

REGISTERED CHARITY NUMBER: 1158736

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020
FOR
THE LOTUS CHARITABLE FOUNDATION**

Arithma LLP
Chartered Certified Accountants
9 Mansfield Street
London
W1G 9NY

THE LOTUS CHARITABLE FOUNDATION
CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

	Page
Report of the Trustees	1
Independent Examiner's Report	2
Statement of Financial Activities	3
Balance Sheet	4
Notes to the Financial Statements	5 to 8
Detailed Statement of Financial Activities	9

THE LOTUS CHARITABLE FOUNDATION

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2020. The trustees have adopted the provisions 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 Republic of Ireland (FRS 102) (effective 1 January 2019).

During the year, we have distributed £104,415 to various charitable bodies in the UK, Kenya and India.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1158736

Registered office

55a Welbeck Street
London
W1G 9XQ

Trustees

R R Shah MSc FRICS
S D Shah
R Shah

Independent Examiner

Arithma LLP
Chartered Certified Accountants
9 Mansfield Street
London
W1G 9NY

Approved by order of the board of trustees on 15 September 2021 and signed on its behalf by:



R R Shah MSc FRICS - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE LOTUS CHARITABLE FOUNDATION**

Independent examiner's report to the trustees of The Lotus Charitable Foundation ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2020.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the Company 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 accounts 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

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of The Association of Chartered Certified Accountants which is one of the listed bodies.

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:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

I 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.


Hiten Shah FCCA
Arithma LLP
Chartered Certified Accountants
9 Mansfield Street
London
W1G 9NY

20 September 2021

THE LOTUS CHARITABLE FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

		2020 Unrestricted fund £	2019 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies		250,500	-
Investment income	2	<u>8,655</u>	<u>2,281</u>
Total		259,155	2,281
EXPENDITURE ON			
Charitable activities			
Donations made		104,415	114,615
Governance costs		14,864	600
Other		<u>402</u>	<u>364</u>
Total		119,681	115,579
NET INCOME/(EXPENDITURE)		139,474	(113,298)
RECONCILIATION OF FUNDS			
Total funds brought forward		506,971	620,269
TOTAL FUNDS CARRIED FORWARD		<u>646,445</u>	<u>506,971</u>

The notes form part of these financial statements

THE LOTUS CHARITABLE FOUNDATION

BALANCE SHEET

31 DECEMBER 2020

	Notes	2020 Unrestricted fund £	2019 Total funds £
CURRENT ASSETS			
Debtors	4	187	187
Cash at bank		<u>646,858</u>	<u>507,384</u>
		647,045	507,571
CREDITORS			
Amounts falling due within one year	5	(600)	(600)
		<u>646,445</u>	<u>506,971</u>
NET CURRENT ASSETS			
		<u>646,445</u>	<u>506,971</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			
		<u>646,445</u>	<u>506,971</u>
NET ASSETS			
		<u>646,445</u>	<u>506,971</u>
FUNDS	6		
Unrestricted funds		<u>646,445</u>	<u>506,971</u>
TOTAL FUNDS		<u>646,445</u>	<u>506,971</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2020 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the Board of Trustees and authorised for issue on 15 September 2021 and were signed on its behalf by:



R R Shah MSc FRICS - Trustee

The notes form part of these financial statements

THE LOTUS CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

INCOME

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds where it is probable that the income will be received and the amount can be measured reliably.

EXPENDITURE

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 a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

TAXATION

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

FUND ACCOUNTING

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. INVESTMENT INCOME

	2020	2019
	£	£
Deposit account interest	2,902	2,281
Interest on Gift Aid	<u>5,753</u>	<u>-</u>
	<u>8,655</u>	<u>2,281</u>

THE LOTUS CHARITABLE FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

TRUSTEES' EXPENSES

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

4. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Prepayments	<u>187</u>	<u>187</u>

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Accrued expenses	<u>600</u>	<u>600</u>

6. MOVEMENT IN FUNDS

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	506,971	139,474	646,445
	<u>506,971</u>	<u>139,474</u>	<u>646,445</u>
TOTAL FUNDS	<u>506,971</u>	<u>139,474</u>	<u>646,445</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	259,155	(119,681)	139,474
	<u>259,155</u>	<u>(119,681)</u>	<u>139,474</u>
TOTAL FUNDS	<u>259,155</u>	<u>(119,681)</u>	<u>139,474</u>

THE LOTUS CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

6. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.19 £	Net movement in funds £	At 31.12.19 £
Unrestricted funds			
General fund	620,269	(113,298)	506,971
TOTAL FUNDS	<u>620,269</u>	<u>(113,298)</u>	<u>506,971</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	2,281	(115,579)	(113,298)
TOTAL FUNDS	<u>2,281</u>	<u>(115,579)</u>	<u>(113,298)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.19 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	620,269	26,176	646,445
TOTAL FUNDS	<u>620,269</u>	<u>26,176</u>	<u>646,445</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	261,436	(235,260)	26,176
TOTAL FUNDS	<u>261,436</u>	<u>(235,260)</u>	<u>26,176</u>

THE LOTUS CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

7. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2020.

THE LOTUS CHARITABLE FOUNDATION

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020 £	2019 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	500	-
Gift aid claim	<u>250,000</u>	<u>-</u>
	250,500	-
Investment income		
Deposit account interest	2,902	2,281
Interest on Gift Aid	<u>5,753</u>	<u>-</u>
	<u>8,655</u>	<u>2,281</u>
Total incoming resources	259,155	2,281
EXPENDITURE		
Charitable activities		
Donations made	104,415	114,538
Support costs		
Finance		
Bank charges	102	102
Other		
IT costs	300	339
Governance costs		
Professional fees	14,264	-
Accountancy fees	<u>600</u>	<u>600</u>
	<u>14,864</u>	<u>600</u>
Total resources expended	<u>119,681</u>	<u>115,579</u>
Net income/(expenditure)	<u>139,474</u>	<u>(113,298)</u>

This page does not form part of the statutory financial statements

