



DEVELOPMENT IN LITERACY UK
(A Charitable Incorporated Organisation - CIO)

TRUSTEES REPORT AND FINANCIAL STATEMENTS
for the year ended 31 December 2022

Charity Registration No: 1155825

DEVELOPMENT IN LITERACY UK
(A charitable incorporated organisation)
TRUSTEES REPORT AND FINANCIAL STATEMENTS
for the year ended 31 December 2022

Contents

Legal and administrative information	2
Report of the trustees	3
Independent examiner's report	10
Statement of financial activities	12
Balance sheet	13
Notes to the financial statements	14

DEVELOPMENT IN LITERACY UK
(A charitable incorporated organisation)

LEGAL AND ADMINISTRATIVE INFORMATION

Charity name: Development in Literacy UK (UK), working name is DIL TRUST UK

Charity number: 1155825

Charity registered office: Flat 2
4 Green Lane
London
NW4 2NN

Trustees

Lala Rafiq	Appointed 18 April 2022 & Chairperson- 3 December 2022
Samir Anzur	Chairperson- (retired 3 December 2022) & nominated as Patron
Ebrahim Mirza	Vice Chairperson & former Treasurer (until 3 rd Dec 2022)
Salman Madani	Appointed & Treasurer 03 December 2022
Ahmereen Reza OBE	Audit, Risk & Investment Committee
Tasnim Ghiawadwala	Appointed 3 rd December 2022
Romana Ahmed	Events Committee
Rubina Riaz	Events & Nomination Committee
Paul Smith	Governance Committee (until 3rd Dec 2022)
Akhter Mateen	Audit, Risk & Investment Committee
Tahir Wahid	Retired 15 May 2022 & nominated as Patron
Ayesha Mustafa	Appointed 03 December 2022

Our Patrons:

HRH Princess Bidya bint El Hassan of Jordan
Rt. Honourable Baroness Verma of Leicester
Pinky Lilani OBE - Founder of Asian Women's Awards
Samir Anzur- Former Trustee & Chairman DIL UK
Qasim Abbas- Former Trustee DIL UK & Sr Managing Director, The BlackStone Group
Tahir Wahid - Former Trustee DIL UK & Managing Director, Citi

Benefit Committee Members:

Raheela Ahmed
Zainab Butt
Salma Rehman
Sara Aslam
Myra Malik
Sara Warraich
Nauveera Khan

Youth DIL UK - Youth Arm of DIL UK:

Shree Hansa
Amaar Manji
Natasha Khursheed
Laila Khan
Nuraiya Malik
Sana Ansari

Independent examiner

Michael Kyrakides
Chartered Accountant
7 Forest Road
Sutton, Surrey
SM3 9NT

TRUSTEES REPORT
for the year ended 31 December 2022

The trustees present their report together with the financial statements for the year ended 31 December 2022.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Developments in Literacy UK ("DIL UK") is a Charitable Incorporated Organisation, adopting the model governing document as per Charity Commission GD2 (Charities Act 2011), as submitted to the Charity Commission. The members of the charity are the trustees named on page 2.

Appointment of trustees

Selection and appointment of new trustees are undertaken by the current members of the Board of Trustees in line with the procedures stipulated by the Charities Commission. The trustees ascertain any gaps in skills required in improving the organisation's capacity and capabilities. New trustees are nominated by an existing trustee, where they share background information regarding the nominee and the skills they would bring with the entire board and ask for feedback on their suitability for the position. Meetings are set up where different members of the board meet with the nominee and see if their interests are aligned with those of the charity and that they would add value to the organisation.

This information is shared with the trustees prior to a Board of Trustees meeting, where the individual is nominated by a board member and seconded by another board member, after which a vote is taken to invite the individual as a member of the board. The meeting must be quorate and the vote needs to be unanimous. This decision is then passed as a resolution.

