

REGISTERED CHARITY NUMBER: 1030807

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st DECEMBER 2021
FOR
EDUCATION AID FOR PALESTINIANS**

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st DECEMBER 2021**

	Page
Reference and Administrative Details	1
Report of the Trustees	2-3
Independent Examiner's Report	4
Statement of Financial Activities	5
Balance Sheet	6
Notes to the Financial Statements	7– 13
Detailed Statement of Financial Activities	14

EDUCATION AID FOR PALESTINIANS

REFERENCES AND ADMINISTRATIVE DETAILS FOR THE YEAR ENDED 31st DECEMBER 2021

TRUSTEES

Zaher Birawi
Wala Ramadan
Abdullah Faliq

PRINCIPAL ADDRESS

Suite 702 Crown House
North Circular Road
London
NW10 7PN

REGISTERED CHARITY NUMBER

1030807

INDEPENDENT EXAMINER

SMQ Accountancy and Management Consultancy Ltd
Crown House, North Circular Road
London
NW10 7PN

Bankers

Al Rayan Bank PLC
P.O Box 12461
Birmingham
B16 6AQ

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31st DECEMBER 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity; 'EAP' is constituted under a trust deed dated 6th December 1993, as amended on 9th July 2021, and is a registered charity no 1030807.

Recruitment and appointment of new trustees

New board members may be proposed by existing board members or by the chief executive or may apply by other means; new trustees receive an induction pack including up to date policies and regulations for the Charity, Trustees are offered ongoing training opportunities.

Decision making

The Board appraises the Executive Management Team and can make appointments to and dismissals from these positions. The Board of Trustees works with key stakeholders and makes sure that we satisfy the regulatory requirements on us as a charity.

OBJECTIVES AND ACTIVITIES

The objects of the charity are to advance the education and training of the Palestinian people by providing or assisting in the provision of educational facilities with the object of improving their condition of life.

Our aims and objectives can be summarized as follows:

- Provide higher education and scholarships to needy Palestinian students.
- Support and help develop educational institutions for Palestinians.
- Help to develop different sectors of the Palestinian society through training and educational initiatives.
- Collaborate with educational institutions in the U.K to obtain all kinds of aid and support.

Grant Making Policy and Project Cycle Implantation:

Education Aid for Palestinians (EAP) usually receives written applications for funding projects in the field. Applications are considered by the trustees and projects approved for funding are monitored on a regular basis to ensure effective and efficiency of the implication of the projects.

Activities during the Year

In 2021 the trustees proceeded with actions aligned with the strategic operational plan adopted in December 2020. This has led to refocusing all charitable work from the OPT to the UK. The trustees revised and updated the governing document and have engaged with the Charity Commission accordingly. The Trustees have also communicated with its supporters to inform them of the new sense of direction.

Public Benefit

The trustees confirm they have given due consideration to public benefit and have complied with the Charities Act 2011 in this regard

Risk Management

The EAP Board of Trustees regularly undertakes strategic and operational reviews to identify organizational risks and come up with plans to mitigate them. It is then responsible for implementing those action plans

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31st DECEMBER 2021**

FINANCIAL REVIEW

During the year, the charity received gross donations amounting to £36,362 (2020: £309,845) and the total resources expended amounted to £112,632 (2020: £192,915).

The deficit of £76,270 represents the funds expended from the funds carried forward from the previous year.

The cost of raising funds mainly consists of the staff costs which ended early in the year as normal operations were suspended.

Reserves Policy

The trustees have set a reserves policy which requires that: Reserves are maintained at a level which ensures that three months of EAP's core activity could continue during a period of unforeseen difficulty. The actual unrestricted reserves carried forward for the year amounted to £168,706, which is sufficient for the purpose of covering operational costs and planned charitable expenditure.

Going concern

The Board of Trustees have reviewed the Charity's financial requirements for a period of 12 months following the date of approval of these accounts and are of the opinion that the charity has taken the necessary measures to ensure it has adequate resources to continue its operational existence for the foreseeable future. The trustees are proceeding in line with the strategic restructure and operational plan.

FUTURE PLANS

The trustees have taken the necessary measures to address the challenges facing the charity.

In line with the trustee's strategic review carried out at the year end of 2020 the charity will be proceeding with the next phase of the plan to restructure and refocus its operations. The trustees will endeavor to complete the development of an operational action plan to achieve its new direction and improve the due diligence and good governance processes.

Approved by order of the board of trustees on 15 October 2022 and signed on its behalf by:



Zaher Birawi – Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF EDUCATION AID FOR PALESTINIANS

Independent examiner's report to the trustees of Education Aid for Palestinians

I report to the charity trustees on my examination of the accounts of the Education Aid for Palestinians (the Trust) for the year ended 31st DECEMBER 2021.

Responsibilities and basis of report.

