

Company registration number: 03251512

Charity registration number: 1060789

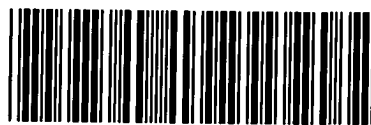
# Ashiana Community Project

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 30 September 2022

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## **Ashiana Community Project**

### **Contents**

Trustees' Report	1 to 9
Independent Examiner's Report	10
Statement of Financial Activities	11
Balance Sheet	12
Statement of Cash Flows	13
Notes to the Financial Statements	14 to 24

## **Ashiana Community Project**

### **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 30 September 2022.

#### **Objectives and activities**

##### ***Objects and aims***

"Supporting Community Aspiration" - Every project will enshrine the principles of the charity and align thematic areas of our work by ensuring beneficiaries receive the most appropriate level of service to empower them to achieve positive outcomes.

- Reduce inequality by recognising diversity and celebrating difference
- Improve equality, dignity and respect within our local communities
- Support those in disadvantage to become independent and in control of their life choices
- Empower individuals and their families to achieve their potential

##### ***Objectives, strategies and activities***

- Ensure good relations between service providers and our communities
- Promote a common vision of working together to create a sense of belonging for everyone
- Deliver customised Information, Advice and guidance service that individuals meet individual's needs.
- Provide services including training that improves employability of individuals.
- Improve the basic skills and expertise of individuals by combining learning with social activities
- Help people to access services and opportunities within the communities where we operate
- Support young people not in education, employment or training to improve their prospects
- Help individuals gain access to all their rightful social welfare provision.
- Support women to access services that improve their personal and family circumstances.
- Provide facilities and services that the community uses and values
- Promote social inclusion.
- Support individuals through times of difficulty and be a part of their successes

#### **Missions**

ACP exists to strive to improve the quality of life for people.

Our mission is to enable individuals, to improve their quality of life by working together, in creating opportunities for the community, individuals and families to improve their circumstances and be the best they can possibly be. This includes creating a resourceful environment, built upon a partnership of the community; public and private sectors that enables growth in an inclusive and supportive atmosphere that can be replicated and adapted where necessary.

The trustees and staff work to provide an environment that supports and enabling growth and development of individuals in the community, in a resourceful, inclusive and supportive atmosphere

# Ashiana Community Project

## Trustees' Report

### Keys to Success

The trustees, staff and volunteers have committed their time and efforts to translate activities into positive outcomes for our service users.

This has been realised by

- Greater involvement of service users in the designing current and new services; co-design.
- Establishing conversations and consultation with stakeholders and service users
- Gather local knowledge and intelligence on the issues facing communities
- Maintaining a clear and effective focus on meeting community aspirations.
- Maintaining and developing a skilled and committed workforce
- Maintaining a culture of continuous improvement in the delivery of all services including meeting quality assurance standards and kite-marks and responding to the particular needs of changing and evolving communities
- Achieving sustainability through securing a diversified range of funding opportunities to support existing services and to develop new ones
- The ability to secure and deliver higher value contracts through partnership and consortium delivery
- The ability to effectively market services and past achievements to both clients and service commissioners
- Developing a high performing Board with the necessary, skills, connections and motivation
- Support, nurture and develop members of staff towards continuous professional development. Provide support to ensure staff members are comfortable in their working practices
- Create an inclusive and positive work environment.
- Promote a common vision of working together to create a sense of belonging for everyone.
- Provide effective supervision and equality of opportunities.
- Create and uphold a safeguarding ethos.
- Resolve concerns promptly.

### Performance

The demand for services has continued to grow and we are seeing an increasing number of clients. The second half of the year has been difficult and challenging, however, with support of all stakeholders, volunteers, partners and the community, working together, the results of the work are presented below;

### Women Wellbeing Hub

This multi funded programme has enabled us to support, encourage and empower women who are seeking to improve their skills to become economically and socially more active.

