

CLIFTON BABA FOUNDATION
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 5 MAY 2021

CLIFTON BABA FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	S R Sheikh Jayant Lakhani Richard Hampshire M A Khan
Charity number	1170370
Principal address	3 Sheene Road Leicester LE4 1BF Leicester LE4 1BF
Independent examiner	AMS Accountants Corporate Limited Floor 2 9 Portland Street Manchester M1 3BE

CLIFTON BABA FOUNDATION

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CLIFTON BABA FOUNDATION

TRUSTEE'S REPORT

FOR THE YEAR ENDED 5 MAY 2021

The trustees present their annual report and financial statements for the year ended 5 May 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "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)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The charity's objective are for the public benefit the relief of poverty and advancement of education of people in Uganda, in particular but not exclusively the area of Jinja. To promote sustainable development for the benefit of the public by the relief of poverty and the improvement of the conditions of life in socially and economically disadvantaged communities. Sustainable development means 'development which meets the needs of the present without compromising the ability of the future generations to meet their own needs'

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

Financial review

Due to the pandemic the charity have been unable to arrange for project work to start in Jinja, however will be looking at progressing activities in 2022.

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity is a charitable incorporated organisation, formed and registered as a charity on 24 November 2016. The charity is established under a constitution of charity deed which established the objects and powers of the charity and is governed under its deed.

The trustees who served during the year and up to the date of signature of the financial statements were:

S R Sheikh

Jayant Lakhani

Richard Hampshire

M A Khan

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The Charity has a management committee of trustees who meet regularly and are responsible for the strategic direction and policy of the charity. At present the committee has 4 members from a variety of backgrounds.

All trustees of the Charity give their time voluntarily and receive no benefits from the charity.

CLIFTON BABA FOUNDATION

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 5 MAY 2021

Supplier payment policy

The company's current policy concerning the payment of trade creditors is to follow the CBI's Prompt Payers Code (copies are available from the CBI, Centre Point, 103 New Oxford Street, London WC1A 1DU).

The company's current policy concerning the payment of trade creditors is to:

- settle the terms of payment with suppliers when agreeing the terms of each transaction;
- ensure that suppliers are made aware of the terms of payment by inclusion of the relevant terms in contracts; and
- pay in accordance with the company's contractual and other legal obligations.

Trade creditors of the company at the year end were equivalent to XX day's purchases, based on the average daily amount invoiced by suppliers during the year.

The trustee's report was approved by the Board of Trustees.

Jayant Lakhani
Trustee

8 April 2022

CLIFTON BABA FOUNDATION

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF CLIFTON BABA FOUNDATION

I report to the trustees on my examination of the financial statements of Clifton Baba Foundation (the charity) for the year ended 5 May 2021.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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 charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) 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.

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.

David Clegg FCA

Floor 2
9 Portland Street
Manchester
M1 3BE

Dated: 8 April 2022

CLIFTON BABA FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 5 MAY 2021

		Unrestricted funds 2021 £	Total 2020 £
	Notes		
<u>Expenditure on:</u>			
Provision	7	-	(322,998)
Total resources expended		-	(322,998)
Net income for the year/ Net movement in funds		-	322,998
Fund balances at 6 May 2020		322,998	-
Fund balances at 5 May 2021		322,998	322,998

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

CLIFTON BABA FOUNDATION

BALANCE SHEET

AS AT 5 MAY 2021

	Notes	2021 £	£	2020 £	£
Current assets					
Cash at bank and in hand		322,998		322,998	
		<u> </u>		<u> </u>	
Net current assets			322,998		322,998
			<u> </u>		<u> </u>
Income funds					
Unrestricted funds			322,998		322,998
			<u> </u>		<u> </u>
			322,998		322,998
			<u> </u>		<u> </u>

The financial statements were approved by the Trustees on 8 April 2022

Jayant Lakhani
Trustee

CLIFTON BABA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 MAY 2021

1 Accounting policies

Charity information

Clifton Baba Foundation is a charitable incorporated organisation registered in England and Wales. The registered office is 3 Sheene Road, Leicester, LE4 1BF.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

CLIFTON BABA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 5 MAY 2021

1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Expenditure

Management and administration expenses and governance costs comprise all costs incurred in operating the charity for the period under review which cannot be directly allocated to the charity's projects or fund raising. There were no employees during the year.

Grants paid or payable are charged in the year of approval by the committee.

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 5 MAY 2021

3 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

4 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Total	-	-
	==	==

There were no employees whose annual remuneration was more than £60,000.

5 Related party transactions

There were no disclosable related party transactions during the year.