

Company Registration Number: SC390640

Scottish Charity Number: SC033961

DAR AL-FALAAH COMMUNITY EDUCATION LIMITED

REPORT AND ACCOUNTS

FOR THE YEAR ENDING 31 DECEMBER 2018

DAR AL-FALAAH COMMUNITY EDUCATION LIMITED
Report and Accounts

CONTENTS

PAGE

Contents	2
Company Information	3
Trustees' Report	4-5
Independent Examiners' Report	6
Statement of Financial Activities	7
Statement of financial position	8
Statement of Cashflows	9
Notes to the Financial Statements	10-15

DAR AL-FALAAH COMMUNITY EDUCATION LIMITED

Company Information

Directors

Mr Abdelkader Kebabti
Mr Abdelkader Boutaleb
Mr. Taoufik Mohdit (Resigned 27 Oct 2018)
Ms. Khadija Bouchmai (Resigned 27 Oct 2018)
Ms. Samiha Ahmed Iman
Mr. Said Benzidane (Appointed 27 Dec 2018)
Ms. Samira Ouaret (Appointed 27 Oct 2018)

Accountants

Haris & Co
Chartered Certified Accountants
41 Morrison Street
Glasgow
G5 8LB

Bankers

Royal Bank of Scotland
Sauchiehall Street (A) Branch
23 Sauchiehall Street
Glasgow
G2 3AD

Registered Office

Maryhill Community Centre
35 Avenuepark Street
Maryhill
Glasgow
G20 8TS

Registration Number

SC390640

Scottish Charity Number

SC033961

DAR AL-FALAAH COMMUNITY EDUCATION LIMITED

Registered number: SC390640

Report of the Trustees

The Trustees present their report and accounts for the year ended 31 December 2018.

Reference and Administration information

The Directors, who are also charity trustees for the purposes of charity law, who served throughout the year and up to the date of this report are listed on page 1, together with particulars of the principal address of the charity and details of the professional advisers.

Directors

The following persons served as directors during the year.

Mr. Abdelkader Kebabti

Mr. Abdelkader Boutaleb

Mr. Taoufik Mohdit (Resigned 27 Oct 2018)

Ms. Khadija Bouchmai (Resigned 27 Oct 2018)

Ms. Samiha Ahmed Iman

Mr. Said Benzidane (Appointed on 27 December 2018)

Ms. Samira Ouaret (Appointed on 27 October 2018)

Structure, Governance and Management

Governing Document

The charity is constituted as a Trust and operates under the rules of its Constitution.

Recruitment and appointment of the trustees Members

In accordance with the Constitution the members of the trustees shall be elected by the trustees and shall hold office until their successors are appointed by the trustees.

Trustee induction and Training

New members of the trustees attend a short induction and training session where they are briefed on the content of the Constitution, the decision making process, the business plan and recent financial performance of the charity.

Organisation Structure

The trustees meet at least one a month throughout the year to administer the charity. They have power to appoint special or sub-committees for specific purposes and members of the society not members of the committee may be appointed members of such sub-committees.

Risk Management

The Trustees have a risk management strategy which

- an annual review of the risks the charity may face;
- the establishment of system and procedures to mitigate those risks identified; and
- the implementation of procedures designed to minimise any potential impact on the charity should those risk materialise.

The aim and objectives of DAR AL-FALAAH COMMUNITY EDUCATION LIMITED shall to advice education of the public in the culture, religious and other heritage of the Algerian, Arab and other local communities living in Glasgow. In furtherance thereof, but not otherwise, the Association will seek to:

- educate Algerian, Arab and other local children living in Glasgow about their social and cultural heritage;
- liaise with local statutory authorities to develop community resources; and
- promote racial harmony among the various communities.

Related parties

There are no related parties to the charity.

Reserve Policy

The charity has no designated reserves.

Statement of Directors' and Trustees' Responsibilities

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable in Scotland require the trustees to prepare financial statements for each financial 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 the period. In preparing these accounts, the trustees are required to:

- select suitable accounting policies and then 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 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 charity will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities and trustee Investment (Scotland) act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the charity's constitution. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are also responsible for the contents of the trustees' report, and the responsibility of the independent examiner in relation to the trustees' report is limited to examining the report and ensuring that, on the face of the report, there are no inconsistencies with the figures disclosed in the financial statements.

This report was approved by the board on 26th April 2019 and signed on its behalf.



Mr. Abdelkader Kebabti
Director

DAR AL-FALAAH COMMUNITY EDUCATION LIMITED

Independent Examiners' Report to the Trustees of Dar Al-Falaah Community Education Limited

We report on the accounts for the year ended 31 December 2018 set out on pages seven to fifteen.

