

COMPANY REGISTRATION NUMBER: SC345106

CHARITY REGISTRATION NUMBER: SC044633

Crossing Borders Education Limited

Company Limited by Guarantee

Unaudited Financial Statements

31 March 2019

Crossing Borders Education Limited

Company Limited by Guarantee

Financial Statements

Year ended 31 March 2019

	Page	
Trustees' annual report (incorporating the director's report)	1	
Independent examiner's report to the trustees	3	
Statement of financial activities (including income and expenditure account)		5
Statement of financial position	6	
Statement of cash flows	7	
Notes to the financial statements	8	

Crossing Borders Education Limited

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 March 2019

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2019 .

Reference and administrative details

Registered charity name	Crossing Borders Education Limited
Charity registration number	SC044633
Company registration number	SC345106
Principal office and registered office	The Park Findhorn Forres IV36 3TZ Scotland

The trustees

Arnd Wachter
Elizabeth Egan
Mark Anderson

Company secretary Elizabeth Egan

Independent examiner Paul Leathem FCA
Muir & Addy Chartered Accountants
Muir Building
427 Holywood Road
Belfast
BT4 2LT

Structure, governance and management

Governing document

Crossing Borders Education Limited is a company limited by guarantee governed by its Articles of Association. It is registered as a charity with the Scottish Charity Regulator (Reference number SC044633). As the company is limited by guarantee (without share capital), no board member has a beneficial interest in the company.

Recruitment and appointment of Board members

The board members of the company are charity trustees for the purposes of charity law and directors for the purposes of company law. The directors have a mix of business and charity experience, and in the event of particular skills being lost due to resignation or retirement, suitable individuals will be approached to offer themselves for appointment as directors.

Board member induction and training

Most new board members are already familiar with the work of the charity. New board members are encouraged to attend suitable training courses to familiarise themselves with the work of the charity and their responsibilities as board members.

Organisation

The board members, as directors of the company, are legally responsible for the running of the charity. Where appropriate this responsibility is delegated to others with relevant professional skills.

Risk management

The board members have carried out a review of the major risks to which the charity is exposed. Where appropriate, systems and controls have been put in place to mitigate the effects of those risks identified.

Objectives and activities

The main objective of the company is to build bridges between cultures through the provision of diverse and stimulating educational programs.

The principal activity undertaken this year was accessing free and unlimited use of a trilogy of documentary films. The trustees were also engaged in attracting funds to reduce the debt of the charity.

Achievements and performance

The main achievement this year has been having access to a trilogy of documentary films to promote the objects of the charity and to attract participation in the programmes run by the charity. There has been considerable work done on the Crossing Borders Education website. The charity has also received donations.

Financial review

Income for the year was £6,276 compared with expenditure of £1,757, resulting in net income for the year of £4,519.

There was a deficit on the unrestricted fund of £44,761 at 31 March 2019.

Net current liabilities amounted to £44,761 at 31 March 2019. The company is dependent upon the support of its lenders. Short term loans were £48,557 and these loans are regarded as "soft" with no fixed repayment dates. The company is grateful to the lenders for their continued support.

Plans for future periods

The charity will continue to work to secure partners to carry out its educational objects and is speaking to European and UK based educational providers to secure partnerships and funding. It will continue to seek donations in order to carry out its charitable aims and to reduce its debt.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 19 December 2019 and signed on behalf of the board of trustees by:

Elizabeth Egan

Charity Secretary

Crossing Borders Education Limited

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Crossing Borders Education Limited Year ended 31 March 2019

I report to the trustees on my examination of the financial statements of Crossing Borders Education Limited ('the charity') for the year ended 31 March 2019.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities and Trustee Investment (Scotland) Act 2005 ('the 2005 Act'), the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Companies Act 2006 ('the 2006 Act'). You are satisfied that the accounts of the company are not required by charity or company law to be audited and have chosen instead to have an independent examination.

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts carried out under section 44(1)(c) of the 2005 Act. In carrying out my examination I have followed the requirements of Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended). **Independent examiner's statement - matter of concern identified**

Since the charity is required by company law to prepare its accounts on an accruals basis and is registered as a charity in Scotland your examiner must be a member of a body listed in Regulation 11(2) of the Charities Accounts (Scotland) Regulations 2006 (as amended). I can confirm that I am qualified to undertake the examination because I am a registered member of Chartered Accountants Ireland which is one of the listed bodies.

Emphasis of matter - Going concern

In forming my opinion on the financial statements, I have considered the adequacy of the disclosure made in Note 16 to the financial statements concerning the company's ability to continue as a going concern. The company had net current liabilities of £44,761 at 31 March 2019 and is dependent on the continued support of creditors. The Trustees are confident that this support will continue to be forthcoming and that the financial statements should continue to be prepared on a going concern basis. I consider that this matter should be brought to your attention but my opinion is not qualified in this respect.

I confirm that no other matters have come to my attention in connection with my examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act, section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations; or
2. the financial statements do not accord with those records or with the accounting requirements of Regulation 8 of the Charities Accounts (Scotland) Regulations 2006; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.

