

Company registration number: CEO17980

Charity registration number: 1184077

Unity Academy

(A company limited by share capital)

Annual Report and Financial Statements

for the Year Ended 31 July 2021



Accounting | business advisory

foster mann is a trading name of Foster Mann (UK) Limited

Registered office: Unit 26G, Springfield Commercial Centre, Bagley Lane, Farsley, Leeds, LS28 5LY

Registered in England: 11833403

Unity Academy

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Unity Academy

Reference and Administrative Details

Charity Registration Number	1184077
Company Registration Number	CEO17980
Registered Office	<p>The charity is incorporated in England.</p> <p>Second Floor Greenhill Mills Florence Street Bradford BD3 8EX</p>
Independent Examiner	<p>Foster Mann (UK) Limited Chartered Accountant Unit 26G, Springfield Commercial Centre Bagley Lane Farsley Leeds LS28 5LY</p>

Unity Academy

Strategic Report for the Year Ended 31 July 2021

The trustees, who are directors for the purposes of company law, present their strategic report for the year ended 31 July 2021, in compliance with s414C of the Companies Act 2006.

The strategic report was approved by the trustees of the charity on 18 November 2021 and signed on its behalf by:

A handwritten signature in blue ink, appearing to be 'B. Khan', is written over a horizontal line.

Unity Academy

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 July 2021.

Objectives and activities

Public benefit

During the year, Unity Academy have worked with a number of public and educational establishments delivering activities and programmes that contribute to community cohesion and tackling inequality.

Unity Academy has had a challenging year due to the effects of the Covid Pandemic and some of the restrictions imposed upon staff and volunteers have created challenges to our deliver.

The charity, its directors, volunteers and staff made many changes during this period, which allowed the charity to continue its works supporting vulnerable families and those identified as being most in need.

The Charity undertook and delivered many new initiatives in reacting to needs of the community and additionally reacting to the change in landscape caused by Covid restrictions. Unity Academy supported delivery of Women and Girls Projects and further undertook support of food distribution and food parcels to our local communities.

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Trustees and officers

The trustees and officers serving during the year and since the year end were as follows:

Trustees:	B Francis
	U Hayat
	T Mahmood
	P Singh

Structure, governance and management

Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

Cash flow risk

The charity's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The charity uses foreign exchange forward contracts and interest rate swap contracts to hedge these exposures.

Interest bearing assets and liabilities are held at fixed rate to ensure certainty of cash flows.

Unity Academy

Trustees' Report

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments. The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance.

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Unity Academy for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The annual report was approved by the trustees of the charity on 18 November 2021 and signed on its behalf by:

**Chartered Accountants' Report to the Trustees on the Preparation of the Unaudited
Statutory Accounts of
Unity Academy
for the Year Ended 31 July 2021**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of Unity Academy for the year ended 31 July 2021 as set out on pages 7 to 18 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>].

This report is made solely to the Board of Directors of Unity Academy, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the accounts of Unity Academy and state those matters that we have agreed to state to the Board of Directors of Unity Academy, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Unity Academy and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Unity Academy has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and results of Unity Academy. You consider that Unity Academy is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of Unity Academy. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

Forster Mann (UK) Limited

18 November 2021

Unity Academy

Independent Examiner's Report to the trustees of Unity Academy ("the Company")

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 July 2021.

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').

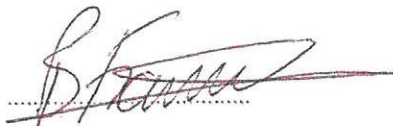
Having satisfied myself that the accounts of Unity Academy are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 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

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 Unity Academy 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.



Chartered Accountant

Unit 26G, Springfield Commercial Centre
Bagley Lane
Farsley
Leeds
LS28 5LY

18 November 2021

Unity Academy

Notes to the Financial Statements for the Year Ended 31 July 2021

Foreign exchange

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

The results of overseas operations are translated at the average rates of exchange during the period and their balance sheets at the rates ruling at the balance sheet date. Exchange differences arising on translation of the opening net assets and results of overseas operations are reported in other comprehensive income and accumulated in equity (attributed to non-controlling interests as appropriate).

Other exchange differences are recognised in the Statement of Financial Activities in the period in which they arise except for:

- 1) exchange differences on transactions entered into to hedge certain foreign currency risks (see above);
- 2) exchange differences arising on gains or losses on non-monetary items which are recognised in other comprehensive income; and
- 3) in the case of the consolidated financial statements, exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised in other comprehensive income and reported under equity.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

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Notes to the Financial Statements for the Year Ended 31 July 2021

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

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Notes to the Financial Statements for the Year Ended 31 July 2021

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

(a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.

(b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.

(c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).

(d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

(e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.