Induction and training of trustees

The nominee is provided with copies of Charities Commission's guidelines on 'The Essential Trustee', copies of the charities policies and procedures, a copy of the most recent constitution of the charity and a set of the most recent audited accounts

New board members are asked to submit the following documents prior to being invited to attend a meeting of the Board of Trustees

1. Fit and Proper persons declaration as per HMRC guidelines
2. Sign off on a Conflict of Interest document
3. Sign off on a general disclosure document

Organisation

The Board of trustees meets regularly to administer the workings of the charity. The Board met 4 times in 2022 to discuss future plans and review projects currently supported by the charity.

DEVELOPMENT IN LITERACY UK

(A charitable incorporated organisation)

TRUSTEES REPORT

for the year ended 31 December 2022

OBJECTIVES AND ACTIVITIES

The purposes of the charity as set out in its governing document.

DIL UK's Objective in Pakistan:

The objective of DIL UK is to educate underprivileged students (primarily girls) resident in rural, remote and underdeveloped areas of Pakistan, who by reason of their social and economic circumstances are unable to gain employment or to further their formal education by providing for such persons workshops and such other training facilities as will enable them to obtain work experience and acquire and develop vocational skills.

Developments in Literacy Pakistan ("DIL Pakistan") is the operations unit for DIL UK in Pakistan. It is a non-profit education research institution registered under the Societies Registration Act, 1860 of Pakistan. DIL Pakistan utilises funds as follows:

To empower and educate underprivileged students, especially girls, DIL UK funds operations of child centred model schools and provides high quality professional development of teachers and principals across underserved Pakistan. This method of improving literacy levels and poverty alleviation will be executed (including social and physical training) by setting up or using existing primary & secondary schools in the rural villages of Pakistan.

In addition, recognising that formal schooling alone doesn't always lead to economic generation, DIL UK is supporting the Gateway Initiative that furthers DIL UK's mission by preparing students for success beyond the school walls. By developing core leadership/life skills among our scholars and helping them identify and gain access to professional and economic opportunities not readily available to the marginalised sectors of society, supporting DIL's Gateway Initiative will serve as a bridge between education, income generation and financial independence.

DIL UK sub-grants to DIL Pakistan under an MOU agreement. DIL UK requires its sub-granting partner to adhere to its policies on Child Protection & Vulnerable Adults; Anti Bribery & Corruption; Whistle Blower, Equality & Diversity and Finance & Procurement.

DIL UK's Objective in the UK:

The objective of DIL UK in the UK is to provide life skills and mentor women and girls of British multi-ethnic minorities of Pakistani, Somali, Indian, Sri Lankan, Afghani, Irani, Ethiopian and Bangladeshi origin to name a few, resident in the UK, who by reason of their social and economic circumstances are unable to gain employment or to further their formal education by providing for such persons workshops and such other training facilities as will enable them to obtain work experience and acquire and develop vocational skills. And to ensure these women go on to be role models in their own communities and support underperforming students. Since the Covid19 pandemic June 2020 due to limited fund DIL UK has not continued with UK projects. DIL UK board will review potential projects in the UK for funding and delivery in 2024.

The principal address and details of professional advisors are included in the legal administrative and information sheet at the front of these accounts.

DEVELOPMENT IN LITERACY UK

(A charitable incorporated organisation)

TRUSTEES REPORT

for the year ended 31 December 2022

Object clauses

Support for maintained Government, Community & New schools

To apply such yearly sums as the trustees think fit from time to time in providing such special benefits of any kind not normally provided by the local education authority for lunches, free uniforms, text books, travel costs, 'Spelling Bees', art competitions, public speaking workshops, extra computer lessons etc. for primary, secondary schools or maintained schools in the various peri-urban and rural villages of Pakistan, as shall be agreed between the trustees and the governors of the schools after consultation with the local education authority.

Vocational and youth training in Pakistan

To educate and assist young people through vocational training once having completed their secondary schooling. To allow them to be an income-generating member of the family. Provide life skills and such training so as to develop their physical and mental capacities that they may grow to full maturity as individuals and members of society and that their conditions of life may be improved and in furtherance of that objective, provide in or near the village, classes and other forms of skilled based workshops and leisure time activities for the benefit of empowering the young people in the rural and underdeveloped areas of Pakistan.

