

HAZARA COMMUNITY ASSOCIATION

FINANCIAL STATEMENTS FOR THE PERIOD 14 JANUARY 2020 TO 30 SEPTEMBER 2020

Registered Charity No. 1187340

HAZARA COMMUNITY ASSOCIATION

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Hazara Community Association

Report of the trustees for the period 1^{4th} January 2020 to 30th September 2020

The trustees present their annual report and financial statements of the charity for the period ended 30th September 2020. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's trust deed, 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 published (FRS 102) (effective 1 January 2019).

Reference and administrative information

Charity Name: Hazara Community Association.

Charity Number: 1187340

Trustees (up to the date of signing)

Shirhussein Alizadeh	Chair	(appointed 14 th January 2020)
Ramazan Ahmadi		(appointed 14 th January 2020)
Mohammad Nabi Salehi		(appointed 14 th January 2020)
Abdullah Hassani		(appointed 14 th January 2020)

Principal Office

21 Gorton Lane
Manchester
M12 5WF

Independent Examiners

Community Accountancy Service Limited
The Grange
Pilgrim Drive
Beswick
Manchester
M11 3TQ

Bankers

The CIO is in the process of setting up a bank account.

Objectives and activities

The objects of the CIO are;

1. To advance the education and training of those granted refugee status and their dependants so as to advance them in life and assist them to adapt within a new community.
2. To advance the education of the public in general.
3. To provide facilities for recreation and leisure time occupation in the interest of social welfare and with the object of improving the conditions of life of those persons who have need of such facilities by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances.

In furtherance of these objectives the trustees will aim to establish or secure the establishment of a community centre and to maintain and manage such a centre for activities promoted by the CIO.

Hazara Community Association

The trustees confirm that they have referred to the Charity Commission's guidance on public benefit when reviewing the Charity's aims and objectives, in planning future activities, and setting the policies for the year.

A review of our achievements and performance: How our activities delivered public benefit

Full activities are yet to commence in the CIO as we are in the process of setting up a bank account. A building which will be used as a community centre has been transferred to the CIO from the Hazara Community Association charity (reg number: 1142522)

Financial review

The trustees are satisfied with the accounts.

Investment powers and policy

The trustees, having regard to the liquidity requirements of operating the charity, will keep available funds in an interest bearing deposit account once the bank account is opened.

Reserves policy and going concern

The balance held in unrestricted reserves at 30th September 2020 was £160,623 of which £nil are free reserves, after allowing for funds tied up in tangible fixed assets.

Risk management

The trustees have conducted a review of the major risks to which the charity is exposed and systems have been established to mitigate those risks.

Plans for Future Periods

The trustees intend to close the existing charity and transfer all assets & liabilities to this CIO.

Structure, governance and management

The Charity is a registered charitable incorporated organisation and is constituted under a trust deed dated 14th January 2020.

Appointment of trustees

New trustees are appointed by existing trustees and serve for three years after which they may put themselves forward for re-appointment. The Trust Deed provides for a minimum of three trustees, to a maximum of twelve trustees, with no more than three trustees due for re-appointment in any one year.

At the quarterly trustee meetings, the trustees agree the broad strategy and areas of activity for the Charity, including investment, reserves and risk management policies and performance. The day to day administration of the Charity is delegated to the Levenshulme Good Neighbours' Coordinator.

Hazara Community Association

Trustee induction and training

The CIO trains and inducts trustees via a system of mentoring and internal training.

Trustees responsibilities in relation to the financial statements

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, of the charity for that period. In preparing the financial statements, the trustees are required to:

- Select suitable accounting principles and then apply them consistently;
- Observe the methods and principles in the applicable Charities SORP;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures that must be disclosed and explained in the financial statements;
- Prepare the financial statements on a going concern basis unless it is appropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provision of the Trust deed. They are also responsible for safeguarding the assets of the charity and taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees on 11th September 2021 and signed on their behalf by:

Shirhussein Alizadeh
CHAIR OF TRUSTEES

STATEMENT OF FINANCIAL ACTIVITIES FOR THE PERIOD**14 JANUARY 2020 TO 30 SEPTEMBER 2020**

(including income and expenditure account)

	Further Details	Total Funds		
		Unrestricted Funds	Restricted Funds	Period 14 January 2020 to 30 September 2020
		£	£	£
Income from:				
Donations and legacies		-	-	-
Total		-	-	-
Expenditure on:				
Charitable Activities	(3)	268	-	268
Total		268	-	268
Net income/(expenditure)		(268)	-	(268)
Transfers between funds	(5)	-	-	-
Net movement in funds		(268)	-	(268)
Reconciliation of funds				
Total funds brought forward	(5)	-	-	-
Transferred in from Charity 1142522		160,891	-	160,891
Total funds carried forward	(5)	160,623	-	160,623

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

The notes on pages 8 to 10 form part of these accounts.

**INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES OF
HAZARA COMMUNITY ASSOCIATION
REGISTERED CHARITY NO. 1187340**

I report on the accounts of the charity, for the Period 14th January 2020 to 30th September 2020 which are set out on pages 5 to 10.

Respective Responsibilities of Trustees and Examiner

The charity's trustees are responsible for the preparation of the accounts. The charity trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The charity is preparing 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.

It is my responsibility to:

- Examine the accounts under section 145 of the 2011 Act;
- follow the 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 Examiners 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 disclosures in the accounts, 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 below.

Independent Examiner's Statement

In connection with my examination, and except as disclosed below, no matter has come to my attention :

- (1) which gives me reasonable cause to believe that in any material respect the requirements:
- to keep accounting records have in accordance with section 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act,
- have not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Signed: E.L. Anderson

E.L. Anderson MA FCA CTA
Date: 11th September 2021

Community Accountancy Service Ltd
The Grange, Pilgrim Drive, Beswick,
Manchester, M11 3TQ

BALANCE SHEET AS AT 30 SEPTEMBER 2020

	Notes	2020 £
Fixed assets:		
Tangible assets	(4)	160,623
Total fixed assets		<u>160,623</u>
Current assets:		
Cash at Bank & in Hand		-
Total current assets		<u>-</u>
 Total assets less current liabilities		 160,623
 Total net assets or liabilities		 <u><u>160,623</u></u>
The funds of the charity:		
Restricted income funds	(5)	-
Unrestricted income funds	(5)	160,623
Total charity funds		<u><u>160,623</u></u>

Approved on behalf of the Trustees Management Committee

Date: 11th September 2021

The notes on pages 8 to 10 form part of these accounts.

Statement of Cash Flows for the period 14 January 2020 to 30 September 2020

Reconciliation of net movement in funds to net cash flow from operating activities

	Period 14 January 2020 to 30 September 2020 £
Net movement in funds	(268)
Add back depreciation	268
Net cash used in operating activities	<u>-</u>
Increase/(decrease) in cash and cash equivalents during the year	-
Cash and cash equivalents brought forward	-
Cash and cash equivalents carried forward	<u><u>-</u></u>

Notes to the accounts**1. Accounting policies****(a) Basis of preparation and assessment of going concern**

The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. 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 Republic of Ireland (FRS 102) issued on 1st January 2019 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011. The charity constitutes a public benefit entity as defined by FRS 102.

(b) Funds structure

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed. There are no restricted funds.

Unrestricted income 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, have created a fund for a specific purpose.

Further details of each fund are disclosed in note 17.

(c) Tangible fixed assets and depreciation

All assets costing more than £500 are capitalised and valued at historical cost. Depreciation is charged on the following basis:

Building	2% Straight Line Basis
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The building was transferred from Hazara Community Association (Reg Charity Number: 1142522) on 20th August 2020.

The charity, being a public benefit entity, does not consider that it holds the buildings as an investment. All of the building is used or will be used directly by the charity and contributes directly to the provision of services. The building is therefore stated at cost less accumulated depreciation.

2. Related party transactions and trustees' expenses and remuneration

The trustees all give freely their time and expertise without any form of remuneration or other benefit in cash or kind. Expenses paid to the trustees in the period totalled £nil.

3. Expenditure

	Charitable Activities £	Period 14 January 2020 to 30 September 2020 £
Expenditure on charitable activities:		
Depreciation	268	268
	<u>268</u>	<u>268</u>

4. Tangible Fixed Assets

	Building £	Total £
Cost		
At 14 January 2020	-	-
Transferred in from Charity 1142522	160,891	160,891
At 30 September 2020	<u>160,891</u>	<u>160,891</u>
Depreciation		
At 14 January 2020	-	-
Charged in Period	268	268
At 30 September 2020	<u>268</u>	<u>268</u>
NET BOOK VALUE		
At 30 September 2020	<u>160,623</u>	<u>160,623</u>

5. Analysis of charitable funds**Analysis of movements in unrestricted funds**

	Balance at 14 January 2020	Incoming Resources	Resources Expended	Transferred in from Charity	Balance at 30 September 2020
	£	£	£	£	£
General Fund	-	-	(268)	160,891	160,623
	-	-	(268)	160,891	160,623

Name of unrestricted fund:	Description, nature and purpose of the fund
General Fund	The "free reserves" after allowing for all designated funds

6. Analysis of net assets between funds

	Unrestricted funds	Designated funds	Restricted funds	Total
	£	£	£	£
Tangible fixed assets	160,623	-	-	160,623
Cash at bank and in hand	-	-	-	-
Total	160,623	-	-	160,623

7. Financial Instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised on a transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at an amortised cost using the effective interest method.