This year we have delivered services to over 727 women. We have increased our face to face health and mindfulness sessions but still provide access using online and social media platforms.

We have provided a number of arts sessions.

We have also delivered a specific support programme for women in situations of abuse. As result of the support 174 women have been able to find help and 69 have escaped potential life threatening situations.

We continue to train mentors and volunteers who subsequently lead and support activities and events within our projects.

This is enabling ACP to rebuild our volunteer capacity after the Covid pandemic

## Ashiana Community Project

### Trustees' Report

Such engagement enables ACP utilise community actors to provide a greater reach of women and increased provision, thus becoming the foundations to promote key messages into the community

#### ACP Advice

Our advice service is an integral provision of the charity and continues to be a service that has a very high demand from the community. The impact of welfare reforms changes, compounded by the economic and health impact of the Covid pandemic continues to have a significant impact on elements of the community we serve. This has had an effect on the demand for welfare benefits related advice, social care benefit (PIP)

The advice service addresses the needs of clients with personalised Information, advice and guidance support to address core issues.

The circumstances affecting an individual often have repercussions for the whole family. Our provision aims to provide a holistic response to issues presented that may involve a number of in-house or external services. We therefore have a referral mechanism for sign posting clients to specialist agencies when necessary

In this year, ACP has supported 1,989 clients achieving 2,592 positive outcomes (averaging 1.4 per client) and generating over £9,063,199.06 of welfare support for our beneficiaries.

As well as the benefit support we offer financial management and support we have supported over 596 people with debt issues, this resulted in the debt burden being eased for the clients.

**Carers Project** – ACP is commissioned, as the lead organisation of a consortium with other community providers, by Forward Carers, to support carers to improve their circumstances, providing advice, guidance and sessions to overcome barriers they face or issues they have.

ACP supported 598 Carers, predominantly from the BAME community. We have identified many hidden carers especially amongst disadvantage individuals and families and our work has addressed many barriers and influencing policy to effectively support carers and their families. We have enabled carers to access £149,500 of carers support grant

**Employment Training** – Our employment and training programmes have provided a variety of training and support sessions enabling people to access or improve their employment.

Working in with a variety of partners we have delivered courses and support including CV writing and Job search

Projects within this programme are

**STEPPING UP** – Is a programme that has assisted assists and supports people farthest away from the labour market providing intervention and support than enables individuals to access or progress towards employment. This programme has been winding down in this financial year as we focus on Prosperous Futures and X-Cite programmes.

**AEGIS** – The programme has supported people who are in employment to improve and progress their educational engagement and achievement thus enhancing their career prospects. As with Stepping up this programme is winding down and our support or employed workers will be provided through Prosperous Futures.

**PROSPEROUS FUTURES** – A programme that supports people, with low skills, in low paid employment to acquire skills that enhances their current employment or enables them to progress their education and hence career prospects. We supported over 747 clients in the last 12 months, cumulative total of 1224 for the whole programme. ACP is the lead organisation for Prosperous Futures

## **Ashiana Community Project**

### **Trustees' Report**

**X-CITE** – Focusing on young people, 15 -29 not in education, employment or training, (NEETs) this programme offers a variety of support; CV writing and updates, guidance and support to access training or 'access to training' programmes, interview and employment support.

We supported over 432 clients in this financial year

#### **ACP SPORT**

We have provided access to sports activity to over 1,250 people. increasing to 2,500 in wider cricket competitions These activities range from formal cricket league to a variety of informal or taught sport sessions and exercise opportunities. The LL Cricket Leagues is now one of the largest leagues in the West Midlands with over 56 teams involved over 7 divisions.