Teacher Training and TEAL- Technology Enabled Academic Learning

To study, research and train the staff that will teach at these primary and secondary schools in the rural areas of Pakistan. A portion of DIL UK's fund will be utilised to train staff on content and pedagogy from the local areas, to be qualified and have a standard of teaching approved by private accrediting agencies.

DIL UK is funding the latest innovation, Technology Enabled Academic Learning (TEAL), represents the acme of all our successes in EdTech interventions over the past 20 years, using video to strengthen core subject instruction in the classroom. Currently, these subjects include maths, Science, English, and Urdu.

The main purpose of TEAL is to enable students to construct their own understanding of a concept through a combination of video, student-centred learning activities, and assessments. It has recast the way teachers teach and students learn by shifting (a) the teacher's function from direct instruction to guiding students' acquisition of knowledge, and (b) the students from passive to active learners. As newly learned concepts constellate in students' minds, teachers use scripted, activity-based lesson plans to support students in creatively applying those concepts.

Educating the public

To educate the public in allowing the girls to go to school and use the vocational training courses, DIL UK will work with the local village clinics and health workers to provide awareness of the facilities available to the families and villagers by introducing public lectures on community cleanliness, infant mortality and recycling by using the local community to help build and man recycling garbage facilities and encouraging participation.

TRUSTEES REPORT

for the year ended 31 December 2022

Women's vocational training in England

The empowerment of women residing in underprivileged multi-ethnic minority communities in England and Wales. To educate and assist first-generation immigrant women in England, through mentoring, computer training, vocational training, ESOL classes, we seek to enhance community cohesion, allowing them to be an income-generating member of the family. They will through their leisure time activities develop the physical and mental capacities that they may grow to full maturity as individuals role models in their community and members of society so that their conditions of life may be improved. These women were from various multi-ethnic communities, mainly Afghanistan, Pakistan, Bangladesh, Sri Lanka and Somalia.

DIL UK aims to provide classes and other forms of skills training for vocational place based employment. The DIL UK board shall be reviewing projects in the UK that are to be support in Q1 of 2024.

In addition, DIL UK in the UK is committed to

In partnership with The National Portrait Gallery provide well-being and art classes to terminally ill children at Great Ormond Street Children's Hospital, Guys & St. Thomas' Hospital and Newham University Hospital- St. Andrew's wing. Project started in April 2014, however due the COVID19 pandemic in June 2020 with no access to hospitals the DIL UK project funding was closed.

The DIL UK board is to review proposal by The National Portrait Gallery in 2023 for project in the West Midlands commencing Q2 in 2024.

ACHIEVEMENTS AND PERFORMANCE

Review of achievements and performance

The COVID-19 Pandemic and resulting lockdowns had a tremendous impact on conventional operating procedures of organisations across the world. At DIL UK we were forced to revisit our traditional model of fundraising as this involved in person events. We reduced our overheads to ensure we did not need to utilise our reserves to meet programme costs, and undertook previously untapped methods of fundraising by taking part in online match funding campaigns. We were successful in raising a total sum of £357,580 in the year, through grants and fundraising activities

Project and programme achievements of DIL UK Schools in Pakistan

DIL UK continues to provide funding to operate seven schools in Pakistan, which provide quality education to 2,019 students and help cover administrative costs for DIL Pakistan (DIL PK) which undertakes the operational activity of managing and operating the schools and programmes.

Despite the pandemic and school closures, and widespread job losses across the world, DIL PK was able to ensure 100% staff retention. DIL PK even aided members of the community who had suffered due to reduced income by providing ration packs.

