

Registered number
13606765

KARMABANK CIC
Report and Unaudited Accounts
30 September 2022

KARMABANK CIC

Registered number: 13606765

Directors' Report

The directors present their report and accounts for the period ended 30 September 2022.

Management Committee

The following persons served as directors and members of the council during the period:

A.Standen
R.Sams
M.DeVita

Governing Document

Karmabank CIC is a Community Interest Company (CIC) limited by guarantee and governed by its Memorandum and Articles of Association dated 7th September 2021(as amended). Anyone over the age of 18 can become a member of the company and there are currently 3, each of whom agree to contribute £1 in the event of the company winding up.

Disclosure of information to auditors

Recruitment and Appointment of Management Committee

The Board of Directors (also known as the Executive Committee) is elected annually at the AGM, and the election to the committee shall be for 3 years. The committee may appoint new members by co-option during the year.

Director induction and training

Most Directors are already familiar with the practical work of the CIC and are encouraged to attend regular workshops and training sessions.

Risk Management

The Management Committee has conducted a review of the major risks to which the CIC is exposed. A risk assessment has been established and is updated at least annually. Where appropriate, system or procedures have been established to mitigate the risks the CIC faces

Organisation Structure

The Board of Directors, which shall have no less than 3 members, administers the CIC. The Board meets at least six times in a year. A Co-ordinator is appointed by the Directors to manage the day to day operations of the CIC. To facilitate effective operations, the Co-ordinator has delegated authority, within terms of delegation approved by the Directors, for operational matters including finance, employment and the furtherance of CIC's principles objective.

Related Parties

As far as the Directors are aware no party has influence over the financial and operational policies of the CIC.

KARMABANK CIC**Registered number: 13606765****Directors' Report****Objectives**

The main objective is to provide benefits to the local economy and local people through consulting on, establishing & management support services for marginalised and vulnerable members of the community

Investment Power and Policy

Under the Memorandum and Articles of Association, the CIC has the power to invest in any way the Directors wish. However, bearing in mind the liquidity requirements of providing high quality direct services such as counselling, befriending, advice and information to the local community the Directors may decide to keep available funds in an interest bearing deposit account.

Reserve Policy

The Management Committee has established a policy of working towards maintaining unrestricted funds, which are free reserves of the CIC, at a level which should equate to between 3 and 6 months of unrestricted expenditure. This should provide sufficient funds to cover management and administration and support costs and thus allowing time to make emergency applications to raise funds.

Indemnity Insurance

The CIC has no insurance against loss arising from the neglect or default of any of the management committee Members. Insurance against the possibility of claims, arising during the course of assistance provided by its workers is already in place.

Small Company Provisions

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

This report was approved by the Board on 18 November 2022 and signed on its behalf.

A.Standen Raz
Chair

KARMABANK CIC
Income and expenditure account
for the period from 7 September 2021 to 30 September 2022

	Notes	2022 £
GRANTS, DONATIONS AND COLLECTIONS		22,988
Charitable and Administrative expenses		(13,579)
Current surplus		<u>9,409</u>
Exceptional items:		
		<u>9,409</u>
Surplus on ordinary activities before taxation		<u>9,409</u>
Tax on surplus on ordinary activities		-
Surplus for the period		<u><u>9,409</u></u>

KARMABANK CIC
Statement of financial activities
for the period from 7 September 2021 to 30 September 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
INCOMING RESOURCES				
Volunteer income-donations	2	14500	8488	22,988
		<u>14500</u>	<u>8488</u>	<u>22988</u>
RESOURCES EXPENDED				
Charitable activities				
Charitable expenses	3	6283	6179	12,462
Governance costs	4	1117		1,117
		<u>7400</u>	<u>6179</u>	<u>13579</u>
Surplus for the period		7100	2309	9409
Reserve Funds		<u>7100</u>	<u>2309</u>	<u>9409</u>

KARMABANK CIC
Balance Sheet
as at 30 September 2022

	Notes	2022 £
Current assets		
Cash at bank and in hand		9,909
Creditors: amounts falling due within one year	5	(500)
Net current assets		<u>9,409</u>
Net assets		<u>9,409</u>
Capital and reserves		
Reserves carried forward	6	9,409
Reserve funds		<u>9,409</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The member has not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

A.Standen Raz

Approved by the Board on 18 November 2022

KARMABANK CIC
Notes to the Accounts
for the period from 7 September 2021 to 30 September 2022

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention, in accordance with the Statements of Recommended Practice - Accounting and Reporting by Charities (SORP 2005) and with the Financial Reporting Standard 102 (1A).

