

COMPANY REGISTRATION NUMBER: 2173760
CHARITY REGISTRATION NUMBER: 519620

Smethwick Asra Limited
Company Limited by Guarantee
Financial Statements
31 March 2024

Smethwick Asra Limited
Company Limited by Guarantee
Financial Statements
Year ended 31 March 2024

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Smethwick Asra Limited
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Directors' Report)
Year ended 31 March 2024

The trustees, who are also the directors for the purposes of company law, present their report and the financial statements of the charity for the year ended 31 March 2024.

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and performance

How Our Activities Deliver Public Benefit

The trustees have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers and duties.

We have continued to provide care for those who need support with their daily living via our domiciliary care service. What matters is that Asian elderly suffering with poor health and disabilities get help as quickly as possible? Thanks to ASRA's workers and managers, people have received uninterrupted services throughout the year.

Our domiciliary care service provided to 48 elderly and disabled people has been improving the quality of life for the service users who are often terminally ill, recovering from a major operation, strokes or heart attacks, or who are permanently disabled. The service supports and assists the carers and families in personal and domestic tasks and tries to share the burden of looking after someone 24 hours a day.

In the last financial year, we provided nearly 10,000 hours of home care to elderly and disabled service users. We have continued to provide care services for those suffering with poor health and disabilities and need support with their daily living. The activities of the day centres include transport, meals, exercise sessions, alternative therapy and health promotion/prevention sessions. Our day care service provided over 7000 places during the year.

Smethwick Asra Limited
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*
Year ended 31 March 2024

Achievements and performance *(continued)*

2023/2024 was an excellent year for Asra. We finally overcame the challenges of Covid and moved forward. We have been able to maintain and improve our performance and have delivered our best-ever financial result, underlining the tremendous progress made. We have increased our Total Incoming Resources (turnover) such that it exceeded £1 million for the first time in ASRA's history.

Our total surplus for the year is in excess of £100,000. Again, another record for the charity. However, we continue to administer the charity on a very lean basis with low overheads thus enabling us to concentrate our expenditure on delivering core services.

Our main priorities remained unchanged:

- contract compliance
- increasing service levels,
- improving service delivery,
- improving workforce skills and knowledge.

Despite the challenges, we have adhered to our plan and laid a strong platform for growth. We have examined every spending decision, forged new contracts and partnerships, found gateways to new suppliers and moved resources out of inefficient or declining income arrears and into growth opportunities.

Our Project Director Javed Parvez and his Management Team rightly deserve praise for their perseverance and tenacity through the many challenges faced. It's a testament to the resourceful nature and hard work of our management team

We would also like to acknowledge the contribution of the Team at Accuo Accounting Ltd which assisted, monitored and scrutinised all aspects of income and expenditure independently of the charity's management.

We have been stretched over the past few years. The country has moved from the uncertainty of the Pandemic straight into a cost-of-living crisis, thus creating extra financial burdens on our service users and families. This is reflected in the income from private care packages and room hire, where we experienced a decrease in our income.

Throughout the year we have ensured the results of our decisions have been affordable, sustainable and fully support our service users and their families. We are deeply rooted in the community we serve. We were overwhelmed by the community response to our Turkey and Syria earthquake appeal that we organised. Our work is entirely locally led, and it authentically reflects the energy, fun and positivity that staff and service users bring every day.

In 2023/2024 our flagship venue, the Health and Social care centre came into its own. The Smethwick building has been a unique asset for Asra for many years. We have also invested in maintaining the building in order to keep it fit for purpose and provide welcoming facilities for our visitors, staff, service users and members of the public. The refurbishment is now complete.

In addition to being home to the Day care and Domiciliary services, the building hosts an ever-expanding diversified range of events including regular church sessions on Sundays. We intend recommencing private event hire for the local community, which had to cease during Covid years. Other events include Drop-in session for the local community as well as health promotion/awareness sessions.

