

COMPANY REGISTRATION NUMBER 05137350
CHARITY NUMBER 1105545

IFOUNDATION LTD (LIMITED BY GUARANTEE)

FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2008

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FOUNDATION LTD (LIMITED BY GUARANTEE)

FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2008

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IFoundation LTD (LIMITED BY GUARANTEE)

TRUSTEES ANNUAL REPORT

YEAR ENDED 31 AUGUST 2008

The trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements of the charity for the year ended 31 August 2008.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name	IFoundation Ltd
Charity registration number	1105545
Company registration number	05137350
Principal office	23 Harcourt Street London W1H 4HJ
Registered office	23 Harcourt Street London W1H 4HJ

TRUSTEES

The trustees who served the company during the year and up to the date of this report were as follows:

Mr Nitesh Gor	
Mr Upendra Kalan	
Mr Pradip Gajjar	
Dr Prashun Popat	
Mr Dilip Patel	- appointed 25 May 2008
Mr Ramesh H Shah	- appointed 30 March 2008
Mr Sanjiv Kumar Agarwal	- appointed 25 May 2008
Mr Shailesh Govindia	- resigned 28 March 2008

The trustees are elected by members at the Annual General Meeting of the charity. One third of trustees retire by rotation at each Annual General Meeting and retiring trustees are eligible for re-election.

Secretary	Mr Upendra Kalan
Auditors	R K Raja & Co Chartered Accountants & Registered Auditors 21 Whitehouse Way London N14 7LX
Bankers	HSBC PLC 18a Curzon Street Mayfair London W1J 7LA

IFOUNDATION LTD (LIMITED BY GUARANTEE)

TRUSTEES ANNUAL REPORT

YEAR ENDED 31 AUGUST 2008

STRUCTURE, GOVERNANCE AND MANAGEMENT

The I-Foundation is a registered charity and is controlled by its governing document, a memorandum and articles of association, and constitutes a company limited by guarantee, as defined by the Companies Act 1985, which does not have a share capital. The directors therefore do not have any financial interest in the company nor are there any significant contracts in which they have a material interest.

The directors who served during the year and since the year-end are set out on page 1. The directors who are also trustees meet regularly to discuss the affairs of the charity and to assess and approve grant applications, if any, through a Distribution Committee, which has been established to supervise donations of the charity.

Risk management

The trustees regularly monitor the charity's functions to assess any risks that may arise and take steps to mitigate them.

OBJECTIVES AND ACTIVITIES

The objects of the I-Foundation are to advance, transmit, spread and propagate the religion of Hinduism, as revealed in the teachings of the Hindu scriptures, specifically Bhagvad Gita and Shrimad Bhagvatam, and the doctrines of and observances that serve to promote and manifest the said religion and in furtherance of this object but not otherwise, the I-Foundation shall have the following powers :

- (1) To educate the public generally in an awareness of God and promote a simpler and more natural way of life
- (2) To build or assist in building schools, temples, colleges, hospitals, hostels or other buildings in connection with and for the advancement of the objects of the I-Foundation, and to maintain, alter and improve the same including existing buildings and to furnish and equip the same
- (3) To spread, transmit and propagate the teachings of the Bhagvad Gita, and the Shrimad Bhagvatam and the doctrines that manifest the religion of Hinduism through various forms of media and television
- (4) To print publish, sell or cause to be printed, published, sold or, if thought fit, to distribute gratuitously books, booklets, leaflets and the like for the purpose of giving information in regard to the work of the I-Foundation
- (5) To relieve suffering and poverty as a means of expressing key tenants of the religion of Hinduism.

IFoundation LTD (LIMITED BY GUARANTEE)

TRUSTEES ANNUAL REPORT

YEAR ENDED 31 AUGUST 2008

ACHIEVEMENTS AND PERFORMANCE

The trustees are pleased to report that all the milestones alluded to in the 2007 report have been successfully completed. The land was acquired from Harrow Council at a cost of £3,180,000 to build the school. Following a detailed tender process the tender to build the school was awarded to Mansell Construction Services Ltd.

FINANCIAL REVIEW

I-Foundation's affairs and activities for the year are presented in the attached financial statements which show an excess of income over expenditure of £135,972 (2007: £(53,204)). The balances of the unrestricted funds were £(12,415) (2007: £Nil) and the balance of the restricted funds were £125,000 (2007: £(23,387)).

Project details

This will be the first Hindu Voluntary Aided school in the country, and the official faith partner is ISKCON (International Society for Krishna Consciousness), Watford. The School will be formed on the belief that education plays a vital role in shaping the character of all pupils. The School aims to provide opportunities for each child to develop their individual potential in a unique and exciting manner, in an environment shaped by the values and philosophy of the Hindu tradition.

PLANS FOR FUTURE PERIODS

The charity's main aspirations are to continue to follow its core objectives throughout the forthcoming year and to complete building of the school in time for the 2009 academic year and to develop and execute the school as a flagship, a world-class project.

The construction to build the school started in July 2008. The target date for completion and effective handover is targeted for mid August 2009. Occupancy of the school by the Krishna-Avanti Primary School is scheduled for September 2009.