Working with partners we now offer a wide range of specialist and customised activities for our clients. Following the cancelation of outdoor activities during the Covid lockdown we are now beginning to increase the number of outdoor activities utilising local parks and open spaces to encourage more independent activities by groups. Our mentor and volunteer training sessions will enhance specific community's ability to organise their own activities, e.g. walks, cycling and structured activities to underpin health and wellbeing for all participants in our programmes

ACP continues to be recognised by funders as valuable local third sector organisation. This year, ACP has sustained and increased its resources to deliver the aims and objectives of Ashiana Community Project and significantly increased our structured activities and engaging with people and their families. We have continued to grow our Partnerships to deliver more innovative, effective, and efficient activities within the community

#### **Acknowledgments**

ACP has been able to continue with these services due to our funders and partners. We the Trustees and staff of ACP would like to say A BIG THANK YOU to:

**Big Lottery - Helen Kelly**

**Lloyds Foundation – Peter Cunnison**

**Tudor Trust – Nicky Lappin**

**Forward Carers – Simon Fenton**

**Forward Carers - Dionne Williams**

**DWP – Shahzad Aziz**

**Pohwer – Abdul Rahim**

**Small Heath Community Forum – Zualfquar Hussain**

**Birmingham City Council**

**Narthex – Nigel Brookhouse**

**Muath Trust – Irshad Baqui**

**Power to Change – Abdul Raheem**

**Locality**

## **Ashiana Community Project**

### **Trustees' Report**

#### **RESERVES POLICY**

Ashiana Community Project recognises the importance of continuation of its services meeting its charitable objectives. The trustee has taken steps to hold reserves to protect the charity against eventualities or future changes that may place the organisation in financial risk.

Trustees consider that in the current uncertain economic climate for the sector, and with the need for continued diligence and restructuring that the ACP should aim to hold as free reserves a level equivalent to three months outgoing resources plus an estimate of the current liability for redundancy pay on existing staff without the current service contracts that we undertake.

This currently equates to £ 90,000. The ability to achieve this target for 2021 was severely impacted by Covid-19 pandemic and the loss of facility hire income. The trustees are aware that at the year end, this level was not in our cleared funds. This is still partially due to the ESF Service contract that, unfortunately the contract is funded in arrears which means that a large part of our reserve is absorbed in advance funding of the cost of running this contract. Our finances have also been impacted by the Government lockdown due to the pandemic, due to which we lost income through shutdown of room and facility hire and we also lost some face to face delivery contracts.

We feel that it may take up to 12 months for us to recover our income streams and to reach our desired reserve policy level.

#### **FINANCIAL REVIEW**

Ashiana Community Project employs Onyx Accountants to carry out accountancy and business consultancy work. Along with producing the annual accounts, there are monthly finance management meetings that take place to ensure adequate finance control processes are embedded and ongoing reviews regarding the performance of the organisation.

#### **FUTURE PLANS**

ACP is developing future delivery models which will be published in a business plan in 2023.

We aim to explore how we focus on our core activity of supporting local people with multiple needs.

This will include testing a comprehensive wellbeing programme that addresses fundamental elements of poverty and deprivation, financial issues, health and wellbeing support, social care support and cultural development.

Our work will involve the support for our older generations and the engagement of community in providing relevant and appropriate care.

We aim to build on our activity with people with specific health conditions e.g. diabetes, coronary heart disease and respiratory illnesses to investigate how simple health and wellbeing measures can reduce the risk of further deterioration in health especially amongst BAME communities. These findings will be used to establish dialogue with Health Agencies to promote Prevention and

We acknowledge the changing landscape for commissioning and funding and continually looking at a contract-based model and seeking external assistance and support to develop strong business cases to provide services tendered by funders as well the requirements of the community and the users of the centre. We are also considering wider partnerships to replicate our work with other charities and currently investing time in conversations and discussions to take this model further.

## **Ashiana Community Project**

### **Trustees' Report**

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

ACP employed on average 36 FTE staff and provided essential services to the most vulnerable members of our community servicing those most in need. We continue to strengthen our external relationships by working in collaboration with other local organisations and charities to increase access to services, widen the spectrum of services and improve reach into the community.