Going concern

The accounts have been presented on a going concern on the basis that the Community Interest Company (CIC) will be in a position to raise adequate funding for its main activity

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered and is reported as part of expenditure to which it relates.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the CIC and include the accountancy fees and costs linked to the strategic management of the CIC. All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

2 Income resources	2022 Unrestricted £	2022 restricted £	2022 Total £
Crowdfunder		6360	6360
Magdalen & Lasher		1728	1728
Hastings Old Town Carnival	1900	100	2000
RBKC	909	300	1209
Illiquidix	4000		4000
Rothermore Foundation	5000		5000
General donations	2691		2691
	14500	8488	22,988

3 Charitable expenses	2022 Unrestricted £	2022 restricted £	2022 £
Volunteer expenses	3372		3372
Events costs		5595	5595
Food	0	584	584
Travelling and transport	371		371
Support payments to those in need	2540		2540
	6,283	6,179	12,462

KARMABANK CIC
Notes to the Accounts
for the period from 7 September 2021 to 30 September 2022

4 Governance costs	2022	2022	2022
	Unrestricted	restricted	
	£	£	£
Accountancy	500		500
Bank charges	0		0
Depreciation	0		0
Insurance	0		0
Printing postage and stationary	395		395
Sundry expenses	0		0
Compliance statement filing	61		61
Telephone	161		161
	<u>1,117</u>	<u>-</u>	<u>1,117</u>
Charitable and administrative expenses	<u>7,400</u>	<u>6,179</u>	<u>13,579</u>

5 Creditors: amounts falling due within one year	2022
	£
Other creditors	<u>500</u>

6 Reserve Funds	2022
	£
Surplus funds	9,409
At 30 September 2022	<u>9,409</u>

KARMABANK CIC
Detailed Income and expenses account
for the period from 7 September 2021 to 30 September 2022

	2022
	£
Grants and donations	22,988
Administrative expenses	(13,579)
Operating surplus	<hr/> 9,409
Surplus before tax	<hr/> <hr/> 9,409

KARMABANK CIC
Detailed Income and expenses account
for the period from 7 September 2021 to 30 September 2022

	2022
	£
Grant and donations	
Grants and donations	<u>22,988</u>
Administrative expenses	
Employee costs:	
Travel and subsistence	<u>371</u>
	<u>371</u>
General administrative expenses:	
Telephone and fax	161
Stationery and printing	395
Volunteer expenses	3,372
Support payments to those in need	2,540
Food	584
Events costs	<u>5,595</u>
	<u>12,647</u>
Legal and professional costs:	
Accountancy fees	500
Compliance statement filing	<u>61</u>
	<u>561</u>
	<u>13,579</u>

KARMABANK CIC

Accountants' report to the Board of Directors and Trustees on the preparation of the unaudited statutory accounts of KARMABANK CIC for the period ended 30 September 2022

Respective responsibilities of Trustees, Directors

As described on the balance sheet you are responsible for the preparation of the accounts for the period ended 30 September 2022 which comprise of the Profit and Loss Account, the Balance Sheet, the Statement of Financial activities and the related notes from the company's accounting records and from information and explanations you have given us.

You consider that an audit is not required for this period (under Section 43(2) of the Charities Act 1993 (the Act) and that an independent examination is needed.

It is my responsibility to:

Examine the accounts (under Section 43(3)(a) of the Act):

To follow the procedure laid out in the General Directions given by the Charity Commissioners (under Section 43(7)(b) of the Act): and

To state whether particular matters have come to our attention.

Basis of Independent Examiners Statement

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. 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 the Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently we do not express an audit opinion on the accounts. You consider that KARMABANK CIC is exempt from the statutory audit requirement for the period.

Independent Examiners Statement

In connection with my 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 41 of the 1993 Act: and

To prepare accounts which accord with the accounting records and comply with the accounting requirements of the Act have not been met: or

Mr K.Sadra
Majainah Sadra Limited
Chartered Accountants
2 Martin house
179/181 North end road
London W14 9NL

Dated: 25-6-2019