Respective responsibilities of trustees and examiner

The charity's trustees including the director are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustees Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006. The charity's trustees consider that the audit requirement of Regulation 10(1)(d) of the 2006 Accounts Regulations does not apply. It is our responsibility to examine the accounts as required under Section 44(1)(c) of the Act and to state whether particular matters have come to our attention.

Basis of the independent examiner's report

Our examination was carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. 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 I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

In connection with our examination, no matter has come to our attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements

to keep accounting records in accordance with Section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; and
to prepare accounts which accord with the accounting records and to comply with Regulation 8 of the 2006 Accounts Regulations
have not been met; or

- (2) to which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Haris Ahmed
Chartered Certified Accountant
41 Morrison Street
Glasgow
G5 8LB

DAR AL-FALAAH COMMUNITY EDUCATION LIMITED
Statement of Financial Activities
(including income and expenditure account)
For the Year Ending 31st December 2018

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2018 £	Total Funds 2017 £
<i>Income from charitable activities</i>					
Donations and Contributions	4	20,983	-	20,983	23,624
Grants Received		-	500	500	11,140
Total income		20,983	500	21,483	34,764
<i>Expenditure</i>					
Expenditure on charitable activities	5	28,151	950	29,101	25,614
Total expenditure		28,151	950	29,101	25,614
Net income/(expenditure) and net movement in funds for the year		(7,168)	(450)	(7,618)	9,150
Reconciliation of funds					
Total funds brought forward		18,984	3,200	22,184	13,034
Total funds carry forward		11,816	2,750	14,566	22,184

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

DAR AL-FALAAH COMMUNITY EDUCATION LIMITED
Statement of Financial Position
As at 31st December 2018

	2018	2017
	£	£
Tangible assets	3,013	942
Total fixed assets	3,013	942
Current assets		
Cash at bank & in hand	12,260	21,895
Current Liabilities		
Creditors falling due within one year	(707)	(653)
Net current assets	11,553	21,242
Net assets	14,566	22,184
The funds of charity		
Unrestricted income funds	11,816	18,984
Restrictive income funds	2,750	3,200
Total charity funds	14,566	22,184

The trustees have prepared accounts in accordance with section 44 of the Charities and Trustee Investment (Scotland) Act 2005. These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The notes at pages 10 to 15 form part of these accounts

Approved by the trustees on 26th April 2019 and signed on their behalf by:

Signed



Mr Abdelkader Kebabti
Director

DAR AL-FALAAH COMMUNITY EDUCATION LIMITED
Statement of Cashflows
Year Ended 31st December 2018

	Note	2018 £	2017 £
Cash (used in) / generated from operating activities	12	(6,756)	9,308
Cash flows from investing activities			
Purchase of tangible fixed assets		(2,879)	(200)
Adjustment to tangible fixed assets		-	366
Cash (used in) / provided by investing activities		(2,879)	166
Increase in cash and cash equivalents in the year		(9,635)	9,474
Cash and cash equivalents at the beginning of the year		21,895	12,421
Total cash and cash equivalents at the end of the year		12,260	21,895

DAR AL-FALAAH COMMUNITY EDUCATION LIMITED
Notes to the accounts for the year ended 31st December 2018 (continued)

1. Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

a) Basis of preparation

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) (effective 1 January 2015) - (Charities SO RP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

DAR AL-FALAAH COMMUNITY EDUCATION LIMITED 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 note(s).

After reviewing the charity's forecasts and projections, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

There are no significant judgements made in the process of applying the entity's accounting policies.

b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required. The trustees have reviewed the transactions and have determined that no amendment to the comparative figures is required, other than a presentational amendment.

c) Preparation of the accounts on a going concern basis

After reviewing the charity's forecasts and projections the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

d) Income

Donations and contributions

Donations and contributions receivable for the general purposes of the School are credited to 'unrestricted funds'. Donations and contributions for purposes restricted by the wishes of the donor are taken to 'restricted funds'.

e) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity

f) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

DAR AL-FALAAH COMMUNITY EDUCATION LIMITED
Notes to the accounts for the year ended 31st December 2017 (continued)

- Expenditure on charitable activities includes the costs of teaching salaries, and other educational activities undertaken to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

g) Allocation of governance costs

Governance costs are those functions that assist the work of the charity but do not directly undertake charitable activity. The bases on which governance costs have been allocated are set out in note 6.

h) Tangible fixed assets

Individual fixed assets costing £100 or more are capitalised at cost. All assets are depreciated over their estimated useful economic lives on a straight line basis as follows:

Asset Category	Annual rate
Furniture and equipment	25%

i) Cash at bank

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.

j) Creditors

Creditors are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount.