Throughout the year, face to face provision has continued to increase, following the reduction of COVID restrictions

*Demands for support has also increased significantly.*

Having restructured its services during the Covid pandemic ACP continues to restructure provision to offer a wide of interventions to meet the demands. We engaged with over 4,493 people using various platforms including social media

The post Covid period proved extremely challenging for ACP and our partners to meet the increased demand, some users had multiple issues and by working in partnership, every person accessing our services was supported.

Having been successful in our review of Matrix and Investor in People accreditation we continue to monitor and assess best practice in our staff management and project delivery methods and practices. We are also active member of Advice UK.

Our services focus on a people's wellbeing and personal development. Our reconfigured management structure utilises delegated resources to consolidate and improve our provision.

The trustees receive reports monitoring provision and ensuring on going quality of provision. Trustees are proposing a review of the structure of the organisation so that ACP can sustain its services and continue to deliver seamless provision to beneficiaries and meets the increasing demands from the community in a safe and trusted environment.



## Ashiana Community Project

### Trustees' Report

#### Trustees and officers

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

Trustees:

Mr N Qureshi

Mrs U P Patel

Ms M Salmon

Mr P Hussain

#### Statement of trustees' responsibilities

The trustees (who are also the directors of Ashiana Community Project for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

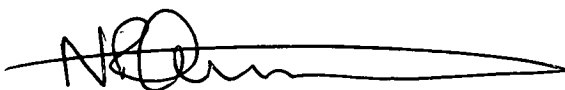
Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company 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 accounting standards, comprising FRS 102 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 proper accounting records that can 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 trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

The annual report was approved by the trustees of the charity on 23 June 2023 and signed on its behalf by:



Mr Naeem Qureshi  
Trustee

## **Ashiana Community Project**

### **Independent Examiner's Report to the trustees of Ashiana Community Project ('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 September 2022.

#### **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.

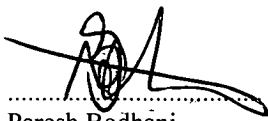
#### **Independent examiner's statement**

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ACMA, 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 Ashiana Community Project 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.



.....  
Paresh Bodhani  
ACMA

23 June 2023

## Ashiana Community Project

### Statement of Financial Activities for the Year Ended 30 September 2022 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £	Total 2021 £
<b>Income and Endowments from:</b>					
Charitable activities	3	208,108	693,669	901,777	712,066
Other trading activities	4	45,876	48,719	94,595	247,871
Total income		253,984	742,388	996,372	959,937
<b>Expenditure on:</b>					
Charitable activities	5	(338,680)	(530,819)	(869,499)	(657,535)
Total expenditure		(338,680)	(530,819)	(869,499)	(657,535)
Net income		(84,696)	211,569	126,873	302,402
Transfers between funds		199,113	(199,113)	-	-
Net movement in funds		114,417	12,456	126,873	302,402
<b>Reconciliation of funds</b>					
Total funds brought forward		833,717	303,012	1,136,729	834,327
Total funds carried forward	14	948,134	315,468	1,263,602	1,136,729
	Note	Unrestricted funds £	Restricted funds £	Total 2021 £	
<b>Income and Endowments from:</b>					
Charitable activities	3	219,064	493,002	712,066	
Other trading activities	4	235,543	12,328	247,871	
Total income		454,607	505,330	959,937	
<b>Expenditure on:</b>					
Charitable activities	5	(353,549)	(303,986)	(657,535)	
Total expenditure		(353,549)	(303,986)	(657,535)	
Net income		101,058	201,344	302,402	
Transfers between funds		77,507	(77,507)	-	
Net movement in funds		178,565	123,837	302,402	
<b>Reconciliation of funds</b>					
Total funds brought forward		655,152	179,175	834,327	
Total funds carried forward	14	833,717	303,012	1,136,729	

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2021 is shown in note 14.