(f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

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Notes to the Financial Statements for the Year Ended 31 July 2021

Derivative financial instruments

The charity uses derivative financial instruments to reduce exposure to foreign exchange risk and interest rate movements. The charity does not hold or issue derivative financial instruments for speculative purposes.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognised in statement of financial activities immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in statement of financial activities depends on the nature of the hedge relationship.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

3 Income from donations and legacies

	Unrestricted funds General £	Total funds £
Regular giving and capital donations	81,793	81,793
Total for period ended 31 July 2021	81,793	81,793
Total for period ended 31 July 2020	32,024	32,024

4 Expenditure on raising funds

a) Costs of trading activities

	Unrestricted funds General £	Total funds £
Note		
Costs of goods sold	5,144	5,144
Other direct costs of activities for generating funds	22,654	22,654
Total for period ended 31 July 2021	27,798	27,798
Total for period ended 31 July 2020	14,345	14,345

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Notes to the Financial Statements for the Year Ended 31 July 2021

b) Investment management costs

	Note	Unrestricted funds General £	Total funds £
Allocated support costs	6	1,080	1,080
Total for period ended 31 July 2021		<u>1,080</u>	<u>1,080</u>
			Total costs £

5 Expenditure on charitable activities

	Note	Unrestricted funds General £	Total funds £
Governance costs	6	18,995	18,995
Total for period ended 31 July 2020		<u>7,290</u>	<u>7,290</u>
			Total expenditure £

In addition to the expenditure analysed above, there are also governance costs of £18,995 (2020 - £7,290) which relate directly to charitable activities. See note 6 for further details.

6 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total funds £
Staff costs		
Other staff costs	41	41
Legal fees	4,213	4,213
Other governance costs	14,741	14,741
Total for period ended 31 July 2021	<u>18,995</u>	<u>18,995</u>
Total for period ended 31 July 2020	<u>7,290</u>	<u>7,290</u>

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Notes to the Financial Statements for the Year Ended 31 July 2021

7 Staff costs

The aggregate payroll costs were as follows:

	2021 £
Staff costs during the year were:	
Other staff costs	<u>41</u>

No employee received emoluments of more than £60,000 during the year.

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Notes to the Financial Statements for the Year Ended 31 July 2021

8 Taxation

The charity is a registered charity and is therefore exempt from taxation.

9 Cash and cash equivalents

	2021 £	2020 £
Cash at bank	49,165	13,920

10 Creditors: amounts falling due within one year

	2021 £	2020 £
Trustees current accounts	15,244	3,531
Other creditors	1	-
	15,245	3,531

11 Share capital

12 Funds

	Incoming resources £	Resources expended £	Balance at 31 July 2021 £
Unrestricted funds			
General	81,793	(47,873)	33,920
	Incoming resources £	Resources expended £	Balance at 31 July 2020 £
Unrestricted funds			
General	32,024	(21,635)	10,389

13 Analysis of net assets between funds

	Unrestricted funds General £	Total funds at 31 July 2021 £
Current assets	49,165	49,165
Current liabilities	(15,245)	(15,245)
Total net assets	33,920	33,920

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Notes to the Financial Statements for the Year Ended 31 July 2021

	Unrestricted funds General £	Total funds at 31 July 2020 £
Current assets	13,920	13,920
Current liabilities	<u>(3,531)</u>	<u>(3,531)</u>
Total net assets	<u><u>10,389</u></u>	<u><u>10,389</u></u>

14 Analysis of net funds

	At 1 August 2020 £	Financing cash flows £	At 31 July 2021 £
Cash at bank and in hand	<u>13,920</u>	<u>35,245</u>	<u>49,165</u>
Net debt	<u><u>13,920</u></u>	<u><u>35,245</u></u>	<u><u>49,165</u></u>
		At 24 June 2019 £	At 31 July 2020 £
Net debt		<u><u>-</u></u>	<u><u>-</u></u>

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Detailed Statement of Financial Activities for the Year Ended 31 July 2021

	Total 2021 £	Total 2020 £
Income and Endowments from:		
Donations and legacies (analysed below)	<u>81,793</u>	<u>32,024</u>
Total income	<u>81,793</u>	<u>32,024</u>
Expenditure on:		
Raising funds (analysed below)	(28,878)	(14,345)
Charitable activities (analysed below)	<u>(18,995)</u>	<u>(7,290)</u>
Total expenditure	<u>(47,873)</u>	<u>(21,635)</u>
Net income	<u>33,920</u>	<u>10,389</u>
Reconciliation of funds		
Total funds carried forward	<u><u>33,920</u></u>	<u><u>10,389</u></u>

Unity Academy

Detailed Statement of Financial Activities for the Year Ended 31 July 2021

	Total 2021 £	Total 2020 £
<i>Donations and legacies</i>		
Committed giving	81,793	32,024
	<u>81,793</u>	<u>32,024</u>
<i>Raising funds</i>		
Sports Equipment	(5,144)	-
Coaching sessions	(22,654)	(14,345)
Accountancy fees	(1,080)	-
	<u>(28,878)</u>	<u>(14,345)</u>
<i>Charitable activities</i>		
Staff training	(41)	-
Rent	(3,250)	(1,900)
Rates	10,000	(60)
Insurance	(517)	-
Sportswear	(1,635)	(2,087)
Repairs and renewals	(14,071)	(2,094)
Telephone and fax	(1,425)	-
Computer software and maintenance costs	(337)	-
Printing, postage and stationery	(1,307)	(1)
Sundry expenses	-	(49)
Travel and subsistence	(2,199)	(498)
Advertising	-	(60)
Legal and professional fees	(4,213)	(232)
Sponsorship	-	(309)
	<u>(18,995)</u>	<u>(7,290)</u>