Charity Registration No. 1161788

Company Registration No. 09580721 (England and Wales)

# LOHANA CHARITABLE FOUNDATION LIMITED

# ANNUAL REPORT AND FINANCIAL STATEMENTS

# FOR THE PERIOD ENDED 5 APRIL 2017

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# LOHANA CHARITABLE FOUNDATION LIMITED

## LEGAL AND ADMINISTRATIVE INFORMATION

| | | |
|---|---|---|
| **Trustees** | Mr. Pradip Dhamecha | |
| | Mr. Vinod Kotecha | |
| | Mr. Vimal Pau | |
| | Mr. Amratlal Radia | |
| | Mr. Bhavesh Radia | |
| | Mr. Mansukhlal Raichura | |
| | Mr. Narendra Thakrar | |
| | Mr. Manish Sangani | |
| | Mrs. Pratibha Lakhani | |
| | Mr. Ajay Gokani | |
| | Mr. Rameshchandra Kantaria | |
| | Mr. Deenesh Thakrar | |
| | Mr. Rasiklal Kantaria | |
| | Mr. Jagdish Nagrecha | |
| | Mr. Deepak Jatania | |
| | Mrs. Urmila Thakrar | (Appointed 2 June 2017) |
| | Mrs. Minakshi Jasani | (Appointed 2 June 2017) |
| **Treasurer** | Amratlal Radia | |
| **Charity number** | 1161788 | |
| **Company number** | 09580721 | |
| **Registered office** | Hunter House<br>109 Snakes Lane West<br>Woodford Green<br>Essex<br>IG8 0DY | |
| **Auditor** | KLSA LLP<br>28-30 St John's Square<br>London<br>EC1M 4DN | |

# LOHANA CHARITABLE FOUNDATION LIMITED

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# LOHANA CHARITABLE FOUNDATION LIMITED

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

## *FOR THE PERIOD ENDED 5 APRIL 2017*

The Trustees present their report and accounts for the period ended 5 April 2017.

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 [governing document], the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2016)

**Objectives and activities**
The aims of the foundation are to provide the following:

- To promote the benefit of inhabitants of North and North West London without any distinction to advance education (in particular but not exclusively in the Hindu religion, culture, arts, and heritage of the Lohana Community) and to provide facilities in the interests of social welfare for recreation and other leisure time occupations.
- To establish or secure the establishment of a community centre
- To relieve poverty, hardship and distress amongst members of the community who are in need of by reason of their youth, age, infirmity or economic circumstances
- To support other general charitable purposes for the benefit of the community as Trustees deem fit.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

**Volunteers**
The volunteers are involved in general management and core activities of the Charity.

The Trustees would like to acknowledge the tremendous efforts of the volunteers and the many supporters of the Charity for their continuous support in helping the Charity to achieve its objectives.

**Achievements and performance**
During the period, the charity received cash donations amounting to £36,354 and net assets worth £4,073,611 from Lohana Charitable Foundation. Lohana Charitable Foundation was incorporated as Lohana Charitable Foundation Limited on 21 September 2016 and the assets and liabilities were transferred to Lohana Charitable Foundation Limited at fair value. The necessary approvals fro Charity Commission were obtained The trustees wish to express their gratitude for the donations received.

At the end of the reporting period, the charity held unrestricted funds amounting to £4,121,483.

**Financial review**
The financial controls of the charity are managed and controlled by the Trustees without any remuneration.

**Reserves policy**
It is the policy of the Charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The Trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the Charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the period.

**Risk management**
The Trustees has assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

**Plans for the future**
The charity plans to continue the activities outlined above in the forthcoming years as the Trustees shall determine.

# LOHANA CHARITABLE FOUNDATION LIMITED

## TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

## *FOR THE PERIOD ENDED 5 APRIL 2017*

**Structure, governance and management**
The Charity is a company limited by guarantee without share capital. The charity registration number is 1161788. It was registered on 21 May 2015. The charitable operations and assets were transferred from Lohana Charitable Foundation on 21 September 2016. The charity consists of seventeen Trustees who manage the activities of the foundation.