We have taken meaningful steps to reduce our carbon footprints, from carbon measurement to energy efficiency measures (E.S lights) and decarbonising transport. We are in the process of installing Solar panels at our Smethwick site. We have sought greater information and financial support so we could invest in the green transition.

Smethwick Asra Limited
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Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*
Year ended 31 March 2024

Achievements and performance *(continued)*

Once again we would like to record our appreciation for the continued financial support of Birmingham and Sandwell LA's.

We have started to create a strong digital presence in order to distribute information and reach out to supporters, potential donors and to increase the public's perceptions and awareness.

We are also in the process of preparing a detailed comprehensive business development plan that identifies the relationship between the existing social care provision and need to establish new services. The plan will propose a programme to identify needs in both structural and infra-structural areas, management requirements, and to develop appropriate financial strategy.

Financial review

The majority of our income is derived mainly from contracts with Local Authorities and a proportion from private individuals and from long and short-term letting of our Smethwick premises.

All of the charity's income is directed towards the provision of its core services of day care and domiciliary care the trustees consider all income to be unrestricted in its use. In a previous year a donation of £1,400 was received to be used for a party. This money has not yet been spent and is carried forward to a future year.

Total income for the year increased from £981,558 in 2023 to £1,109,272 in 2024. This is a result partly of the recovery from the effects of the pandemic but also reflects the growing need for our services.

Total expenditure also increased, from £939,520 in 2023 to £1,004,613 in 2024.

The net result was a surplus for the year of £104,659 (2023: £42,038). This amount has been added to reserves to assist in developing future services. Free reserves, ie those not comprising fixed assets stood at £282,317.

Investments

We consider the best use of resources is to invest in our services, whether existing or potential new ones. Consequently there are no plans to place funds in long-term investments. The only investments we may make are short-term deposits earning interest.

Smethwick Asra Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2024

Financial review *(continued)*

Reserves

The board has examined the company's requirements for reserves in the light of the main risks to the charity. The unrestricted funds not committed or invested in tangible fixed assets are needed to meet the working capital requirements of the charity. The board are aware of the need to create significant free reserves to be able to sustain the current activities of the charity in the event of a significant drop in funding and are working towards this. There are initial plans regarding additional services that might be provided depending upon funds being available.

Our aim is to continue to build resources from planned operating surpluses.

The Treasurer reviews the reserves policy on a monthly basis ensuring that the normal day to day activities are not hindered. There is no specific amount of reserves considered necessary by the board and finance committee, which meets quarterly, and the intention is that they have at their disposal:

- Budget and actual for the current year.
- Budget for the next year.
- Monthly bank reconciliations and bank balances.
- Reports from all relevant departments.

Objectives and activities

The principal activity is the provision of health and care services to all needy, elderly, disabled and families, particularly but not exclusively of Asian origin, in the West Midlands Area. As an ancillary activity, assistance is also given on appropriate social, recreational and educational matters.

The principal activity fully reflects the purposes the charity was set up to further.

The main policies adopted to achieve our aims and thus further our charitable purposes for public benefit have been by the provision of:

1. Day Care, mainly in association with Adult and Community Services for Birmingham, Dudley and Sandwell Local Authorities, for elderly and disabled people at our centres at Fenton Street, Smethwick and Poplar Road, Sparkbrook.
2. Domiciliary Care, mainly in association with Adult and Community Services Sandwell, for elderly and disabled people and those suffering from chronic illnesses. The charity is registered with the Care Quality Commission under the Care Standards Act 2008.
3. The rental of offices and associated facilities to Community Organisations.
4. Facilities for community and private social functions.
5. Facilities for Black/African churches for Sunday services.
6. Facilities for Woman only educational/health sessions.

Where necessary the trustees have had assistance from qualified advisors and professionals in the community.

Smethwick Asra Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2024

Objectives and activities *(continued)*

We review our aims, objectives and activities each year. This review looks at what we achieved and the outcomes of our work in the previous twelve months. The review looks at the success of each key activity and the benefits they have brought to those groups of people we are set up to help. The review also helps us ensure our aims, objectives and activities remain focussed on our stated purposes.