As the charity trustees of the trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act'),

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(6) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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,



Nishith Desai, ACCA
SMQ Accountancy and Management
Consultants Limited
Crown House, North Circular Road,
London
NW10 7PN

15 October 2022

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31st DECEMBER 2021**

		Unrestricted fund	Restricted fund	31.12.2021	31.12.2020
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	36,362	0	36,362	309,845
Total		36,362	0	36,362	309,845
Expenditure on					
Raising funds	4	34,282	0	34,282	106,947
Higher education - university education		-	28,950	28,950	7,867
School education- orphan students		-	11,000	11,000	-
School education -special needs students (disability)		-	8,985	8,985	-
Higher education - vocational training		-	18,000	18,000	-
School education- clean water (Waqf)					1,400
Ramadan					35,363
Other	5	11,415	-	11,415	49,472
Total		45,697	66,935	112,632	192,916
Net Income / Expenditure		(9,335)	(66,935)	(76,270)	116,930
Transfer between funds		-	-	-	-
Net Movement in funds		(9,335)	(66,935)	(76,270)	116,930
Reconciliation of funds					
Total funds b/f		178,041	91,901	269,942	153,012
Total funds c/f		168,706	24,966	193,672	269,942

The notes form part of these financial statements

**EDUCATION AID FOR PALESTINIANS -
BALANCE SHEET AS AT 31.12.2021**

		Unrestricted fund	Restricted fund	31.12.2021	31.12.2020
TANGIBLE ASSETS					
Fixed Assets		-		-	642
CURRENT ASSETS					
Debtors		-		-	15,028
Cash in Hand and Bank		196,072		196,072	260,956
		196,072	-	196,072	275,984
CREDITORS					
Amounts falling due within one year	6	2,400		2,400	6,685
NET CURRENT ASSETS		193,672	-	193,672	269,300
TOTAL ASSETS LESS CURRENT LIABILITIES		193,672	-	193,672	269,942
NET ASSETS		193,672	-	193,672	269,942
FUNDS					
Unrestricted funds		193,672		193,672	178,041
Restricted funds		-		-	91,900
		193,672	-	193,672	269,942

The financial statements were approved by the Board of Trustees on 15 October 2022 and were signed on its behalf by:



Zaher Birawi -Trustee

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st DECEMBER 2021**

1. Presentation CURRENCY

The presentation currency of the financial statements is the Pound Sterling (£).

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102¹ 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows
- the requirement of Section 3 Financial Statement Presentation paragraph 3.1(d);
- the requirements of Section 11 Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26, 12.27, 12.29(n), 12.29(b) and 12.29A; the requirement of Section 33 Related Party Disclosure paragraph 33.7.

Critical accounting judgements and key source of estimation uncertainty

There are no significant estimates having a material effect on the financial statements.

Income

All income is recognized in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received, and the amount can be measured reliably.

Donations

This comprises all incoming resources from donations, grants of general nature provided by other charitable foundations which are not conditional on delivering certain levels of volumes of a service or supply of charitable goods and income from fundraising partners on the basis of that which is remitted to EAP in the United Kingdom.

ACCOUNTING POLICIES

Expenditure

Liabilities are recognized as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably, Expenditure is accounted for on an accrual basis and has been classified under headings that aggregate nil cost 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.

Grants offered subject to conditions which have not been met at the yearend date are noted as a commitment but not accrued as expenditure.

Raising funds

Raising funds includes all expenditure incurred by the charity to raise funds for its charitable purposes and includes costs of all fundraising activities, events and non-charitable trading,

Charitable activities

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.

Governance costs

Governance costs include those incurred in the governance of the Charity and its assets and are primarily associated with meeting the constitutional and statutory requirements of the Charity.

Allocation and apportionment of costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocation property costs by floor areas, or per capital, staff costs by the time spent and other costs by their usage.

Tangible fixed assets

Fixed assets are included at cost. Items are capitalized if their cost or, if gifted their donated value, is over £1,000. Depreciation is provided on tangible fixed assets to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Office equipment 25% straight line basis.

Taxation

The charity is exempt from tax on its charitable activities.

EDUCATION AID FOR PALESTINIANS

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

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Going concern

The Board of Trustees have reviewed the Charity's financial requirements for a period of 12 months following the date of approval of these accounts and are of the opinion that the charity has taken the necessary measures to ensure it has adequate resources to continue in operational existence for the foreseeable future.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognized at transaction value.