The Trustees, who are also the directors for the purpose of company law, and who served during the period were:

| | |
|---|---|
| Mr. Pradip Dhamecha | |
| Mr. Vinod Kotecha | |
| Mr. Vimal Pau | |
| Mr. Amratlal Radia | |
| Mr. Bhavesh Radia | |
| Mr. Mansukhlal Raichura | |
| Mr. Narendra Thakrar | |
| Mr. Yatin Dawada | (Resigned 2 June 2017) |
| Mr. Vinod Thakrar | (Resigned 2 June 2017) |
| Mr. Manish Sangani | |
| Mrs. Pratibha Lakhani | |
| Mr. Ajay Gokani | |
| Mr. Rameshchandra Kantaria | |
| Mr. Deenesh Thakrar | |
| Mr. Rasiklal Kantaria | |
| Mr. Jagdish Nagrecha | |
| Mr. Deepak Jatania | |
| Mrs. Urmila Thakrar | (Appointed 2 June 2017) |
| Mrs. Minakshi Jasani | (Appointed 2 June 2017) |

**Trustees training and recruitment**
When appointing new Trustees to the charity, the Board of Trustees consider the skills, knowledge and experience of the individual in making the appointment.

All Trustees have been allocated an area of responsibility, which, where possible, is in accordance with their skills and experience.

**Organisational structure**
The names of the current Directors and those who held office during the financial year are set out above. The Directors, who are the Charity Trustees for the purposes of the Charities Act 2011, conduct the operations of the charity. The Board of Directors meets regularly to discuss the affairs of the charity as a whole.

**Related parties**
None of our trustees receive remuneration or other benefit from their work with the charity.
Dhamecha Lohana Centre Limited, a registered company, is a wholly owned subsidiary of the Charity. The transactions during the period with the subsidiary are set out in Note 16 to the financial statements.

# LOHANA CHARITABLE FOUNDATION LIMITED

## TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

## *FOR THE PERIOD ENDED 5 APRIL 2017*

**Statement of Trustees' responsibilities**

The Trustees, who are also the directors of Lohana Charitable Foundation Limited for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Trustees to prepare accounts 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, including the income and expenditure, of the charitable company for that 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; and

- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the accounts 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.

**Auditor**

KLSA LLP were appointed as auditor to the company and a resolution proposing that they be re-appointed will be put at a General Meeting.

The Trustees' report was approved by the Board of Trustees.

Manish Sangani

**Mr. Manish Sangani**
Trustee
Dated: 1 November 2017

P Lakhani

**Mrs. Pratibha Lakhani**
Trustee
Dated:1 November 2017

# LOHANA CHARITABLE FOUNDATION LIMITED

## INDEPENDENT AUDITOR'S REPORT TO LOHANA CHARITABLE FOUNDATION LIMITED

## UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have audited the accounts of Lohana Charitable Foundation Limited for the period ended 5 April 2017 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102.

This report is made solely to the charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**Respective responsibilities of Trustees and auditor**

As explained more fully in the statement of Trustees' responsibilities, the Trustees, who are also the directors of Lohana Charitable Foundation Limited for the purposes of company law, are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view.

The Trustees have elected for the accounts to be audited in accordance with the Charities Act 2011 rather than the Companies Act 2006. Accordingly we have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. Our responsibility is to audit and express an opinion on the accounts in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

**Scope of the audit of the accounts**

An audit involves obtaining evidence about the amounts and disclosures in the accounts sufficient to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Trustees; and the overall presentation of the accounts. In addition, we read all the financial and non-financial information in the Trustees' Annual Report to identify material inconsistencies with the audited accounts and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

**Opinion on accounts.**

In our opinion the accounts:

- give a true and fair view of the state of the charitable company's affairs as at 5 April 2017 and of its incoming resources and application of resources, including its income and expenditure, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

# LOHANA CHARITABLE FOUNDATION LIMITED

## INDEPENDENT AUDITOR'S REPORT TO LOHANA CHARITABLE FOUNDATION LIMITED (CONTINUED)

## UNDER SECTION 449 OF THE COMPANIES ACT 2006

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the accounts are not in agreement with the accounting records and returns; or
- 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 accounts are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.



**Shilpa Chheda (Senior Statutory Auditor)**
**for and on behalf of KLSA LLP**
**Chartered Accountants**
**Statutory Auditor**
**28-30 St John's Square**
**London**
**EC1M 4DN**

1 November 2017

KLSA LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

# LOHANA CHARITABLE FOUNDATION LIMITED

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

### *FOR THE PERIOD ENDED 5 APRIL 2017*

| | Notes | 2017 £ |
|---|---|---|
| **Income from:** | | |
| Donations and legacies | 3 | 36,354 |
| Transfer of net assets from Lohana Charitable Foundation | | 4,073,611 |
| Investments | 4 | 50,000 |
| **Total income** | | 4,159,965 |
| **Expenditure on:** | | |
| Charitable activities | 5 | 38,482 |
| **Net income for the year/ Net movement in funds** | | 4,121,483 |
| Fund balances at 1 June 2016 | | - |
| **Fund balances at 5 April 2017** | | 4,121,483 |