The seven DIL UK funded schools are: SMS Larhri, SMS Kumb, SMS Razal Memon in Khairpur, DIL Mehran SSDC, S.A Aziz and S.S Iqbal Hossain in Karachi and Ghareeba School in Pindi. Of the

TRUSTEES REPORT

for the year ended 31 December 2022

seven schools, due to parent's increased demand for their children to complete their Matriculation at a DIL UK funded school, Razal Memon School in Khairpur Sindh and S.A Aziz School in Orangi Karachi, have started a second shift in the evenings and added grades 9 and 10. This year we were able to begin offering Nursery classes as well in the second shift. During the year we funded the following schools:

- Mehran SSDC £12,000
- SMS Kumb £18,178
- S.A Aziz School £9,822
- S.S Iqbal Hossain £10,000

T.E.A.L -Technology Enabled Academic Learning.

The ministry for Education Pakistan, partnered with DIL to use their digital learning resources for use on an educational channel run by the Government of Pakistan.

Inspired by the boost in skill development for teachers and students resulting from Mobile Taleem and the E-Libraries tablet projects, TEAL uses android tablets to bring videos and assessments directly to students to support core subject instruction in the classroom. The approach is integrated with DIL's curriculum development work, which provides refined and carefully sequenced student-centred learning activities. DIL anticipates that TEAL will empower teachers and students, resulting in clear and measurable accelerated student learning.

RGRK- Read to Grow Read to Know

Read to Grow Read to Know E-Libraries for Rural Schools was designed and implemented by DIL to accelerate reading development and comprehension in English, a skill that all children must master in order to succeed academically in Pakistan.

Starfall.com generously provided access to their vocabulary-controlled e-stories beginning with phonics-based decodable e-books to longer, more complex stories. Starfall's e-books, designed to build reading proficiency among users, comprised the core content of the program. This was supplemented by electronic children's stories that were curated and levelled from open educational resources (OERs). Beneficiaries had access to about 300 levelled e-books in all.

Teacher Training –DIL UK partially funds the running cost of the DIL Teacher Education & Management Centre (TEaM) in Islamabad. Teachers in DIL UK funded schools received training in Pedagogy, English, Maths, Science, ECE, Urdu, IT, and Social Studies. DIL UK also supported the professional development of school principals through leadership and management skills enhancement. As a result of teachers managing and teaching more effectively, students have demonstrated increased confidence levels and improved performance. During lockdown DIL continued providing online teacher training.

The Gateway Initiative supporting place-based future employment - DIL UK funds those students in DIL UK supported schools, who are about to graduate, preparing them for internships. This program is designed to develop the skills and capacity of secondary level students, new graduates and DIL alumni to be able to have better economic opportunities. The program structure has 2 components: in-school training of Life Skills program and career mentoring and after school capacity building program. Students of grade 8 are taught basic life skills (such as decision making, resilience, problem-solving etc.) through community action plans. The secondary

TRUSTEES REPORT
for the year ended 31 December 2022

component of the after-school training program is given to students of grade 9 and 10 and which involves various capacity building training such as English language classes, career counselling, Head Start etc.

PUBLIC BENEFIT

Throughout this process, the trustees have regard to the Charity Commission's guidance on public benefit contained in section 17(5) of the 2011 Charities Act and ensure that the charity's activities meet these criteria.

INVESTMENT POWERS AND POLICY

The charity's trustees, having regard to the liquidity requirements of the operation and to the reserves policy as stated below, have the power to invest in any way that they deem to be appropriate.

FINANCIAL REVIEW AND PERFORMANCE

The charity's income was £357,580 for the year (2021: £90,984). Total expenditure decreased to £95,044 for the year from £133,999 in 2021.

Overall, this has resulted in an increase of £261,790 including losses on investments of £746 (2021: deficit £43,269 including loss on investments of £254) for the year thereby increasing the overall funds to £530,194 from £268,404.

Total funds at 31 December 2022 of £530,194 comprised of £15,983 restricted funds and £514,851 unrestricted funds

Reserves policy

The trustees have agreed that the charity should aim to develop and maintain free reserves at a level, which equates to one-year minimum operating costs. This would enable DIL UK to continue its core services and obligations to users in the event of a sudden loss of funding. Free reserves in excess of the minimum can be used at the discretion of the trustees for the strategic development of DIL UK's objectives. The total expenditure of the charity in the year was £95,044, which is lower than the year end balance of free reserves of £514,851.