Structure, governance and management

We are a charitable company limited by guarantee, incorporated on 5th October 1987 and registered as a charity on 11th December 1987. The company was established under a Memorandum of Association which sets out the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

Our governance structure is an integral part of the way we deliver our obligations and strategy, supporting effective decision making. There is a depth of experience amongst members who are responsible for Asra's strategic direction and sustainability. We are dedicated to a high standard of governance and follow best practice for guidance.

There are currently four board members forming a good cross-section of community representation. Generally all members are active in the community and are professional working people. Their backgrounds cover business and education, local government, construction, and community and care development fields.

The current trustees are shown on page 6. All have served throughout the year. No new trustees have been appointed for a number of years but some potential new trustees have been identified and approached and it is hoped that these will be appointed at the forthcoming Annual General Meeting (AGM) in October 2024.

The following trustees retire but will stand for re-appointment at the forthcoming AGM;

- Mrs Sangeeta Mehra-currently chair of trustees
- Mr Mohammed Salim-currently Treasurer

For the purposes of company law the trustees are the directors of the company. They give their time voluntarily and receive no remuneration or benefits from the company in their role as trustees.

Board meetings are held quarterly or more frequently when necessary and the board is responsible for the strategic direction and policy of the charity.

A scheme of delegation is in place and day to day responsibility for the provision of the services rests with the Projects Director together with the Registered Care Manager. The Projects Director is responsible for ensuring that the charity delivers the services specified and that the key performance indicators are met. The Registered Care Manager is responsible for the operation of care services, Local Authority contract compliance, maintenance of Care Quality Standards, management of the staff team and also ensuring that the team continue to develop their skills and working practices in order to deliver high quality services.

The board of trustees has the responsibility for ensuring that the organisation has in place an appropriate system of control, financial and otherwise to provide reasonable assurance that the charity is operating efficiently and effectively; its assets are safeguarded against unauthorised use or disposition; that proper records are maintained and financial information used within the charity for publication is reliable; and the charity complies with relevant laws and regulations.

Smethwick Asra Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2024

Structure, governance and management *(continued)*

It is the role of the Treasurer to examine the effectiveness of the systems of internal financial control on behalf of the board so that any significant findings or identified risks can be acted upon.

Systems of financial control are designed to provide reasonable, but not absolute assurance against material mis-statement or loss. The current business plan includes:

- An annual budget for approval by the board.
- Regular consideration by the board of actual results compared with budgets and forecasts.
- Delegation of authority to spend within clearly defined limits.
- Identification and management of financial risks by the board and line management.

As the charity grows additional internal controls will be introduced to support the current structure.

Executive management

Day to day management is delegated to the senior management team which consists of

- J Parvez (Executive Director)
- S Kaur (Care Manager)
- T Kundi (Registered Care Manager)

Reference and administrative details

Registered charity name	Smethwick Asra Limited
Charity registration number	519620
Company registration number	2173760
Principal office and registered office	ASRA Health and Social Care Centre Fenton Street Smethwick West Midlands B66 1HR

The trustees

Mrs S Mehra-Chair
Mr I Marwaha-Secretary
Mr M Salim-Treasurer
Mr S Singh

Auditors	Malcolm Willcox & Co Chartered Certified Accountants Hagley House 93 Hagley Road Birmingham B16 8LA
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Bankers	Lloyds Bank plc
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Smethwick Asra Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*

Year ended 31 March 2024

Solicitors

Excello Law Limited
Two Snowhill
Birmingham
B4 6GA

Trustees' responsibilities statement

The trustees, who are also directors 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).

Company law requires the charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the incoming resources and application of resources, including the income and expenditure, for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and 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 Companies Act 2006. 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 accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's Memorandum & Articles of Association, the Companies Act 2006 and the provisions of the Statement of Recommended Practice (SORP), applicable to Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) published in October 2019

The company qualifies as a small company under Section 383 of the Companies Act 2006.