The notes on pages 14 to 24 form an integral part of these financial statements.

**Ashiana Community Project**  
**(Registration number: 03251512)**  
**Balance Sheet as at 30 September 2022**

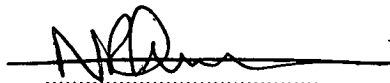
	Note	2022 £	2021 £
<b>Fixed assets</b>			
Tangible assets	10	543,907	523,018
<b>Current assets</b>			
Debtors	11	387,318	330,193
Cash at bank and in hand	12	462,245	462,315
		849,563	792,508
<b>Creditors: Amounts falling due within one year</b>	13	(129,870)	(178,797)
<b>Net current assets</b>		719,693	613,711
<b>Net assets</b>		1,263,602	1,136,729
<b>Funds of the charity:</b>			
<b>Restricted income funds</b>			
Restricted funds		315,468	303,012
<b>Unrestricted income funds</b>			
Unrestricted funds		948,134	833,717
<b>Total funds</b>	14	1,263,602	1,136,729

For the financial year ending 30 September 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

**Directors' responsibilities:**

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

The financial statements on pages 9 to 22 were approved by the trustees, and authorised for issue on 23 June 2023 and signed on their behalf by:



Mr Naeem Qureshi  
Trustee

## Ashiana Community Project

### Statement of Cash Flows for the Year Ended 30 September 2022

	Note	2022 £	2021 £
<b>Cash flows from operating activities</b>			
Net cash income		126,873	302,402
<b>Adjustments to cash flows from non-cash items</b>			
Depreciation		9,932	4,219
		136,805	306,621
<b>Working capital adjustments</b>			
Increase in debtors	11	(57,123)	(136,776)
Increase/(decrease) in creditors	13	(48,927)	(167,954)
Net cash flows from operating activities		30,755	1,891
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets	10	(30,825)	(18,159)
Sale of tangible fixed assets		-	20,313
Net cash flows from investing activities		(30,825)	2,154
Net (decrease)/increase in cash and cash equivalents		(70)	4,045
Cash and cash equivalents at 1 October		462,315	458,270
Cash and cash equivalents at 30 September		462,245	462,315

The notes on pages 14 to 24 form an integral part of these financial statements.

# **Ashiana Community Project**

## **Notes to the Financial Statements for the Year Ended 30 September 2022**

### **1 Charity status**

The charity is limited by guarantee, incorporated in England, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £Nil towards the assets of the charity in the event of liquidation.

The address of its registered office is:

21-25 Grantham Road

Sparkbrook

Birmingham

B11 1LU

These financial statements were authorised for issue by the trustees on 23 June 2023.

### **2 Accounting policies**

#### **Summary of significant accounting policies and key accounting estimates**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### **Statement of compliance**

The financial statements have been prepared in accordance with 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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

#### **Basis of preparation**

Ashiana Community Project meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

#### **Going concern**

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

#### **Income and endowments**

#### **Expenditure**

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

## **Ashiana Community Project**

### **Notes to the Financial Statements for the Year Ended 30 September 2022**

#### ***Charitable activities***

Charitable expenditure comprises those costs 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.

#### **Support costs**

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

#### **Governance costs**

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees meetings and reimbursed expenses.

#### **Taxation**

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

#### **Tangible fixed assets**

Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

#### **Depreciation and amortisation -**

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

#### **Trade debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

#### **Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

## **Ashiana Community Project**

### **Notes to the Financial Statements for the Year Ended 30 September 2022**

#### **Borrowings**

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

#### **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.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

#### **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.



## **Ashiana Community Project**

### **Notes to the Financial Statements for the Year Ended 30 September 2022**

#### ***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.

## Ashiana Community Project

### Notes to the Financial Statements for the Year Ended 30 September 2022

#### *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.

## Ashiana Community Project

### Notes to the Financial Statements for the Year Ended 30 September 2022

#### *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 charitable activities

	Unrestricted funds General £	Restricted funds £	Total 2022 £
Income	208,108	635,722	843,830
Forward Carers Service Payments	-	57,947	57,947
	208,108	693,669	901,777