The statement of financial activities includes all gains and losses recognised in the period.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

# LOHANA CHARITABLE FOUNDATION LIMITED

## BALANCE SHEET

### *AS AT 5 APRIL 2017*

| | Notes | 2017 £ | £ |
|---|---|---|---|
| **Fixed assets** | | | |
| Investment properties | **10** | | 4,599,305 |
| Investments | **11** | | 1,000 |
| | | | 4,600,305 |
| **Current assets** | | | |
| Debtors | **13** | 249,079 | |
| Cash at bank and in hand | | 66,554 | |
| | | 315,633 | |
| **Creditors: amounts falling due within one year** | **15** | (31,027) | |
| Net current assets | | | 284,606 |
| **Total assets less current liabilities** | | | 4,884,911 |
| **Creditors: amounts falling due after more than one year** | **16** | | (763,428) |
| **Net assets** | | | 4,121,483 |
| **Income funds** | | | |
| Unrestricted funds | | | 4,121,483 |
| | | | 4,121,483 |

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the period ended 5 April 2017, although an audit has been carried out under section 144 of the Charities Act 2011. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts under the requirements of the Companies Act 2006.

The Trustees' responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The accounts were approved by the Trustees on 1 November 2017

Manish Sangani

Mr. Manish Sangani
**Trustee**

P Lakhani

Mrs. Pratibha Lakhani
**Trustee**

**Company Registration No. 09580721**

# LOHANA CHARITABLE FOUNDATION LIMITED

## STATEMENT OF CASH FLOWS

### *FOR THE PERIOD ENDED 5 APRIL 2017*

| | Notes | 2017 £ | £ |
|---|---|---|---|
| **Cash flows from operating activities** | | | |
| Cash absorbed by operations | **20** | | (776,101) |
| **Investing activities** | | | |
| Investment income | | 50,000 | |
| **Net cash generated from/(used in) investing activities** | | | 50,000 |
| **Financing activities** | | | |
| Repayment of bank loans | | 792,655 | |
| **Net cash generated from/(used in) financing activities** | | | 792,655 |
| **Net increase in cash and cash equivalents** | | | 66,554 |
| Cash and cash equivalents at beginning of period | | | - |
| **Cash and cash equivalents at end of period** | | | 66,554 |

# LOHANA CHARITABLE FOUNDATION LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

## *FOR THE PERIOD ENDED 5 APRIL 2017*

### 1 Accounting policies

**Charity information**

Lohana Charitable Foundation Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Hunter House, 109 Snakes Lane West, Woodford Green, Essex, IG8 0DY.

### 1.1 Accounting convention

The accounts have been prepared in accordance with the Charity's [governing document], the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2016). The Charity is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

These accounts for the period ended 5 April 2017 are the first accounts of Lohana Charitable Foundation Limited prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 8 May 2015. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

### 1.2 Going concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the accounts.

### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Charity.

### 1.4 Incoming resources

Income is recognised when the Charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

### 1.5 Resources expended

Expenditure is recognised when it is incurred. Expenditure is reported gross of related income.

**1 Accounting policies** **(Continued)**

**1.6 Investment properties**

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially measured at cost and subsequently measured using the fair value model and stated at its fair value as the reporting end date. The surplus or deficit on revaluation is recognised in net income/(expenditure) for the year.

**1.7 Fixed asset investments**

Fixed asset investments are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in net income/ (expenditure) for the year.

A subsidiary is an entity controlled by the Charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

**1.8 Cash and cash equivalents**

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

**1.9 *Financial instruments***

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

***Basic financial assets***

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

***Basic financial liabilities***

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

**1 Accounting policies** **(Continued)**

***Derecognition of financial liabilities***

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

**1.10 Group accounts**

The financial statements present information about the charity as an individual undertaking and not about its group. The charity and its subsidiary undertaking comprise a small-sized group. The charity has therefore taken advantage of the exemptions provided by section 399 of the Companies Act 2006 and section 139 of Charities Act 2011 not to prepare group accounts.