**NOTES TO THE FINANCIAL STATEMENTS FOR THE
YEAR ENDED 31st DECEMBER 2021**

3. DONATIONS AND LEGACIES

	31.12.21	31.12.20
	£	£
Donations	36,362	244,027
Gift aid	-	33,287
Grants	-	32,531
	36,362	309,845

Donations and grants received, included in the above, are as follows:

			2021	2020
	Unrestricted funds	Restricted funds	Total funds	Total funds
Donations and grants				
Needy students (schools)	2,010		2,010	10,847
Zakat				0
Orphans	18,630		18,630	11,534
Special needs				4,430
Winter				0
Water	1,020		1,020	2,174
Ramadan				129,529
General	14,702		14,702	
Total donations & grants				
Gift aid				
Total income	36,362		36,362	277,314

4. RAISING FUNDS

	31.12.21	31.12.20
	£	£
Postage	0	447
Travel	0	310
	0	757
Other Trading activities		
Staff costs	29,282	62,314
Fundraising costs	0	37,714
Legal and Professional	5,000	5,028
Depreciation	0	1,134
	34,282	106,947

**NOTES TO THE FINANCIAL STATEMENTS –
FOR THE YEAR ENDED 31ST DECEMBER 2021**

5. CHARITABLE ACTIVITIES COSTS

GRANTS PAYABLE

		2021		2020
	No. of Grants	Amount (£)	No. of Grants	Amount (£)
School education- needy	20	18,000		
Students' higher education- University education School	25	28,950	8	7,867
Students' higher education- School education- special needs (Disability) Higher education Vocational training School	10	8,985		
Education clean water (Waqf) Ramadan			2	1,400
Orphans	10	11,000		
Total	65	66,935	10	9,267

There were no grants paid to any individual directly

No support costs were directly attributable to the grant activity and therefore the above costs do not include any support costs.

The names of the recipient institutions are withheld as in the trustees' opinion the circumstances mount to a serious prejudice whilst the rest of the details have been fully disclosed.

Support costs, included in the above, are as follows:

6. Governance costs

	31.12.21	31.12.20
Other resources expended		
	£	£
Wages	0	26,706
Independent examination fee	0	1,250
Telephone	0	217
Postage and Stationer	147	192
Accountancy	5,520	300
Rent	3,348	20,592
Bank Charges	0	215
	9,015	49,472

INDEPENDENT EXAMINER'S/AIIDITORS' REMUNERATION

	31.12.21	31.12.20
	£	£
Fees payable in respect of the Independent examination/audit of the charity's financial statements	2,400	2,000

7. **TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31st DECEMBER 2021 nor for the year ended 31st December 2020.

Trustees' expenses

There were no trustees expenses paid for the year ended 31st DECEMBER 2021 or for the year ended 31st December 2020.

8. **STAFF COSTS**

31.12.21 31.12.20

Wages and salaries	29,281	89,020
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The staff costs include social security costs of £6,937 (2020: £7,690)

The average monthly number of employees during the year was as follows:

Administration	5	5
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No employees received emoluments in excess of £60,000

9. **TANGIBLE FIXED ASSETS**

Computer Equipment

COST

At 1st January 2020	4,532
Additions	0
At 31st DECEMBER 2021	4,532

DEPRECIATION

At 1st January 2020	3,890
Charge for the year	642
At 31st DECEMBER 2021	4,532

NET BOOK VALUE

At 31st DECEMBER 2021	0
At 31st December 2020	642

10. MOVEMENT IN FUNDS

	At 01.01.21	Net Movement in funds	Transfer between funds	At 31.12.21
Unrestricted funds (General funds)	269,942	(76,270)	-	193,672
Total Funds	269,942	(76,270)	-	193,672

11. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ending December 2021.

12. POST BALANCE SHEET EVENTS

There were no post balance sheet events.

13. ULTIMATE CONTROLLING PARTY

The charity is collectively controlled by the Trustees. None have any beneficial interest in the charity,

14. TAXATION

The charity is a registered charity and is, therefore, exempt from taxation on charitable activities,

15. FINANCIAL INSTRUMENTS

Financial assets measured at amortized cost

	2021 £	2020 £
Cash	0	260,956

Financial liabilities measured at
amortized cost

There were no financial liabilities measured at amortized cost in the current or Last year.

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR
THE YEAR ENDED 31st DECEMBER 2021**

	31.12.21 £	31.12.20 £
INCOME AND ENDOWMENTS		
Donations and Legacies		
Donations	36,362	244,027
Gift Aid	-	33,287
Grants	-	32,531
Total incoming resources	36,362	309,845
Expenditure		
Raising donations and legacies		
Postage and Stationery	-	447
Travel	5,000	310
Legal and professional		
	5,000	757
Other trading activities		
Wages	29,282	62,314
Fund raising cost	-	37,714
Computer equipment	-	1,133
	29,282	101,161
Charitable activities		
Grants to institutions	66,935	36,497
Support costs/ Governance costs		
Wages	-	26,706
Independent examination fee	2,400	1,250
Legal and professional	5,000	5,027
Telephone	-	217
Postage and stationery	-	192
Accountancy and legal fees	147	300
Rent	5,520	20,592
Bank charges	3,348	215
	11,415	49,472
Total resources expensed	112,632	192,914
Net income / (expenditure)	(76,270)	116,931

This page does not form part of the statutory financial statements