	Unrestricted funds General £	Restricted funds £	Total 2021 £
Income	219,064	385,938	605,002
Forward Carers Service Payments	-	107,064	107,064
	219,064	493,002	712,066

## Ashiana Community Project

### Notes to the Financial Statements for the Year Ended 30 September 2022

#### 4 Income from other trading activities

##### *Other trading activities*

Nursery Income	-	-	-	17
Room Hire	8,979	50	9,029	18,000
Other Income	22,840	158	22,998	33,552
ACP Cricket League Income	-	7,555	7,555	540
Service Payments	14,050	40,956	55,006	195,754
Bank Interest	7	-	7	8
	<u>45,876</u>	<u>48,719</u>	<u>94,595</u>	<u>247,871</u>

#### 5 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total funds £
Governance costs	6	31,619	7,318	38,937
<b>Total for 2021</b>		<u>12,170</u>	<u>35,165</u>	<u>47,335</u>
				Total expenditure £

In addition to the expenditure analysed above, there are also governance costs of £38,937 (2021 - £47,335) which relate directly to charitable activities. See note 6 for further details.

#### 6 Analysis of governance and support costs

##### Governance costs

	Unrestricted funds General £	Restricted funds £	Total funds £
Legal fees	15,062	7,216	22,278
Marketing and publicity	1,809	102	1,911
Depreciation, amortisation and other similar costs	9,931	-	9,931
Other governance costs	527	-	527
Allocated support costs	4,289	-	4,289
<b>Total for 2022</b>	<u>31,618</u>	<u>7,318</u>	<u>38,936</u>
<b>Total for 2021</b>	<u>12,170</u>	<u>35,165</u>	<u>47,335</u>

## Ashiana Community Project

### Notes to the Financial Statements for the Year Ended 30 September 2022

#### 7 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

#### 8 Staff costs

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2022 No	2021 No
Staff Headcount	36	24

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

## Ashiana Community Project

### Notes to the Financial Statements for the Year Ended 30 September 2022

#### 9 Taxation

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

#### 10

	Land and buildings £	Furniture and equipment £	Motor vehicles £	Other tangible fixed asset £	Total £
<b>Cost</b>					
At 1 October 2021	500,000	19,312	0	54,573	910,901
Additions	-	18,336	-	12,486	30,822
At 30 September 2022	500,000	37,648	0	67,059	941,723
<b>Depreciation</b>					
At 1 October 2021	-	10,639	0	40,230	387,885
Charge for the year	-	6,752	-	3,179	9,931
At 30 September 2022	-	17,391	0	43,409	397,816
<b>Net book value</b>					
At 30 September 2022	500,000	20,257	-	23,650	543,907
At 30 September 2021	500,000	8,673	-	14,343	523,016

#### 11 Debtors

	2022 £	2021 £
Trade debtors	176,893	291,228
Prepayments	1,189	6,655
Other debtors	209,236	32,310
	<u>387,318</u>	<u>330,193</u>

#### 12 Cash and cash equivalents

	2022 £	2021 £
Cash on hand	830	520
Cash at bank	461,415	461,795
	<u>462,245</u>	<u>462,315</u>

## Ashiana Community Project

### Notes to the Financial Statements for the Year Ended 30 September 2022

#### 13 Creditors: amounts falling due within one year

	2022 £	2021 £
Other taxation and social security	18,610	9,821
Accruals	111,260	168,976
	<u>129,870</u>	<u>178,797</u>