**2 Critical accounting estimates and judgements**

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

**3 Donations and legacies**

| | 2017 |
|---|---|
| | £ |
| Donations and gifts | 4,109,965 |

**4 Investments**

| | 2017 |
|---|---|
| | £ |
| Rental income | 50,000 |

## 5 Charitable activities

| | 2017 £ |
|---|---|
| Donations | 17,679 |
| Share of support costs (see note 6) | 20,803 |
| | 38,482 |

## 6 Support costs

| | Support costs £ | Governance costs £ | 2017 £ | Basis of allocation |
|---|---|---|---|---|
| Insurance | 475 | - | 475 | |
| Printing, postage & stationery | 85 | - | 85 | |
| Audit fees | 900 | - | 900 | |
| Bank charges | 9 | - | 9 | |
| Bank interest paid | 16,890 | - | 16,890 | |
| Legal and professional fees | 2,444 | - | 2,444 | |
| | 20,803 | - | 20,803 | |
| Analysed between | | | | |
| Charitable activities | 20,803 | - | 20,803 | |

## 7 Trustees

None of the Trustees (or any persons connected with them) were reimbursed for expenses from the Charity during the period.

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the period.

## 8 Employees

There were no employees during the period.

## 9 Taxation

The Charity is exempt from corporation tax on its charitable activities.

## 10 Investment property

| | 2017 £ |
|---|---|
| **Fair value** | |
| At 1 June 2016 | - |
| Transfer from Lohana Charitable Foundation | 4,599,305 |
| At 5 April 2017 | 4,599,305 |

In the opinion of the trustees, the carrying value of the company's investment properties as at 5 April 2017 is not significantly different from the open market fair values of those properties as at that date.

## 11 Fixed asset investments

| | Unlisted investments £ |
|---|---|
| **Cost or valuation** | |
| At 5 April 2017 | - |
| Transfer from Lohana Charitable Foundation | 1,000 |
| At 5 April 2017 | 1,000 |
| **Carrying amount** | |
| At 05 April 2017 | 1,000 |
| At 31 May 2016 | - |

| Other investments comprise: | Notes | 2017 £ |
|---|---|---|
| Investments in subsidiaries | 19 | 1,000 |

## 12 Financial instruments

| | 2017 £ |
|---|---|
| **Carrying amount of financial assets** | |
| Debt instruments measured at amortised cost | 246,822 |
| **Carrying amount of financial liabilities** | |
| Measured at amortised cost | 794,455 |

## 13 Debtors

| | 2017 |
|---|---|
| **Amounts falling due within one year:** | **£** |
| Amounts due from fellow group undertakings | 246,822 |
| Prepayments and accrued income | 2,257 |
| | 249,079 |

## 14 Loans and overdrafts

| | 2017 |
|---|---|
| | £ |
| Bank loans | 792,655 |
| Payable within one year | 29,227 |
| Payable after one year | 763,428 |

The long-term loans are secured by a first legal charge on the investment property.

## 15 Creditors: amounts falling due within one year

| | Notes | 2017 |
|---|---|---|
| | | £ |
| Bank loans | 14 | 29,227 |
| Accruals and deferred income | | 1,800 |
| | | 31,027 |

## 16 Creditors: amounts falling due after more than one year

| | Notes | 2017 |
|---|---|---|
| | | £ |
| Bank loans | 14 | 763,428 |

The bank loan is repayable by monthly instalments. Commercial rates of interest are charged on the loans.

## 17 Related party transactions

Included in debtors is £246,821 receivable from the company which is a 100% subsidiary of Lohana Charitable Foundation Ltd.

### 18 Subsidiaries

These financial statements are separate company financial statements for Dhamecha Lohana Centre Limited.

Details of the Charity's subsidiaries at 5 April 2017 are as follows:

| Name of undertaking | Registered office | Nature of business | Class of shares held | % Held Direct | % Held Indirect |
|---|---|---|---|---|---|
| Dhamecha Lohana Centre Limited | United Kingdon | Letting out the centre for events and conferences | Ordinary | 100.00 | |

The aggregate capital and reserves and the result for the year of subsidiaries excluded from consolidation was as follows:

| Name of undertaking | Profit/(Loss) | Capital and Reserves |
|---|---|---|
| | £ | £ |
| Dhamecha Lohana Centre Limited | (47,822) | (215,061) |

These figures are based on the audited financial statements for the year ended 31 March 2016.

### 19 Cash generated from operations

| | 2017 |
|---|---|
| | £ |
| Surplus for the period | (478,822) |
| Adjustments for: | |
| Investment income recognised in statement of financial activities | (50,000) |
| Movements in working capital: | |
| (Increase) in debtors | (249,079) |
| Increase in creditors | 1,800 |
| **Cash absorbed by operations** | (776,101) |