Smethwick Asra Limited
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Directors' Report) *(continued)*
Year ended 31 March 2024

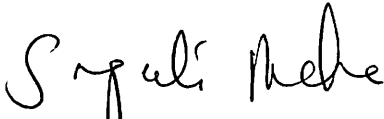
Auditors

Each of the persons who is a trustee at the date of approval of this report confirms that:

- so far as they are aware, there is no relevant audit information of which the charitable company's auditors are unaware; and
- they have taken all steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information.

The auditors are deemed to have been re-appointed in accordance with section 487 of the Companies Act 2006.

The trustees' annual report and the strategic report were approved on 30 September 2024 and signed on behalf of the board of trustees by:


S MEHRA (MRS)

Chair

Smethwick Asra Limited

Company Limited by Guarantee

Report of the Independent Auditors to the Members of Smethwick Asra Limited

Year ended 31 March 2024

Opinion

We have audited the financial statements of Smethwick Asra Limited (the 'charitable company') for the year ended 31 March 2024 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Smethwick Asra Limited

Company Limited by Guarantee

Report of the Independent Auditors to the Members of Smethwick Asra Limited *(continued)*

Year ended 31 March 2024

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditors' report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Smethwick Asra Limited

Company Limited by Guarantee

Report of the Independent Auditors to the Members of Smethwick Asra Limited *(continued)*

Year ended 31 March 2024

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The audit process includes an assessment of the entity's risk environment, through enquiry of and discussion with management and those charged with governance, including an assessment of any key laws and regulations with which the charitable company must comply in the ordinary course of its operations.

Additionally, the overall risks of irregular transactions occurring are assessed following our observations and confirmation of the design and implementation of management's controls. Whilst we are mindful of these risks, our audit focus is geared towards the risk of material misstatement in the financial statements as a whole.

As such, our procedures cannot guarantee that all transactions have been fully compliant with all relevant laws and regulations, including those regulations relating to fraud, as our procedures are not designed to detect all instances of non-compliance. By definition, the risk of our detection of non-compliance is greater where compliance with a law of regulation is removed from the events and transactions reflected in the financial statements. The risk is also greater regarding irregularities due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

Smethwick Asra Limited

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Report of the Independent Auditors to the Members of Smethwick Asra Limited *(continued)*

Year ended 31 March 2024

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.



Malcolm HJ Willcox FCCA
Senior Statutory Auditor
Malcolm Willcox & Co
Chartered Certified Accountants & Registered Auditors
Hagley House
93 Hagley Road
Birmingham
B16 8LA

1 October 2024

Smethwick Asra Limited
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)

Year ended 31 March 2024

		2024		2023
	Note	Unrestricted funds £	Restricted funds £	Total funds £
Income and endowments				
Donations and legacies	5	2,498	–	2,498
Charitable activities	6	1,097,715	–	1,097,715
Other trading activities	7	7,310	–	7,310
Investment income	8	1,749	–	1,749
Total income		<u>1,109,272</u>	<u>–</u>	<u>1,109,272</u>
Expenditure				
Expenditure on charitable activities	9,10	1,004,613	–	1,004,613
Total expenditure		<u>1,004,613</u>	<u>–</u>	<u>1,004,613</u>
Net income and net movement in funds		<u>104,659</u>	<u>–</u>	<u>104,659</u>
Reconciliation of funds				
Total funds brought forward		505,830	1,400	507,230
Total funds carried forward		<u>610,489</u>	<u>1,400</u>	<u>611,889</u>

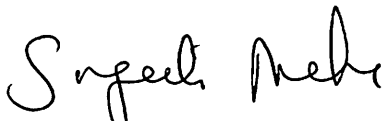
The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 16 to 24 form part of these financial statements.