2. Legal status of the Charity

The Charity is a company limited by guarantee and has no share capital.

DAR AL-FALAAH COMMUNITY EDUCATION LIMITED
Notes to the accounts for the year ended 31st December 2018 (continued)

3. Comparative information by fund type

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
<i>Income from:</i>				
Donations and Contributions		23,624	-	23,624
Grants Received		7,940	3,200	11,140
Total income		31,564	3,200	34,764
<i>Expenditure</i>				
Expenditure on charitable activities		25,614	-	25,614
Total expenditure		25,614	-	25,614
Net income/(expenditure) and net movement in funds for the year		5,950	3,200	9,150
Reconciliation of funds				
Total funds brought forward		13,034	-	13,034
Total funds carry forward		18,984	3,200	22,184

4. Income from charitable activities

The income from charitable activities relates to donations, grants and fundraising.

DAR AL-FALAAH COMMUNITY EDUCATION LIMITED
Notes to the accounts for the year ended 31st December 2018 (continued)

5. Analysis of expenditure on Charitable activities

	2018	2017
	£	£
Salaries and benefits	7,550	6,890
Volunteers cost	6,224	6,316
Bank charges	66	83
Cleaning	15	26
Depreciation	807	346
Food, toys & gifts	261	486
Insurance	275	270
Rent	10,927	8,018
Repair & maintenance	153	62
Stationary & printing	479	980
Postage	11	28
Subscriptions	13	13
Sundry expenses	50	100
Telephone & fax	502	533
Governance costs (see note 6)	600	600
Travel & Subsistence	1,168	863
Total	29,101	25,614

6. Analysis of governance costs

The Charity initially identifies those costs which relate to the governance function. Having identified its governance costs, the governance costs are apportioned between the two key charitable activities undertaken in the year. Refer to the table below for the basis for apportionment and the analysis of governance costs.

Analysis of Governance costs

	General Governance function	
	2018	2017
	£	£
Independent examiner fees	300	300
Accountancy services	300	300
Total	600	600

DAR AL-FALAAH COMMUNITY EDUCATION LIMITED
Notes to the accounts for the year ended 31st December 2018 (continued)

7. Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

	2018	2017
	£	£
Salaries and wages	7,550	6,890
Social security costs	-	-
Pension costs	-	-
Total	7,550	6,890

The charity trustees were not paid or received any other benefits from employment with the Charity in the year (2017: £nil) neither were they reimbursed expenses during the year (2017: £nil). No charity trustee received payment for professional or other services supplied to the charity (2017: £nil).

8. Staff Numbers

The average monthly headcount was 10 staff (2017: 10 staff members) and the average monthly number of full-time equivalent employees (including casual and part-time staff) during the year was as follows:

	2018	2017
	Number	Number
Teaching	10	10
Management	-	-
Domestic and Administrative	-	-
Total	10	10

9. Tangible fixed assets

	Furniture & Equipment	Motor Vehicles	Total
Cost:			
As at 01 Jan 2018	1,384	-	1,384
Additions	2,879	-	2,879
Adjustment/Deletion	-	-	-
As at 31 December 2018	4,263	-	4,263
Depreciation:			
As at 01 Jan 2018	443	-	443
Charge for the year	807	-	807
As at 31 December 2018	1,250	-	1,250
Net Book Value			
As at 31 December 2018	3,013	-	3,013
As at 31 December 2017	942	-	942

DAR AL-FALAAH COMMUNITY EDUCATION LIMITED
Notes to the accounts for the year ended 31st December 2018 (continued)

10. Creditors: amounts falling due within one year

	2018	2017
	£	£
Accrued liabilities	707	600
PAYE & NI payable	-	53
Total	707	653

11. Analysis of charitable funds

	Funds Dec 2017	Incoming Resources	Resources Expended	Funds Dec 2018
	£	£	£	£
Unrestricted funds	18,984	20,983	28,151	11,816
Restricted funds	3,200	500	950	2,750
	<u>22,184</u>	<u>21,483</u>	<u>29,101</u>	<u>14,566</u>

The unrestricted funds are the funds which the directors are free to use in accordance with the charitable objectives of the School.

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

Net cash used in operating activities

	2018	2017
	£	£
Net movement in funds	(7,618)	9,150
Add back: depreciation charge	807	346
Decrease (increase) in creditors	55	(188)
Cash (used in) / generated from operating activities	(6,756)	9,308