RESPONSIBILITIES OF THE TRUSTEES

The trustees (who are also the directors of IFoundation Ltd for the purposes of company law) 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).

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;

IFOUNDATION LTD (LIMITED BY GUARANTEE)

TRUSTEES ANNUAL REPORT

YEAR ENDED 31 AUGUST 2008

- 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 charitable company 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 charitable company and enable them to ensure that the financial statements comply with the Companies Act 1985. The trustees are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

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

AUDITORS

A resolution to re-appoint R K Raja & Co as auditors for the ensuing year will be proposed at the Annual General Meeting.

Registered office:
23 Harcourt Street
London
W1H 4HJ

On behalf of the Board



MR UPENDRA KALAN
Company Secretary

29.6.09

IFoundation LTD (LIMITED BY GUARANTEE)

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF

IFoundation LTD

YEAR ENDED 31 AUGUST 2008

We have audited the financial statements of IFoundation Ltd for the year ended 31 August 2008 which comprise the statement of financial activities, the balance sheet and the related notes on pages 9 to 13. These financial statements have been prepared under the historical cost convention and on the basis of the accounting policies set out on pages 9 to 10.

This report is made solely to the charity's trustees, as a body, in accordance with Section 235 of the Companies Act 1985. 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 auditor's 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 the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE TRUSTEES AND AUDITORS

The responsibilities of the trustees (who are also directors of IFoundation Ltd for the purposes of company law) 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) are set out in the Statement of Responsibilities of the Trustees on pages 3 to 4.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985, and whether the information given in the Trustees Annual Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding remuneration of the trustees and other transactions is not disclosed.

We read the Trustees Annual Report and consider the implications for our report if we become aware of any apparent misstatements within it.

IFOUNDATION LTD (LIMITED BY GUARANTEE)

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF

IFOUNDATION LTD

YEAR ENDED 31 AUGUST 2008

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

OPINION

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charitable company's affairs as at 31 August 2008 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Trustees Annual Report is consistent with the financial statements.

R K Raja & Co .

**R K Raja & Co
Registered Auditors
21 Whitehouse Way
London N14 7LX**

DATE: *29.06.2009*

IFOUNDATION LTD (LIMITED BY GUARANTEE)

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE
INCOME AND EXPENDITURE ACCOUNT)**

YEAR ENDED 31 AUGUST 2008

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2008 £	Total Funds 2007 £
INCOMING RESOURCES					
Incoming resources from generating funds:					
Voluntary income	2	27,271	125,000	152,271	52,963
Investment income	3	<u>6,747</u>	<u>—</u>	<u>6,747</u>	<u>32</u>
TOTAL INCOMING RESOURCES		<u>34,018</u>	<u>125,000</u>	<u>159,018</u>	<u>52,995</u>
RESOURCES EXPENDED					
Governance costs	4	<u>(23,046)</u>	<u>—</u>	<u>(23,046)</u>	<u>(106,199)</u>
TOTAL RESOURCES EXPENDED		<u>(23,046)</u>	<u>—</u>	<u>(23,046)</u>	<u>(106,199)</u>
NET INCOMING/(OUTGOING) RESOURCES FOR THE YEAR/NET INCOME/(EXPENDITURE) FOR THE YEAR					
	5	10,972	125,000	135,972	(53,204)
RECONCILIATION OF FUNDS					
Total funds brought forward		-	(23,387)	(23,387)	29,817
Transfer between funds		<u>(23,387)</u>	<u>23,387</u>	<u>-</u>	<u>-</u>
TOTAL FUNDS CARRIED FORWARD		<u>(12,415)</u>	<u>125,000</u>	<u>112,585</u>	<u>(23,387)</u>

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 9 to 13 form part of these financial statements.

IF FOUNDATION LTD (LIMITED BY GUARANTEE)**BALANCE SHEET****31 AUGUST 2008**

	Note	2008 £	2007 £
FIXED ASSETS			
Tangible assets	8	6,330,169	576,390
CURRENT ASSETS			
Debtors	9	588,089	26,518
Cash at bank		36,097	159,668
		<u>624,186</u>	<u>186,186</u>
CREDITORS: Amounts falling due within one year	10	<u>(656,813)</u>	<u>(267,212)</u>
NET CURRENT LIABILITIES		(32,627)	(81,026)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>6,297,542</u>	<u>495,364</u>
CREDITORS: Amounts falling due after more than one year	11	(750,000)	–
GOVERNMENT GRANTS	12	(5,434,957)	(518,751)
NET ASSETS/(LIABILITIES)		<u>112,585</u>	<u>(23,387)</u>
FUNDS			
Restricted income funds	13	125,000	(23,387)
Unrestricted income funds	14	(12,415)	–
TOTAL FUNDS		<u>112,585</u>	<u>(23,387)</u>

These financial statements were approved by the board of trustees on 29.6.09
and are signed on their behalf by:


MR NITESH GOR**Director**

IFOUNDATION LTD (LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2008

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005) and the Companies Act 1985, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

Incoming resources

All incoming resources are included in the statement of financial activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Gifts in kind

The charity receives the benefit of work carried out by volunteers and receives the use of facilities and equipment without charge. No value is placed on these items, except where the benefit extends over several periods, in which case they are valued and included in the balance sheet at a reasonable valuation.