Smethwick Asra Limited
Company Limited by Guarantee
Statement of Financial Position
31 March 2024

	Note	2024 £	£	2023 £
Fixed assets				
Tangible fixed assets	17		329,572	324,459
Current assets				
Debtors	18	128,176		169,805
Cash at bank and in hand		228,188		104,993
		<u>356,364</u>		<u>274,798</u>
Creditors: amounts falling due within one year	19	<u>74,047</u>		<u>92,027</u>
Net current assets			<u>282,317</u>	<u>182,771</u>
Total assets less current liabilities			<u>611,889</u>	<u>507,230</u>
Net assets			<u>611,889</u>	<u>507,230</u>
Funds of the charity				
Restricted funds			1,400	1,400
Unrestricted funds			<u>610,489</u>	<u>505,830</u>
Total charity funds	22		<u>611,889</u>	<u>507,230</u>

These financial statements were approved by the board of trustees and authorised for issue on 30 September 2024, and are signed on behalf of the board by:



S MEHRA (MRS)

Chair



M SALIM

Trustee (Treasurer)

The notes on pages 16 to 24 form part of these financial statements.

Smethwick Asra Limited
Company Limited by Guarantee
Statement of Cash Flows
Year ended 31 March 2024

	2024 £	2023 £
Cash flows from operating activities		
Net income	104,659	42,038
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	14,942	5,368
Government grant income	–	(300)
Dividends, interest and rents from investments	(1,749)	(150)
Interest payable and similar charges	1,838	970
Accrued income	(717)	(18,764)
<i>Changes in:</i>		
Trade and other debtors	40,152	33,008
Trade and other creditors	(15,786)	(17,605)
Cash generated from operations	143,339	44,565
Interest paid	(1,838)	(970)
Net cash from operating activities	<u>141,501</u>	<u>43,595</u>
Cash flows from investing activities		
Dividends, interest and rents from investments	1,749	150
Purchase of tangible assets	(20,480)	(2,800)
Proceeds from sale of tangible assets	425	–
Net cash used in investing activities	<u>(18,306)</u>	<u>(2,650)</u>
Cash flows from financing activities		
Government grant income	–	300
Net cash from financing activities	<u>–</u>	<u>300</u>
Net increase in cash and cash equivalents	123,195	41,245
Cash and cash equivalents at beginning of year	104,993	63,748
Cash and cash equivalents at end of year	<u>228,188</u>	<u>104,993</u>

The notes on pages 16 to 24 form part of these financial statements.

Smethwick Asra Limited
Company Limited by Guarantee
Notes to the Financial Statements
Year ended 31 March 2024

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is ASRA Health and Social Care Centre, Fenton Street, Smethwick, West Midlands, B66 1HR.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Significant judgements

In the opinion of the trustees there are no judgements (apart from those involving estimations) that management has made in the process of applying the entity's accounting policies that have a significant effect on the amounts recognised in the financial statements.

Key sources of estimation uncertainty

Accounting estimates and assumptions are made concerning the future and, by their nature, will rarely equal the related actual outcome. The key assumptions and other sources of estimation uncertainty that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are as follows:

- That the depreciation provided on the leasehold properties and other assets is neither excessive or insufficient in relation to actual impairment suffered. The carrying values of the assets are £329,572.
- That the service debtors, having made allowances for disputes and bad debts are recoverable at the stated carrying value of £124,102.

Smethwick Asra Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

3. Accounting policies *(continued)*

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes. Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal and fall into one of two sub-classes: restricted income funds or endowment funds. There are currently no restricted funds held.

Incoming resources

Income

All income is included in the statement of financial activities when the charity is entitled to the income, any performance related conditions attached have been met or are fully within the control of the charity, the income is considered probable and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- Donations and legacy income is received by way of donations, legacies, grants and gifts and is included in full in the Statement of Financial Activities when receivable.
- Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.
- Investment income, including income from property letting and room-hire is included when receivable.