Risk management and internal control

The trustees have reviewed the major risks the charity faces and have established systems to manage these risks as part of the annual business planning process. The trustees are satisfied that the current risk management and internal control system are sufficient and there are available resources for the charity to operate as a going concern.

TRUSTEES REPORT
for the year ended 31 December 2022

TRUSTEES' RESPONSIBILITIES

The overriding duty of DIL UK trustees is to advance the purposes of their charity. In doing so, they have several basic responsibilities, such as;

- Trustees are responsible for the proper administration of DIL UK and they must ensure that the charity's assets and resources are used only for the purposes of the charity and that the charity is run in accordance with its constitution, charity law and all other reporting standards and regulations.
- Trustees must safeguard and protect the assets of DIL UK. Assets include but are not limited to investments, intellectual property, cash and land, staff and reputation.
- The trustees are responsible for the vision, mission and management of DIL UK. While they may delegate in some circumstances, it is the trustees who are accountable and must accept ultimate responsibility.
- Trustees have to act reasonably and prudently in all matters relating to DIL UK. The law imposes a duty of care on the trustees of charities, which is sometimes expressed as a duty "to exercise such care and skill as is reasonable in the circumstances". If trustees are not experts in certain matters, they will be expected to take appropriate advice.
- Trustees must act in the best interests of DIL UK. The interests of the charity are paramount. Trustees should not allow their personal interests or views to override this: they must exercise independent judgement. Trustees must deal appropriately with any conflicts between their own personal interests and those of the charity. They must also be alert to possible conflicts between duties they may owe to other organisations and the duties they have to the charity.
- Trustees have a duty to act collectively, decisions and responsibilities are shared, so all trustees should take an active role. Trustees can act by majority decision unless the constitution says otherwise. Some trustees, such as the chairman and the treasurer, will have particular roles, but all the trustees are collectively responsible for decisions made by the trustees.

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities Act 2011 and the Charities (Accounts and Reports) Regulations 2008. Notwithstanding the explicit requirement in the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008, to prepare the financial statements in accordance with the SORP 2005, in view of the fact that the SORP 2005 has been withdrawn, the Trustees determined to interpret this responsibility as requiring them to follow current best practice and prepare the accounts according to the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP).

Signed on behalf of the Board of Trustees dated 26 October 2023.

Lala Rafiq

Lala Rafiq – Chairperson

Salman A. Madani

Salman Madani - Treasurer

INDEPENDENT EXAMINER'S REPORT TO TRUSTEES

I report to the charity trustees on my examination of the accounts of Development in Literacy UK (the charity) for the year ended 31 December 2022 set out on pages 12 to 22.

Respective responsibilities of trustees and examiner

The trustees are responsible for the preparation of the accounts. The trustees consider that an audit is not required for the year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The charity is required to prepare accrued accounts and I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales.

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

- Examine the accounts under section 145 of the 2011 Act.
- To follow procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act, and
- To state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosure in the financial statements, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair' view' and the report is limited to those matters set out in the next statement.

Independent examiner's statement

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

- 1) accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
- 2) the accounts do not accord with those records; or
- 3) the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Report) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
- 4) the accounts have not been prepared in accordance with the methods and principles of 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 the Republic of Ireland (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 accounts to be reached.