Resources expended

Expenditure is accounted for on an accrual basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Taxation

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

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Government grants

Grants received have been treated as deferred income, in accordance with statement of standard accounting practice 4, until the development is completed. Therefore these will be credited to the profit and loss account by instalments over the expected useful economic life of the related asset on a basis consistent with the depreciation policy.

IF FOUNDATION LTD (LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2008

Fixed assets

All fixed assets are initially recorded at cost.

2. VOLUNTARY INCOME

	Unrestricted Funds £	Restricted Funds £	Total Funds 2008 £	Total Funds 2007 £
Donations	27,271	–	27,271	52,963
Donations	–	125,000	125,000	–
	<u>27,271</u>	<u>125,000</u>	<u>152,271</u>	<u>52,963</u>

3. INVESTMENT INCOME

	Unrestricted Funds £	Total Funds 2008 £	Total Funds 2007 £
Bank interest receivable	<u>6,747</u>	<u>6,747</u>	<u>32</u>

4. GOVERNANCE COSTS

	Unrestricted Funds £	Total Funds 2008 £	Total Funds 2007 £
Curriculum development costs	8,166	8,166	55,337
Insurance	1,291	1,291	485
Audit fees	3,000	3,000	–
Public relations	7,380	7,380	42,022
Postage and stationery	1,047	1,047	808
Project costs	–	–	2929
Interest payable	1,323	1,323	–
Bank charges	312	312	785
Sundries	527	527	3833
	<u>23,046</u>	<u>23,046</u>	<u>106,199</u>

5. NET INCOMING/(OUTGOING) RESOURCES FOR THE YEAR

This is stated after charging:

	2008 £	2007 £
Auditors' remuneration:		
- audit of the financial statements	<u>3,000</u>	<u>–</u>

6. CAPITAL COMMITMENTS

	2008 £	2007 £
Contracted but not provided for in the financial statements	<u>7,025,869</u>	<u>–</u>

IFOUNDATION LTD (LIMITED BY GUARANTEE)**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 31 AUGUST 2008****7. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 August 2008 nor for the year ended 31 August 2007.

Trustees' Expenses

There were no trustees' expenses paid for the year ended 31 August 2008 nor for the year ended 31 August 2007.

8. TANGIBLE FIXED ASSETS

	Land & Buildings School £	Building Temple £	Total £
COST			
At 1 September 2007	576,390	–	576,390
Additions	5,455,408	298,371	5,753,779
At 31 August 2008	<u>6,031,798</u>	<u>298,371</u>	<u>6,330,169</u>
DEPRECIATION			
At 1 September 2007 and 31 August 2008	–	–	–
NET BOOK VALUE			
At 31 August 2008	6,031,798	298,371	6,330,169
At 31 August 2007	<u>576,390</u>	<u>–</u>	<u>576,390</u>

Land and buildings represent costs incurred in connection with the development of Krishna Avanti-Primary School in Harrow. The development project is expected to be completed by August 2009. The project is 90% funded by DCSF (Department for Children, Schools and Families).

9. DEBTORS

	2008 £	2007 £
Other debtors	<u>588,089</u>	<u>26,518</u>

10. CREDITORS: Amounts falling due within one year

	2008 £	2007 £
Other creditors	653,714	267,212
Accruals	<u>3,099</u>	<u>–</u>
	<u>656,813</u>	<u>267,212</u>

IF FOUNDATION LTD (LIMITED BY GUARANTEE)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 AUGUST 2008

11. CREDITORS: Amounts falling due after more than one year

	2008 £	2007 £
Other long term loans	<u>750,000</u>	<u>—</u>

12. GOVERNMENT GRANTS

	2008 £	2007 £
Received and receivable:		
DCSF Government grants	5,434,957	518,751
At 31 August 2008	<u>5,434,957</u>	<u>518,751</u>
Amortisation:		
At 31 August 2008	<u>—</u>	<u>—</u>
Net balance at 31 August 2008	<u>5,434,957</u>	<u>518,751</u>

13. RESTRICTED INCOME FUNDS

	£
Balance brought forward at 1 September 2007	(23,387)
Incoming resources	<u>125,000</u>
	101,213
Transfer to Unrestricted funds	<u>23,387</u>
Balance at 31 August 2008	<u>125,000</u>

14. UNRESTRICTED INCOME FUNDS

	£
Balance brought forward at 1 September 2007	—
Incoming resources	<u>10,972</u>
	10,972
Transfer from Restricted funds	<u>(23,387)</u>
Balance at 31 August 2008	<u>(12,415)</u>

IFOUNDATION LTD (LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 2008

15. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Net current assets/ (liabilities) £	Total £
Restricted Income Funds	125,000	125,000
Unrestricted Income Funds	(12,415)	(12,415)
Total Funds	<u>112,585</u>	<u>112,585</u>

16. COMPARATIVE FIGURES

The comparative figures are for the accounting period 25 May 2006 to 31 August 2007.