Paul Leathem FCA Independent Examiner

Muir & Addy Chartered Accountants Muir Building 427 Hollywood Road Belfast BT4 2LT

19 December 2019

Crossing Borders Education Limited
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)

Year ended 31 March 2019

		2019		2018
		Unrestricted	Total funds	Total funds
	Note	funds £	£	£
Income and endowments				
Donations and legacies	5	3,000	3,000	1,100
Charitable activities	6	3,268	3,268	–
Investment income	7	8	8	–
		-----	-----	-----
Total income		6,276	6,276	1,100
		-----	-----	-----
Expenditure				
Expenditure on charitable activities	8,9	1,757	1,757	1,434
		-----	-----	-----
Total expenditure		1,757	1,757	1,434
		-----	-----	-----
Net income/(expenditure) and net movement in funds		4,519	4,519	(334)
		-----	-----	-----
Reconciliation of funds				
Total funds brought forward		(49,280)	(49,280)	(48,946)
		-----	-----	-----
Total funds carried forward		(44,761)	(44,761)	(49,280)
		-----	-----	-----

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

Crossing Borders Education Limited

Company Limited by Guarantee

Statement of Financial Position

31 March 2019

	Note	2019 £	£	2018 £
Current assets				
Cash at bank and in hand		4,996		1,197
Creditors: amounts falling due within one year	12	49,757		50,477
		-----		-----
Net current liabilities			44,761	49,280
			-----	-----
Total assets less current liabilities			(44,761)	(49,280)
			-----	-----
Net liabilities			(44,761)	(49,280)
			-----	-----
Funds of the charity				
Unrestricted funds			(44,761)	(49,280)
			-----	-----
Total charity funds	13		(44,761)	(49,280)
			-----	-----

For the year ending 31 March 2019 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476 ;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements .

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

These financial statements were approved by the board of trustees and authorised for issue on 19 December 2019 , and are signed on behalf of the board by:

Elizabeth Egan

Trustee

Crossing Borders Education Limited

Company Limited by Guarantee

Statement of Cash Flows

Year ended 31 March 2019

	2019	2018
	£	£
Cash flows from operating activities		
Net income/(expenditure)	4,519	(334)
<i>Adjustments for:</i>		
Other interest receivable and similar income	(8)	—
Accrued (income)/expenses	(720)	1,200
<i>Changes in:</i>		
Trade and other creditors	—	(801)
Cash generated from operations	3,791	65
Interest received	8	—
Net cash from operating activities	3,799	65
Net increase in cash and cash equivalents	3,799	65
Cash and cash equivalents at beginning of year	1,197	1,132
Cash and cash equivalents at end of year	4,996	1,197

Crossing Borders Education Limited

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 March 2019

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in Scotland and a registered charity in Scotland. The address of the registered office is The Park, Findhorn, Forres, IV36 3TZ, Scotland.

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, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

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.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes. Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment. 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.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income: - income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably. - legacy income is recognised when receipt is probable and entitlement is established. - income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers. - income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates: - expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods. - expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities. - 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 to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Financial instruments

A financial asset or a financial liability is recognised only when the charity 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. Debt instruments are subsequently measured at amortised cost. Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment. Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument. Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised. For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics. Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

The company is a company limited by guarantee and not having a share capital. In the event of the company being wound up each member undertakes to contribute such amount as may be required (not exceeding £1) to the company's assets.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Donations				
Donations	3,000	3,000	1,100	1,100

6. Charitable activities

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Film screening fees	3,268	3,268	—	—

7. Investment income

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Bank interest receivable	8	8	—	—

8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Administration costs	478	478	166	166
Support costs	1,279	1,279	1,268	1,268
	1,757	1,757	1,434	1,434

9. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2019	Total fund 2018
	£	£	£	£
Administration costs	478	—	478	166
Governance costs	—	1,279	1,279	1,268
	478	1,279	1,757	1,434
	-----	-----	-----	-----

10. Independent examination fees

2019	2018
£	£

Fees payable to the independent examiner for:

Independent examination of the financial statements	1,200	1,200
	-----	-----

11. Trustee remuneration and expenses

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

12. Creditors: amounts falling due within one year

	2019	2018
	£	£
Accruals and deferred income	1,200	1,920
Short term loans	48,557	48,557
	-----	-----
	49,757	50,477
	-----	-----

13. Analysis of charitable funds

Unrestricted funds

	At 1 April 2018	Income	Expenditure	At 31 March 2019
	£	£	£	£
General funds	(49,280)	6,276	(1,757)	(44,761)
	-----	-----	-----	-----

	At 1 April 2017	Income	Expenditure	At 31 March 2018
	£	£	£	£
General funds	(48,946)	1,100	(1,434)	(49,280)
	-----	-----	-----	-----

14. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2019 £
Current assets	4,996	4,996
Creditors less than 1 year	(49,757)	(49,757)
Net liabilities	(44,761)	(44,761)

	Unrestricted Funds £	Total Funds 2018 £
Current assets	1,197	1,197
Creditors less than 1 year	(50,477)	(50,477)
Net liabilities	(49,280)	(49,280)

15. Related parties

The company was under the control of the board of directors (trustees) throughout the current accounting period. One of the directors, Arnd Wachter , was owed £ 27,157 (2018 £27,157) at the end of the financial year by way of a short-term interest-free loan. Arnd Wachter controls a company limited by guarantee, Morocco Exchange Limited . At the end of the accounting period £ 21,400 (2018 £21,400) was owed by the company to Morocco Exchange Limited by way of a short-term interest-free loan. Donations of £3,000 were received from Morocco Exchange by way of gift aid.

16. Going concern

The company had a deficit on unrestricted reserves at 31 March 2019 of £44,761 (2018 £49,280), and is dependent upon the continued support of creditors. The directors are confident that this support will continue to be forthcoming and that the financial statements should be prepared on a going concern basis.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.