DEVELOPMENT IN LITERACY UK
(A charitable incorporated organisation)

INDEPENDENT EXAMINER'S REPORT TO TRUSTEES



Michael Kyrakides
Independent Examiner

7 Forest Road
Sutton, Surrey
SM3 9NT

Date 26 October 2023

DEVELOPMENT IN LITERACY UK
(A charitable incorporated organisation)
STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2022

	Notes	Unrestricted Funds £	Restricted funds £	2022 Total £	2021 Total £
INCOME					
Donations and grants	5	296,054	44,602	340,656	68,772
Activities in generating funds	5	13,338	-	13,338	17,020
Investment income	5	3,586	-	3,586	5,192
TOTAL INCOME		312,978	44,602	357,580	90,984
EXPENDITURE					
Raising funds	6	32,435	640	33,075	1,114
Charitable activities	7	7,969	54,000	61,969	132,885
TOTAL EXPENDITURE		40,404	54,640	95,044	133,999
Net gains on investments		(746)	-	(746)	(254)
NET INCOME/(EXPENDITURE) FOR THE YEAR		271,828	(10,038)	261,790	(43,269)
Transfer between funds		-	-	-	-
NET MOVEMENT IN FUNDS		271,828	(10,038)	261,790	(43,269)
TOTAL FUNDS BROUGHT FORWARD		243,023	25,381	268,404	311,673
TOTAL FUNDS CARRIED FORWARD		514,851	15,343	530,194	268,404

All gains and losses arising in the year have been included in the Statement of Financial Activities and arise from continuing operations.

The notes on pages 14 to 21 form part of these financial statements

DEVELOPMENT IN LITERACY UK
(A charitable incorporated organisation)

BALANCE SHEET
as at 31 December 2022

	Note	2022 £	2021 £
FIXED ASSETS			
Tangible fixed assets	8	-	-
CURRENT ASSETS			
Debtors	10	-	13,440
Investments	9	7,308	8,054
Cash at bank and in hand		<u>526,480</u>	<u>295,202</u>
		533,788	316,696
CREDITORS:			
AMOUNTS FALLING DUE WITHIN ONE YEAR			
	11	<u>(3,594)</u>	<u>(48,292)</u>
NET CURRENT ASSETS NET		<u>530,194</u>	<u>268,404</u>
ASSETS		<u>530,194</u>	<u>268,404</u>
FUNDS OF THE CHARITY			
Restricted funds	12	15,343	25,381
Unrestricted funds	12	514,851	243,023
TOTAL CHARITY FUNDS		<u>530,194</u>	<u>268,404</u>

Approved by the Trustees and signed on their behalf on 26 October 2023.

Lala Rafiq

Lala Rafiq – Chairperson

Salman A. Madani

Salman Madani - Treasurer

The notes on pages 14 to 21 form part of these financial statements

DEVELOPMENT IN LITERACY UK

(A charitable incorporated organisation)

NOTES TO THE ACCOUNTS

for the year ended 31 December 2022

1. ACCOUNTING POLICIES

a. General Information

Development in Literacy UK (UK) is a charitable incorporated organisation in England and Wales. The registered office is 67 Gresham Gardens, London, NW11 8PA. The charity's registration number is 1155825.

b. Basis of preparation of accounts

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value, with the exception of current asset investments which are stated at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) issued on 16th July 2014 and the Charities Act 2011.

c. Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The rationale for this conclusion is based on possessing a comfortable level of reserves at 31 December 2022 in the form of cash and as at the date of signing these accounts. Consequently, the trustees continue to adopt the going concern basis of accounting in preparing the accounts.

d. Income recognition

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received, and the amount of income receivable can be measured reliably.

Donations are recognised once received. In the event that a donation is subject to conditions that require a level of performance before the Trust is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the Trust and it is probable that those conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case by case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title having been transferred to the charity.

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

DEVELOPMENT IN LITERACY UK

(A charitable incorporated organisation)

NOTES TO THE ACCOUNTS

for the year ended 31 December 2022

e. Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

Grants payable are payments made to third parties in furtherance of the charitable objectives of the charity. In the case of an unconditional grant offer, this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the one-year or multi-year grant. Grant awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attached to that grant is outside of the control of the charity.

f. Irrecoverable VAT

The irrecoverable VAT is charged against the category of resources expended for which it was incurred.

g. Tangible fixed assets

Tangible fixed assets are measured at their original cost value or subsequent revaluation. Cost includes all costs expended in bringing the asset into its intended working condition.

Depreciation has been provided at the following rates in order to write off the assets to their anticipated residual values over the period of their useful lives.

