<u><u>1,253,809</u></u>	<u><u>1,275,532</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 December 2021 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

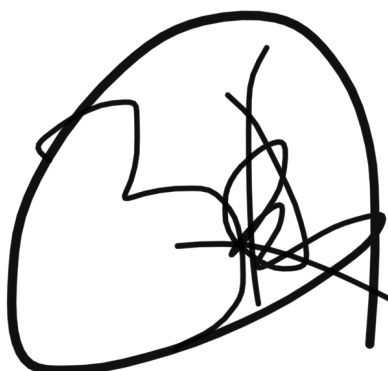
The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

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 31 December 2021

And signed on its behalf by:

Minjung Kim
Trustee
31 December 2021



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.

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 Income from donations and legacies

Unrestricted	Total 2021	Total 2020
£	£	£
Donations	987	16,221
<u>987</u>	<u>987</u>	<u>16,221</u>

4 Income from charitable activities

Unrestricted	Total 2021	Total 2020
£	£	£
Fundraising events	2,756	8,728
<u>2,756</u>	<u>2,756</u>	<u>8,728</u>

5 Income from other trading activities

Unrestricted	Total 2021	Total 2020
£	£	£
Venue hire	41,606	38,749
<u>41,606</u>	<u>41,606</u>	<u>38,749</u>

6 Other income

	Total 2021	Total 2020
	£	£
Grant income	-	3,861
	<u>-</u>	<u>3,861</u>

7 Expenditure on charitable activities

	Unrestricted	Total 2021	Total 2020
	£	£	£
Grants to individuals	1,320	1,320	1,281
Grants to institutions	5,300	5,300	9,900
Fundraising events	2,245	2,245	3,623
Marketing	1,795	1,795	1,235
	<u>10,660</u>	<u>10,660</u>	<u>16,039</u>

8 Other expenditure

	Unrestricted	Total 2021	Total 2020
	£	£	£
Employee costs	18,270	18,270	13,769
Motor and travel costs	79	79	33
Premises costs	17,020	17,020	12,473
Amortisation, depreciation, impairment, profit/loss on disposal of fixed assets	12,568	12,568	12,568
General administrative costs	4,283	4,283	3,131
Legal and professional costs	4,192	4,192	7,585
	<u>56,412</u>	<u>56,412</u>	<u>49,559</u>

9 Staff costs

	2021	2020
Salaries and wages	18,000	13,634
Pension costs	270	135
	<u>18,270</u>	<u>13,769</u>

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

10 Tangible fixed assets

	£	£	£
Cost or revaluation			
At 1 January 2021	1,250,000	196	1,250,196
At 31 December 2021	<u>1,250,000</u>	<u>196</u>	<u>1,250,196</u>
Depreciation and impairment			
At 1 January 2021	25,000	68	25,068
Depreciation charge for the year	12,500	68	12,568
At 31 December 2021	<u>37,500</u>	<u>136</u>	<u>37,636</u>
Net book values			
At 31 December 2021	<u>1,212,500</u>	<u>60</u>	<u>1,212,560</u>
At 31 December 2020	<u>1,225,000</u>	<u>128</u>	<u>1,225,128</u>

11 Debtors

	2021	2020
	£	£
Prepayments and accrued income	-	1,176
	<u>-</u>	<u>1,176</u>

12 Creditors:
amounts falling due within one year

	2021 £	2020 £
Trade creditors	8,396	10,516
Other taxes and social security	618	525
Other creditors	2,510	-
	<u>11,524</u>	<u>11,041</u>

13 Movement in funds

	At 1 January 2021 £	Incoming resources (including other gains/losses) £	Resources expended £	At 31 December 2021 £
Restricted funds:				
Unrestricted funds:				
General funds	1,275,532	45,349	(67,072)	1,253,809
	<u>1,275,532</u>	<u>45,349</u>	<u>(67,072)</u>	<u>1,253,809</u>

14 Analysis of net assets between funds

	Unrestricted funds £	Total £
Fixed assets	1,212,560	1,212,560
Net current assets	41,249	41,249
	<u>1,253,809</u>	<u>1,253,809</u>

15 Reconciliation of net cash

	At 1 January 2021 £	Cash flows £	At 31 December 2021 £
Cash and cash equivalents	60,269	(7,496)	52,773
	<u>60,269</u>	<u>(7,496)</u>	<u>52,773</u>
Net cash	<u>60,269</u>	<u>(7,496)</u>	<u>52,773</u>

16 Commitments

Operating lease commitments

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

	2021	2021	2020	2020
	Land and	Other	Land and	Other
	buildings		buildings	
	£	£	£	£
Operating leases with expiry date:	-	-	-	-

Pension commitments

	2021	2020
	£	£
The pension cost charge to the company amounted to:	<u>270</u>	<u>135</u>

17 Related party disclosures

Controlling party

The company is limited by guarantee and has no share capital; thus no single party controls the company.