

REGISTERED COMPANY NUMBER: 12743725 (England and Wales)
REGISTERED CHARITY NUMBER: 1191947

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023
FOR
SJC87 INITIATIVE UK

Mukesh Itburrin - Sans and Co
43 Heath Road
Chadwell Heath
Romford
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RM6 6LJ

SJC87 INITIATIVE UK

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for the year ended 31 December 2023

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REPORT OF THE TRUSTEES
for the year ended 31 December 2023

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 2023. 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).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity's main aims are to promote and provide for the advancement of education, Tamil culture, physical and mental health of children and the relief of poverty through the provision of grants to suitable institutions and individuals mainly in Sri Lanka and also in UK.

Principal activities and review

To meet its objectives the charity continued to make maintenance grants to qualifying institutions and individuals.

Public benefit

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit, and 'The Advancement of culture and education for the Public Benefit' in particular, when reviewing the aims and objectives of the charity and in planning the charity's future activities. The aims of the charity for the public benefit are detailed in the 'Objectives and Activities' section of this report.

Grant Making Policy

The charity makes grants to other charities that fulfil its objects. Before further projects are considered the charity will invite applications through advertising in appropriate media. Detailed selection criteria will be agreed in advance. Other grant requests are received and dealt with when funds are available.

FINANCIAL REVIEW

Financial position

During the year the charity's had net expenditure of £2,164 (2022 - £10,763) taking the total funds carried forward to £7,332 (2022 - £9,496).

Reserves policy

The trustees have established the level of reserves (that is those funds that are freely available) that the charity ought to have. Reserves are needed to bridge the funding gaps between spending on activities and receiving resources through voluntary income. The trustees consider that the ideal level of reserves as at 31 December 2023 would be three months of resources expended. However the trust is operated as a grant giving charity, and the trustees' policy is to only seek to distribute or commit the income arising in each financial year. The charity had reserves of £7,332 at the year end.

The trustees are actively pursuing sources of funding in order to ensure that there are sufficient reserves to provide for future financial stability and flexibility and to enable the charity to expand its activities.

REPORT OF THE TRUSTEES
for the year ended 31 December 2023

FINANCIAL REVIEW

Going concern

The trustees have assessed whether the use of the going concern assumption is appropriate in preparing these financial statements. They have made this assessment in respect of a period of one year from the date of approval of these financial statements.

The trustees have concluded that there are no material uncertainties related to events or conditions that may cast significant doubt on the ability of the Trust to continue as a going concern. They are of the opinion that the charity will have sufficient resources to meet its liabilities as they fall due.

Fundraising

The charity has a good reputation within the Tamil community and has a pool of regular donors who wish to have a part in the charitable activities of the charity. Existing donors often recommend and encourage other philanthropists to pledge their support to the success of the charity. As such, the trustees do not engage professional fundraisers nor do they undertake public collections or cold calls.

FUTURE PLANS

The charity plans to continue giving grants to its sister charity in Sri Lanka, St, John's Batch of 1987 trust and other charities with similar objectives in line with the trustees' vision of making a tangible impact to the activities of the charity's beneficiaries.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

There must be at least three trustees at any one time. New trustees must be appointed by a resolution of the Trustees passed at a special meeting.

New trustees are selected for their skill, knowledge and experience needed for the effective administration of the charity. New trustees undergo a formal vetting process before appointment.

Organisational structure

The board of trustees administers the charity. The trustees must hold at least two ordinary meetings each year. One such meeting must involve the physical presence of those trustees in attendance.

The trustees are vigilant to the potential conflict of interest which could arise should they benefit financially from the charity or where their duties as directors of the companies from which donations are received would compete with their duties to the charity.

The trustees consider any potential conflict of interest issues before they take decisions and mitigate these by involving independent third parties where necessary. In addition an independent trustee has been appointed and protocols are in place which require a conflicted trustee to withdraw from any discussions where there may be a potential conflict.

Induction and training of new trustees

Any new trustee will be fully briefed on the history of the trust, and its objectives and plans, as well as the management and operational processes. Trustees can retire when they wish as they do not serve under a fixed term of tenure.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REPORT OF THE TRUSTEES
for the year ended 31 December 2023

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

12743725 (England and Wales)

Registered Charity number

1191947

Registered office

19-20 Bourne Court
Southend Road
Woodford Green

Trustees

Mr T Mohanavel
Mr S Satyendra
Mr S Thuraiatnam

Company Secretary

Mr S Thuraiatnam

Independent Examiner

Mukesh Itburrn - Sans and Co
43 Heath Road
Chadwell Heath
Romford
Essex
RM6 6LJ

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 12 September 2024 and signed on its behalf by:

Mr S Thuraiatnam - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
SJC87 INITIATIVE UK

Independent examiner's report to the trustees of SJC87 Initiative UK ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2023.

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

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.