Office equipment - 25% straight-line

h. Support costs

Support staff salary costs are allocated as appropriate to Charitable Activities as shown therein.

i. Financial instruments

The charity has chosen to adopt Sections 11 and 12 of FRS 102 in respect of financial instruments.

Short term debtors and creditors

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the Statement of Financial Activities in 'administrative expenses'.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand.

DEVELOPMENT IN LITERACY UK

(A charitable incorporated organisation)

NOTES TO THE ACCOUNTS

for the year ended 31 December 2022

Offsetting

Financial assets and liabilities are offset, and the net amounts presented in the accounts when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

j. Fund structure

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed.

Unrestricted funds comprise those funds which the Trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the Trustees, at their discretion, wish to create a fund for a specific purpose.

k. Judgements and key sources of estimation uncertainty

There are no judgements or estimates that have been made in the process of applying the above accounting policies.

2. LIABILITY TO TAXATION

The charity is exempt from income and corporation tax to the extent that its income and gains are applied towards the charitable objects of the charity and for no other purpose. Value Added Tax is not recoverable by the charity and is therefore included in the relevant costs in the Statement of Financial Activities.

3. WINDING UP OR DISSOLUTION OF THE CHARITY

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

4 NET INCOME/(EXPENDITURE) FOR THE YEAR

	2022	2021
	£	£
Net income/(expenditure) for the year is stated after charging:		
Independent Examination	1,500	1,500

DEVELOPMENT IN LITERACY UK
(A charitable incorporated organisation)
NOTES TO THE ACCOUNTS
for the year ended 31 December 2022

5 ANALYSIS OF INCOME

	Unrestricted funds £	Restricted funds £	2022 total £	2021 Total £
Incoming resources				
Voluntary income:				
Public donations including Gift Aid	296,054	-	296,054	43,772
Grants received	-	44,602	44,602	25,000
	296,054	44,602	340,656	68,772
Activities for generating funds:				
Events	13,338	-	13,338	17,020
Investment income	3,586	-	3,586	5,192
	312,978	44,602	357,580	90,984
2021 comparative analysis	65,984	25,000	90,984	

6 FUNDRAISING EXPENDITURE

	Unrestricted funds £	Restricted funds £	2022 total £	2021 Total £
a. Raising funds				
Annual Gala	32,435	-	32,435	-
Management costs	-	640	640	1,114
	32,435	640	33,075	1,114
2021 comparative analysis	1,114	-	1,114	

DEVELOPMENT IN LITERACY UK
(A charitable incorporated organisation)

NOTES TO THE ACCOUNTS
for the year ended 31 December 2022

7 CHARITABLE EXPENDITURE

	Unrestricted funds £	Restricted funds £	2022 total £	2021 Total £
Project costs				
Monitoring and support			-	-
Grants made to partners	-	50,000	50,000	116,560
	-	50,000	50,000	116,560
Support costs				
Human resources costs	3,094	4,000	7,094	11,360
Premises expenses	1,076	-	1,076	1,610
Office costs and administrative overheads	2,299	-	2,299	1,855
Independent Examination	1,500	-	1,500	1,500
	7,969	4,000	11,969	16,325
• Total expenditure on charitable activities	40,404	54,640	95,044	133,999
2021 comparative analysis	63,520	70,479	133,999	

8 TANGIBLE FIXED ASSETS

	Office equipment £	Total £
Cost		
At 31 December 2021	839	839
Addition	-	-
At 31 December 2022	839	839
Depreciation		
At 31 December 2021	839	839
Charge for the year	-	-
At 31 December 2022	839	839
Net book values		
At 31 December 2022	-	-
At 31 December 2021	-	-

DEVELOPMENT IN LITERACY UK
(A charitable incorporated organisation)
NOTES TO THE ACCOUNTS
for the year ended 31 December 2022

9 Investment

	2022	2021
	£	£
Opening balance at 01 January	8,054	8,308
Gain/(loss) on investment	(746)	(254)
Closing balance at 31 December	7,308	8,054