Resources expended

Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes all VAT as this cannot be recovered, and is reported as part of the expenditure to which it relates:

- Costs of raising funds comprise the costs associated with attracting donations, grants and legacies and the costs of trading for fundraising purposes.
- 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.
- Other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.
- 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.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Smethwick Asra Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

3. Accounting policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Long Leasehold	-	Over the term of the lease-125 years
Furniture	-	25% straight line
Motor Vehicles	-	33% straight line
Office Equipment	-	25% straight line
Short Leasehold	-	Over the term of the lease

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument. Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs. Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

4. Limited by guarantee

The company is limited by guarantee. In the event of a winding up or dissolution of the company member's liability is limited to £1 each. At 31 March 2024 there were 4 members.

Smethwick Asra Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Donations				
Donations	60	60	3,600	3,600
Grants				
Government grant income	–	–	300	300
Other donations and legacies				
Sundry income	2,438	2,438	474	474
	<u>2,498</u>	<u>2,498</u>	<u>4,374</u>	<u>4,374</u>

6. Charitable activities

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Day and home care services	<u>1,097,715</u>	<u>1,097,715</u>	<u>955,714</u>	<u>955,714</u>

7. Other trading activities

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Letting and licensing	<u>7,310</u>	<u>7,310</u>	<u>21,320</u>	<u>21,320</u>

8. Investment income

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Income from cash investments	<u>1,749</u>	<u>1,749</u>	<u>150</u>	<u>150</u>

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2024 £	Unrestricted Funds £	Total Funds 2023 £
Home and day care	933,077	933,077	872,705	872,705
Support costs	71,536	71,536	66,815	66,815
	<u>1,004,613</u>	<u>1,004,613</u>	<u>939,520</u>	<u>939,520</u>

Smethwick Asra Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

10. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2024 £	Total fund 2023 £
Home and day care	933,077	61,948	995,025	936,150
Governance costs	–	9,588	9,588	3,370
	<u>933,077</u>	<u>71,536</u>	<u>1,004,613</u>	<u>939,520</u>

11. Analysis of support costs

	Care Costs £	Total 2024 £	Total 2023 £
Staff costs	61,948	61,948	63,445
Finance costs	1,838	1,838	970
Governance costs	7,750	7,750	2,400
	<u>71,536</u>	<u>71,536</u>	<u>66,815</u>

12. Net income

Net income is stated after charging/(crediting):

	2024 £	2023 £
Depreciation of tangible fixed assets	14,942	5,368
Operating lease rentals	<u>64,492</u>	<u>64,492</u>

13. Auditors' remuneration

	2024 £	2023 £
Fees payable for the audit of the financial statements	<u>4,200</u>	<u>–</u>

14. Independent examination fees

	2024 £	2023 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>-</u>	<u>2,400</u>

Smethwick Asra Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

15. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2024	2023
	£	£
Wages and salaries	663,917	644,789
Social security costs	39,265	40,033
Employer contributions to pension plans	10,740	9,494
	<u>713,922</u>	<u>694,316</u>

The average head count of employees during the year was 43 (2023: 35). The average number of full-time equivalent employees during the year is analysed as follows:

	2024	2023
	No.	No.
Number of management staff	3	3
Number of administration and support	2	2
Number of care and ancillary staff	30	28
	<u>35</u>	<u>33</u>

No employee received employee benefits of more than £60,000 during the year (2023: Nil).

Key Management Personnel

In the opinion of the trustees the key management personnel during the year were the Projects Director and the Care Managers. Their total remuneration during the year was £105,477 consisting of £103,381 for short-term compensation and £2,096 for post employment benefits. Total compensation in 2023 was £109,212.