FCCA

Mukesh Itburrin - Sans and Co
43 Heath Road
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Romford
Essex
RM6 6LJ

12 September 2024

SJC87 INITIATIVE UK

STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 December 2023

	Notes	2023 Unrestricted fund £	2022 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	2	41,836	26,640
EXPENDITURE ON			
Charitable activities	3		
Advancement of education, relief of poverty and advancement of cultural activities		43,925	37,320
Governance cost		75	83
Total		44,000	37,403
NET INCOME/(EXPENDITURE)		(2,164)	(10,763)
RECONCILIATION OF FUNDS			
Total funds brought forward		9,496	20,259
TOTAL FUNDS CARRIED FORWARD		7,332	9,496

The notes form part of these financial statements

SJC87 INITIATIVE UK (REGISTERED NUMBER: 12743725)

BALANCE SHEET
31 December 2023

	Notes	2023 Unrestricted fund £	2022 Total funds £
CURRENT ASSETS			
Cash at bank		7,332	9,496
NET CURRENT ASSETS		<u>7,332</u>	<u>9,496</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		7,332	9,496
NET ASSETS		<u>7,332</u>	<u>9,496</u>
FUNDS	8		
Unrestricted funds		<u>7,332</u>	<u>9,496</u>
TOTAL FUNDS		<u>7,332</u>	<u>9,496</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2023 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 12 September 2024 and were signed on its behalf by:

Mr S Thurairatnam - Trustee

Mr T Mohanavel - Trustee

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 December 2023

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.

Critical accounting judgements and key sources of estimation uncertainty

Preparation of the accounts requires the trustees and management to make significant judgements and estimates.

The item in the accounts where these judgements and estimates have been made is the valuation of investment properties.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, 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.

Grants payable

Grants payable are included in the period when any relevant conditions are met by the receiving entity. Payment of later instalments of a grant usually requires satisfactory progress reports from the project.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure

Charitable activities

The cost of charitable activities comprises those incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Taxation

The company is considered to pass the tests set out in Sch. 6, para. 1 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the company is potentially exempt from taxation in respect of income or capital gains received within categories covered by Pt. 11, Ch. 3 of the Corporation Tax Act 2010 or s. 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

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.

SJC87 INITIATIVE UK

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2023

1. ACCOUNTING POLICIES - continued

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Creditors and provisions

Creditors are recognised when there is an obligation at the balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of settlement can be estimated reliably.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value except for bank loans which are subsequently measured at the carrying value plus accrued interest less repayments. The financing charge to expenditure is at a constant rate calculated using the effective interest method

2. DONATIONS AND LEGACIES

	2023	2022
	£	£
Donations	33,058	26,640
Gift aid	8,778	-
	<u>41,836</u>	<u>26,640</u>

3. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities (see note 4) £	Support costs (see note 5) £	Totals £
Advancement of education, relief of poverty and advancement of cultural activities	-	43,925	-	43,925
Governance cost	13	-	62	75
	<u>13</u>	<u>43,925</u>	<u>62</u>	<u>44,000</u>

4. GRANTS PAYABLE

	2023	2022
	£	£
Advancement of education, relief of poverty and advancement of cultural activities	43,925	37,307
The total grants paid to institutions during the year was as follows:		
	2023	2022
	£	£
St.John's Batch of 1987 Trust	43,925	37,307

SJC87 INITIATIVE UK

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2023

5. SUPPORT COSTS

	Finance
	£
Governance cost	62
	<u>62</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2023 nor for the year ended 31 December 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2023 nor for the year ended 31 December 2022.

7. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	26,640
	<u>26,640</u>
EXPENDITURE ON	
Charitable activities	
Advancement of education, relief of poverty and advancement of cultural activities	37,320
Governance cost	83
	<u>37,403</u>
Total	<u>37,403</u>
NET INCOME/(EXPENDITURE)	(10,763)
RECONCILIATION OF FUNDS	
Total funds brought forward	20,259
	<u>20,259</u>
TOTAL FUNDS CARRIED FORWARD	<u>9,496</u>

SJC87 INITIATIVE UK

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2023

8. MOVEMENT IN FUNDS

	At 1.1.23 £	Net movement in funds £	At 31.12.23 £
Unrestricted funds			
General fund	9,496	(2,164)	7,332
TOTAL FUNDS	<u>9,496</u>	<u>(2,164)</u>	<u>7,332</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	41,836	(44,000)	(2,164)
TOTAL FUNDS	<u>41,836</u>	<u>(44,000)</u>	<u>(2,164)</u>

Comparatives for movement in funds

	At 1.1.22 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	20,259	(10,763)	9,496
TOTAL FUNDS	<u>20,259</u>	<u>(10,763)</u>	<u>9,496</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	26,640	(37,403)	(10,763)
TOTAL FUNDS	<u>26,640</u>	<u>(37,403)</u>	<u>(10,763)</u>

SJC87 INITIATIVE UK

NOTES TO THE FINANCIAL STATEMENTS - continued
for the year ended 31 December 2023

8. MOVEMENT IN FUNDS - continued

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

	At 1.1.22 £	Net movement in funds £	At 31.12.23 £
Unrestricted funds			
General fund	20,259	(12,927)	7,332
TOTAL FUNDS	<u>20,259</u>	<u>(12,927)</u>	<u>7,332</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	68,476	(81,403)	(12,927)
TOTAL FUNDS	<u>68,476</u>	<u>(81,403)</u>	<u>(12,927)</u>

9. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2023.