Total of 127 shares of Reckitt held

10 DEBTORS

	2022	2021
	£	£
Accrued income	-	12,500
Prepayments	-	940
	-	13,440

11 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Accruals	3,594	47,095
Other creditors	-	1,197
	3,594	48,292

DEVELOPMENT IN LITERACY UK
(A charitable incorporated organisation)

NOTES TO THE ACCOUNTS
for the year ended 31 December 2022

12 FUND RECONCILIATION

	At 31 Dec 2021 £	Income £	Expenditu re £	Loss on investment £	At 31 Dec 2022 £
2,022					
Unrestricted Funds					
Unrestricted free reserve	230,523	312,978	(40,404)	(746)	502,351
Designated					
Tate & Lyle	12,500	-	-	-	12,500
Unrestricted total	243,023	312,978	(40,404)	(746)	514,851
Restricted Funds					
Mehran School Fund	25,381	-	(16,000)	-	9,381
Kumb School Fund	-	18,178	(18,178)	-	-
SA Aziz School Fund	-	16,424	(9,822)	-	6,602
SS Iqbal Hussain School Fund	-	10,000	(10,000)	-	-
Restricted total	25,381	44,602	(54,000)	-	15,983
Total funds for the charity	268,404	357,580	(94,404)	(746)	530,834

	At 1 Jan 21 £	Income £	Expenditu re £	Loss on investment £	At 31 Dec 21 £
2021 comparative analysis					
Unrestricted Funds					
Unrestricted free reserve	228,313	65,984	(63,520)	(254)	230,523
Designated					
Tate & Lyle	12,500	-	-	-	12,500
Unrestricted total	240,813	65,984	(63,520)	(254)	243,023
Restricted Funds					
Mehran School Fund	46,546	-	(21,165)	-	25,381
Kumb School Fund	1,314	-	(1,314)	-	-
Ghareeba School Fund	23,000	-	(23,000)	-	-
SA Aziz School Fund	-	25,000	(25,000)	-	-
Restricted total	70,860	25,000	(70,479)	-	25,381
Total funds for the charity	311,673	90,984	(133,999)	(254)	268,404

DEVELOPMENT IN LITERACY UK

(A charitable incorporated organisation)

NOTES TO THE ACCOUNTS

for the year ended 31 December 2022

13 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds	Designated funds	Restricted funds	2022 Total	2021 Total
	£	£	£	£	£
Represented by:					
Tangible fixed assets			-	-	
Current assets	505,945	12,500	15,343	533,788	316,696
Current liabilities	(3,594)	-	-	(3,594)	(48,292)
	502,351	12,500	15,343	530,194	268,404

14. CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

There were no contingent liabilities or capital commitments as at 31 December 2022 (2021 - none).

15. FINANCIAL INSTRUMENTS

Financial assets that are debt instruments measured at amortised cost comprise other debtors. At the year-end, the charity had no liabilities that were classified as financial instruments.

16. RELATED PARTIES

The charity has no ultimate controlling party.

No Trustees, or persons connected with the Trustees, have received any remuneration from the charity. In the opinion of the Trustees, there are no related party transactions other than the list below to be disclosed in these accounts.

The following trustees made unrestricted donations to the charity during the year..

Ebrahim Mirza £1,500; Rubina Riaz £5,100 (2021: £2,000); Salman Madani £Nil (2021: £250); Samir Anzur £Nil (2021: £1,500); Tahir Wahid £1,900 (2021: £2,500); Romana Ahmed £115; Ahmeren Reza £1,000 (2021: £1,000); Akhter Mateen - £1,500 (2021: £1,000)

Qasim Abbas -Patron made the donation £18,178 (2021: Nil) that was restricted to support Kumb School, Pakistan

Salman Madani became Trustee and Treasurer effective from 3 December 2022. Before becoming trustees he provided part-time services to the charity (1 day a week Oct 2020 to May 2022) and received a total amount £2,900 (2021: 6,960).