16. Trustee remuneration and expenses

- no remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

Smethwick Asra Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

17. Tangible fixed assets

	Long leasehold property £	Fixtures and fittings £	Motor vehicles £	Equipment £	Short leasehold property £	Total £
Cost						
At 1 Apr 2023	397,242	2,000	8,400	3,458	55,005	466,105
Additions	–	15,580	4,900	–	–	20,480
Disposals	–	–	(3,100)	–	–	(3,100)
At 31 Mar 2024	<u>397,242</u>	<u>17,580</u>	<u>10,200</u>	<u>3,458</u>	<u>55,005</u>	<u>483,485</u>
Depreciation						
At 1 Apr 2023	82,628	2,000	5,575	2,550	48,893	141,646
Charge for the year	3,178	3,116	2,900	858	4,890	14,942
Disposals	–	–	(2,675)	–	–	(2,675)
At 31 Mar 2024	<u>85,806</u>	<u>5,116</u>	<u>5,800</u>	<u>3,408</u>	<u>53,783</u>	<u>153,913</u>
Carrying amount						
At 31 Mar 2024	<u>311,436</u>	<u>12,464</u>	<u>4,400</u>	<u>50</u>	<u>1,222</u>	<u>329,572</u>
At 31 Mar 2023	<u>314,614</u>	<u>–</u>	<u>2,825</u>	<u>908</u>	<u>6,112</u>	<u>324,459</u>

18. Debtors

	2024 £	2023 £
Trade debtors	124,102	139,054
Prepayments and accrued income	2,500	21,001
Other debtors	1,574	9,750
	<u>128,176</u>	<u>169,805</u>

19. Creditors: amounts falling due within one year

	2024 £	2023 £
Trade creditors	2,188	20,322
Accruals and deferred income	4,200	6,394
Social security and other taxes	8,842	19,336
Sundry creditors	–	846
Other creditors	58,817	45,129
	<u>74,047</u>	<u>92,027</u>

20. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £10,740 (2023: £9,494).

Smethwick Asra Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

21. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2024 £	2023 £
Recognised in income from donations and legacies:		
Government grants income	<u>–</u>	<u>300</u>

22. Analysis of charitable funds

Unrestricted funds

	At 1 April 2023 £	Income £	Expenditure £	At 31 March 2024 £
General funds	<u>505,830</u>	<u>1,109,272</u>	<u>(1,004,613)</u>	<u>610,489</u>

	At 1 April 2022 £	Income £	Expenditure £	At 31 March 2023 £
General funds	<u>463,792</u>	<u>981,558</u>	<u>(939,520)</u>	<u>505,830</u>

Restricted funds

	At 1 April 2023 £	Income £	Expenditure £	At 31 March 2024 £
Centre Entertainment	<u>1,400</u>	<u>–</u>	<u>–</u>	<u>1,400</u>

	At 1 April 2022 £	Income £	Expenditure £	At 31 March 2023 £
Centre Entertainment	<u>1,400</u>	<u>–</u>	<u>–</u>	<u>1,400</u>

Smethwick Asra Limited

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 March 2024

23. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Tangible fixed assets	329,572	–	329,572
Current assets	354,964	1,400	356,364
Creditors less than 1 year	(74,047)	–	(74,047)
Net assets	610,489	1,400	611,889

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Tangible fixed assets	324,459	–	324,459
Current assets	273,398	1,400	274,798
Creditors less than 1 year	(92,027)	–	(92,027)
Net assets	505,830	1,400	507,230

24. Analysis of changes in net debt

	At 1 Apr 2023 £	Cash flows £	At 31 Mar 2024 £
Cash at bank and in hand	104,993	123,195	228,188

25. Operating lease commitments

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2024 £	2023 £
Not later than 1 year	12,500	–
Later than 1 year and not later than 5 years	–	63,000
Later than 5 years	1,421,000	1,435,500
	1,433,500	1,498,500

26. Related parties

None of the directors, who are also the charity's trustees, received any remuneration or reimbursement of expenses during the year.

In a previous year the charity rented out a spare room in its premises to Mrs S Mehra, chair of the trustees. The amount receivable was £3,000 which remained outstanding at the year-end but which has since been paid in full. No rent was receivable during the current year or the immediately preceding year.