#### 14 Funds

	Balance at 1 October 2021 £	Incoming resources £	Resources expended £	Transfers £	Balance at 30 September 2022 £
<b>Unrestricted funds</b>					
General	833,717	253,984	(338,680)	199,113	948,134
<b>Restricted funds</b>	<u>303,012</u>	<u>742,388</u>	<u>(530,819)</u>	<u>(199,113)</u>	<u>315,468</u>
<b>Total funds</b>	<u>1,136,729</u>	<u>996,372</u>	<u>(869,499)</u>	<u>-</u>	<u>1,263,602</u>

	Balance at 1 October 2020 £	Incoming resources £	Resources expended £	Transfers £	Balance at 30 September 2021 £
<b>Unrestricted funds</b>					
General	655,152	454,607	(353,549)	77,507	833,717
<b>Restricted funds</b>	<u>179,175</u>	<u>505,330</u>	<u>(303,986)</u>	<u>(77,507)</u>	<u>303,012</u>
<b>Total funds</b>	<u>834,327</u>	<u>959,937</u>	<u>(657,535)</u>	<u>-</u>	<u>1,136,729</u>

#### 15 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 30 September 2022 £
Tangible fixed assets	543,909	-	543,909
Current assets	635,577	213,986	849,563
Current liabilities	<u>(57,182)</u>	<u>(72,688)</u>	<u>(129,870)</u>
<b>Total net assets</b>	<u>1,122,304</u>	<u>141,298</u>	<u>1,263,602</u>

## Ashiana Community Project

### Notes to the Financial Statements for the Year Ended 30 September 2022

	Unrestricted funds General £	Restricted funds £	Total funds at 30 September 2021 £
Tangible fixed assets	523,018	-	523,018
Current assets	759,358	33,150	792,508
Current liabilities	(93,980)	(84,816)	(178,797)
Total net assets	<u>1,188,396</u>	<u>(51,666)</u>	<u>1,136,729</u>

#### 16 Related party transactions

There were no related party transactions in the year.



## Ashiana Community Project

### Statement of Financial Activities by fund for the Year Ended 30 September 2022

#### Unrestricted Funds

	Total Unrestricted Funds 2022 £	Total Unrestricted Funds 2021 £
<b>Income and Endowments from:</b>		
Charitable activities	208,108	219,064
Other trading activities	45,876	235,543
Total income	253,984	454,607
<b>Expenditure on:</b>		
Charitable activities	(338,680)	(353,549)
Total expenditure	(338,680)	(353,549)
Net income	(84,696)	101,058
Transfers between funds	199,113	77,507
Net movement in funds	114,417	178,565
<b>Reconciliation of funds</b>		
Total funds brought forward	833,717	655,152
Total funds carried forward	948,134	833,717

## Ashiana Community Project

### Statement of Financial Activities by fund for the Year Ended 30 September 2022

#### Restricted Funds

	Total Restricted Funds 2022 £	Total Restricted Funds 2021 £
<b>Income and Endowments from:</b>		
Charitable activities	693,669	493,002
Other trading activities	48,719	12,328
Total income	742,388	505,330
<b>Expenditure on:</b>		
Charitable activities	(530,819)	(303,986)
Total expenditure	(530,819)	(303,986)
Net income	211,569	201,344
Transfers between funds	(199,113)	(77,507)
Net movement in funds	12,456	123,837
<b>Reconciliation of funds</b>		
Total funds brought forward	303,012	179,175
Total funds carried forward	315,468	303,012

## Ashiana Community Project

### Detailed Statement of Financial Activities for the Year Ended 30 September 2022

	Total 2022 £	Total 2021 £
<b>Income and Endowments from:</b>		
Charitable activities (analysed below)	901,777	712,066
Other trading activities (analysed below)	<u>94,595</u>	<u>247,871</u>
Total income	<u>996,372</u>	<u>959,937</u>
<b>Expenditure on:</b>		
Charitable activities (analysed below)	<u>(869,499)</u>	<u>(657,535)</u>
Total expenditure	<u>(869,499)</u>	<u>(657,535)</u>
Net income	<u>126,873</u>	<u>302,402</u>
Net movement in funds	126,873	302,402
<b>Reconciliation of funds</b>		
Total funds brought forward	<u>1,136,729</u>	<u>834,327</u>
Total funds carried forward	<u>1,263,602</u>	<u>1,136,729</u>

