

ISACA LONDON CHAPTER
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

Draft Financial Statements
ISACA LONDON CHAPTER

COMPANY INFORMATION

Directors	D Basu D Chhabra A McLaughlan K Spence K Khan M Meade K Falana H Cinar O Bosch S Pischits P Stiernstedt	(Appointed 13 January 2020) (Appointed 17 June 2020) (Appointed 27 April 2021)
Secretary	Sanjay Sharma D J Wilkey	(Resigned 17 June 2020) (Appointed 17 June 2020)
Company number	05291214	
Registered office	2 Hilliards Court Chester Business Park Chester Cheshire CH4 9PX	
Accountants	McLintocks (NW) Limited 2 Hilliards Court Chester Business Park Chester Cheshire CH4 9PX	

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DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

The directors present their annual report and financial statements for the year ended 31 December 2020.

Membership numbers

The number of members at 31 December 2020 was 4,063 (2019-4,063)

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

D Basu	
D Chhabra	
A Mclaughlan	
K Spence	
K Khan	
A Castano	(Resigned 17 June 2020)
M Meade	
K Falana	
H Cinar	(Appointed 13 January 2020)
O Bosch	
P Deshmukh	(Resigned 13 January 2020)
S Rao	(Resigned 11 February 2020)
S Pischits	(Appointed 17 June 2020)
P Stiernstedt	(Appointed 27 April 2021)

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

On behalf of the board

.....
D Chhabra
Director

Date:

**ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION
OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF ISACA LONDON
CHAPTER FOR THE YEAR ENDED 31 DECEMBER 2020**

In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the financial statements of Isaca London Chapter for the year ended 31 December 2020 which comprise the income and expenditure account, the balance sheet and the related notes from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance>.

This report is made solely to the Board of Directors of Isaca London Chapter, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Isaca London Chapter and state those matters that we have agreed to state to the Board of Directors of Isaca London Chapter, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Isaca London Chapter and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Isaca London Chapter has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and surplus of Isaca London Chapter. You consider that Isaca London Chapter is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the financial statements of Isaca London Chapter. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

McLintocks (NW) Limited

Chartered Accountants

.....

2 Hilliards Court
Chester Business Park
Chester
Cheshire
CH4 9PX

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INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020	2019
	£	£
Income	151,500	144,149
Cost of sales	(18,000)	-
	<hr/>	<hr/>
Gross surplus	133,500	144,149
Administrative expenses	(106,090)	(141,873)
	<hr/>	<hr/>
Operating surplus	27,410	2,276
Interest receivable and similar income	319	630
	<hr/>	<hr/>
Surplus before taxation	27,729	2,906
Tax on surplus	(181)	-
	<hr/>	<hr/>
Surplus for the financial year	<u>27,548</u>	<u>2,906</u>

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BALANCE SHEET

AS AT 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Current assets					
Debtors	3	-		8,220	
Cash at bank and in hand		474,557		437,698	
		<u>474,557</u>		<u>445,918</u>	
Creditors: amounts falling due within one year	4	(88,278)		(87,187)	
Net current assets			386,279		358,731
			<u>386,279</u>		<u>358,731</u>
Reserves					
Income and expenditure account			386,279		358,731
			<u>386,279</u>		<u>358,731</u>
Members' funds			386,279		358,731
			<u>386,279</u>		<u>358,731</u>

For the financial year ended 31 December 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each 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 financial statements, so far as applicable to the company.

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.

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

The financial statements were approved by the board of directors and authorised for issue on
and are signed on its behalf by:

.....
D Chhabra
Director

Company Registration No. 05291214

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Company information

Isaca London Chapter is a private company limited by guarantee incorporated in England and Wales. The registered office is 2 Hilliards Court, Chester Business Park, Chester, Cheshire, CH4 9PX.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 “The Financial Reporting Standard applicable in the UK and Republic of Ireland” (“FRS 102”) and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

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

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

1.2 Subscription income

Subscriptions are accounted for in the year to which they relate. Subscriptions received in advance are recorded as deferred income.

1.3 Financial instruments

The company 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 company's balance sheet when the company 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.

Classification of financial liabilities

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies **(Continued)**

Basic financial liabilities

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, 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 business 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.

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in profit or loss immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

1.4 Taxation

The tax charge comprises Corporation Tax on Chapter Income received from non-members (including course fees and events attendance) and bank interest.

1.5 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation in the period are included in profit or loss.

2 Judgements and key sources of estimation uncertainty

In the application of the company's accounting policies, the directors 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 Debtors

	2020	2019
	£	£
Amounts falling due within one year:		
Other debtors	-	8,220
	=====	=====

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2020

4 Creditors: amounts falling due within one year

	2020	2019
	£	£
Corporation tax	181	-
Other creditors	88,097	87,187
	<u>88,278</u>	<u>87,187</u>
	<u><u>88,278</u></u>	<u><u>87,187</u></u>

5 Members' liability

The company is limited by guarantee, not having a share capital and consequently the liability of members is limited, subject to an undertaking by each member to contribute to the net assets or liabilities of the company on winding up such amounts as may be required not exceeding £1.

**ISACA LONDON CHAPTER
MANAGEMENT INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2020**

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DETAILED TRADING AND INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2020

		2020		2019
	£	£	£	£
Income				
Member subscriptions		135,096		127,412
Non-member other income		269		4,237
Sponsorship		6,250		12,500
ISACA training course		9,885		-
		<hr/>		<hr/>
		151,500		144,149
Cost of sales				
ISACA training course trainer costs	18,000		-	
	<hr/>		<hr/>	
		(18,000)		-
		<hr/>		<hr/>
Gross surplus		133,500		144,149
Administrative expenses		(106,090)		(141,873)
		<hr/>		<hr/>
Operating surplus		27,410		2,276
Interest receivable and similar income				
Deposit account interest	319		630	
	<hr/>		<hr/>	
		319		630
		<hr/>		<hr/>
Surplus before taxation		27,729		2,906
		<hr/> <hr/>		<hr/> <hr/>

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SCHEDULE OF ADMINISTRATIVE EXPENSES
FOR THE YEAR ENDED 31 DECEMBER 2020

	2020	2019
	£	£
Administrative expenses		
Membership director costs	11,146	-
Professional fees	1,100	1,000
Legal fees	864	-
Academic relations	4,134	8,082
Gifts and donations	3,140	1,050
Bank charges	210	83
Insurance	1,186	1,008
Committee meetings	570	1,239
International committee costs	2,582	1,387
Marketing	7,028	10,207
External relations	355	-
Events expense	35,818	78,551
Website and communications	9,459	4,113
Business entertaining	-	1,202
Administration	20,653	22,575
Government relations eurim	5,039	4,980
Profit or loss on foreign exchange	2,806	6,396
	<hr/>	<hr/>
	106,090	141,873
	<hr/> <hr/>	<hr/> <hr/>