## Ashiana Community Project

### Detailed Statement of Financial Activities for the Year Ended 30 September 2022

	Unrestricted General £	Restricted funds £	Total 2022 £	Total 2021 £
<i>Charitable activities</i>				
Income	635,722	208,108	843,830	605,002
Forward Carers Service Payments	57,947	-	57,947	107,064
	<u>693,669</u>	<u>208,108</u>	<u>901,777</u>	<u>712,066</u>
<i>Other trading activities</i>				
Nursery Income	-	-	-	17
Room Hire	8,979	50	9,029	18,000
Other Income	22,840	158	22,998	33,552
ACP Cricket League Income	-	7,555	7,555	540
Service Payments	14,050	40,956	55,006	195,754
Bank Interest	7	-	7	8
	<u>45,876</u>	<u>48,719</u>	<u>94,595</u>	<u>247,871</u>
<i>Charitable activities</i>				
Materials	(49)	(7,916)	(7,965)	145
ESF Prosperous Purchases	(190)	(46,869)	(47,059)	(5,051)
ESF Positive Futures Delivery	-	(13,174)	(13,174)	94,000
Subcontract cost	-	-	-	5,731
(Profit)/loss on disposal of tangible fixed assets	(1,000)	-	(1,000)	(69,507)
Rent	(26,855)	-	(26,855)	(23,438)
Rates	(1,402)	-	(1,402)	(209)
Insurance	(4,785)	(80)	(4,865)	(4,654)
Repairs and maintenance	(7,500)	-	(7,500)	-
Redundancy	(500)	-	(500)	-
Premises expenses	(3,261)	(79)	(3,340)	(3,518)
Telephone and fax	(6,367)	(44)	(6,411)	(6,991)

## Ashiana Community Project

### Detailed Statement of Financial Activities for the Year Ended 30 September 2022

Computer software and maintenance costs	(5,034)	-	(5,034)	(1,645)
Printing, postage and stationery	(4,569)	(31)	(4,600)	(1,651)
Trade subscriptions	(1,697)	(348)	(2,045)	(5,371)
Hire of plant and machinery (Operating leases)	(1,282)	-	(1,282)	(2,779)
Cleaning	(1,052)	-	(1,052)	(2,175)
Health & Safety	(91)	-	(91)	(354)
Motor expenses	(1,567)	-	(1,567)	(35)
Travel and subsistence	(3,967)	(246)	(4,213)	(126)
Events & Activities	(32,873)	(21,140)	(54,013)	(35,562)
Customer entertaining (disallowable for tax)	(850)	-	(850)	(800)
Admin Costs	(750)	-	(750)	-
Wages and salaries	(178,722)	(387,200)	(565,922)	(491,626)
Staff NIC (Employers)	(11,056)	(36,068)	(47,124)	(36,873)
Staff pensions (Defined contribution) - pension scheme 1	(1,724)	(6,845)	(8,569)	(7,992)
Staff training	(252)	(3,461)	(3,713)	(7,822)
Volunteer expenses	-	-	-	(33)
Light, heat and power	(9,667)	-	(9,667)	(2,054)
Advertising	(1,809)	(102)	(1,911)	(2,363)
Consultancy fees	-	-	-	(24,200)
Legal and professional fees	(15,062)	(7,216)	(22,278)	(10,635)
Bank charges	(527)	-	(527)	(554)
Depreciation of plant and machinery	(9,931)	-	(9,931)	(5,023)
Accountancy fees	(4,289)	-	(4,289)	(4,560)
	<u>(338,680)</u>	<u>(530,819)</u>	<u>(869,499)</u>	<u>(657,535)</u>

This page does not form part of the statutory financial statements.