

REGISTERED COMPANY NUMBER: 03949712 (England and Wales)
SCOTTISH REGISTERED CHARITY NUMBER: SC041327
ENGLAND AND WALES REGISTERED CHARITY NUMBER: 1083036

Report of the Trustees and Financial Statements for the Year Ended 31
December 2022 for



Sarwar Foundation
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for the Year Ended 31 December 2022

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**Sarwar Foundation
Report of the Trustees
for the year ended 31 December 2022**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2022. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03949712

Scottish Registered Charity number

SC041327

England and Wales Registered Charity number

1083036

Registered office

3 Woodside Park Avenue
London
E17 8EN

Trading Address

320 Victoria Road
Glasgow
G42 7RP

Trustees

M Hassan
M Khalid
A Majid
M A Rajak
P Sarwar
S King
M Hanif (appointed 5 Apr 2022)
F Sarwar (appointed 5 Apr 2022)

Secretary

S King

Independent examiner

DA Accountants
Spiersbridge Business Park
1 Spiersbridge Way
Glasgow
G46 8NG

Bankers

Habib Bank Zurich Plc
Showroom 5, The Point
173-175 Cheetham Hill Road
Manchester
M8 8LG

Bank of Scotland
464 Victoria Rd
Glasgow
G42 8PB

STRUCTURE, GOVERNANCE AND MANAGEMENT**Governing document**

The charity is controlled by its governing document, a memorandum and articles of association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

Public benefit Statement

The trustees confirm they have referred a statement on public benefit to the Charity Commission. In their opinion, the Sarwar Foundation fully satisfies the Charity Commission's test of public benefit. The charity provides people in the UK with an opportunity to express their compassion or generosity towards those in need in Pakistan and elsewhere. The charity drives change for a positive future by providing free healthcare, supplying clean drinking water, educating children and empowering women.

**Sarwar Foundation
Report of Trustees
for the year ended 31 December 2022**

The Trustees present their report and accounts for the year ended 31 December 2022.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

We the trustees present the report on the activities of the financial period January 1, 2022, to December 31, 2022.

Objectives and aims

The Sarwar Foundation works to save lives, transform the lives of those in need, and create fulfilling lives.

We save lives by providing access to quality healthcare and clean drinking water; we transform lives by educating children and helping those in need; and we create fulfilling lives by empowering women with new skills in our HunarGah centres.

Our values are driven by social justice, the principles of equality and fairness, promoting greater diversity, and a sense of pride in our history and communities.

We run projects in Pakistan and the UK.

Significant activities

In 2022, as the impact of the global Covid pandemic eased, we faced a new tragedy with devastating flooding in Pakistan. Nearly 2,000 people were killed, more than 2 million people were left homeless, almost 900,000 homes were destroyed, and 33 million people were affected. Our sister charity in Pakistan was on the ground, running emergency health clinics and distributing ration packs. In the UK we encouraged donations of £30 to provide a food ration pack for a family for one month in Pakistan. More than 900 bags of vital supplies were shipped to Pakistan to help the victims of the floods, including clothes, bedding, shoes, hygiene packs and children's toys, which were donated to the Sarwar Foundation by people in Scotland. The Sarwar Foundation spent £270,000.00 on supporting those affected by the floods.

In the UK, we ran another highly successful Toybank Appeal at Christmas. Working with Scottish Women's Aid and Glasgow's No.1 Baby and Family Support Service, our tenth annual appeal supported hundreds of children and young people across Scotland. Donations were used to buy new toys or gift vouchers for those who may otherwise receive nothing at Christmas.

Our 2022 Ramadan campaign focused on raising funds for solar-powered water pumps in Pakistan. The cost of a pump is around £300 and will supply water for up to 12 families. We also encouraged donations to fund the purchase of sewing machines for our HunarGahs and urged people to provide £20 for a food parcel to last throughout Ramadan for a family in Pakistan. In the UK, we also worked to support those going hungry in the city of Glasgow. During Ramadan, we encouraged people to donate just £10 for a food parcel.

Sarwar Foundation projects, UK:

- Charity shop in Glasgow
- Christmas Toybank appeal
- Ramadan campaign

The Sarwar Foundation organises charity events and fundraising activities in the UK. Our charity shop in Glasgow fully re-opened following the pandemic, and all funds raised from the shop go towards our ongoing projects. We did not organise any largescale events in 2022, however our charity was generously supported with fundraising at three events held by Oceanic Events.

**Sarwar Foundation
Report of Trustees
for the year ended 31 December 2022**

Christmas Toybank Appeal

We organised the tenth nationwide Toybank campaign to provide Christmas presents for Scottish families struggling during the festive season. The campaign was arranged by the Sarwar Foundation in conjunction with Scottish Women's Aid and the Glasgow No.1 Baby and Family Support Service, and £25,500 was donated to help families at Christmas.

We would like to thank PFA Scotland, for a generous donation of £5000, AR26, the charity set up by Scotland men's football captain Andy Robertson, the Scottish Asian Food Awards and the Scottish Hair and Beauty Awards. Thanks also go to the Entertainer chain for offering us a generous discount on toys, as well as Rangers Football Club, Trespass, Blameless Charity, HAFC Community Trust, and Hamilton Academical Football Club. All funds raised went towards new toys or gift vouchers for children. In 2022, one mother who received gifts for her children through the Toybank in 2021 told us she was unable to sleep for worrying about letting her children down at Christmas. She said: "I cried when the parcels arrived. I cried on Christmas eve looking at them under the tree and I cried again on Christmas morning watching the kids open them. Tears of sheer joy and relief for a change and – for that one day – of not feeling I'd let my kids down. I thank you from the bottom of my heart."

Ramadan 2022 campaign

Our Ramadan 2022 campaign focused on alleviating hunger in the UK and Pakistan, providing solar-powered water pumps in Pakistan, and providing sewing machines for HunarGahs in Pakistan. Ramadan is an opportunity for us to appreciate what we have, to think of those who are less fortunate, and gain reward from Allah. The Prophet Muhammed (PBUH) said "charity never decreases wealth, rather it increases it."

Our sister charity in Pakistan is one of the largest NGOs providing clean water in the country, and has been working to support vulnerable communities across the country for the past 22 years. Installing solar powered water pumps provides families and communities with a regular, sustainable supply of clean water, not just for drinking, but for cooking, cleaning, watering crops and keeping animals healthy. Solar powered water pumps can provide people with water for life, in a way that is sustainable, protects the environment and is cost-effective.

HunarGah centres enable women to access free education and training, allowing them to earn their own income and go on to establish their own businesses. The free training provided ranges from dress design and sewing, computer training, shoe making, jewellery making, hair and beauty. Just £120 buys a sewing machine for a woman, which will enable her to provide an income for her and her family for many years to come.

The kindness and generosity of people in Scotland during Ramadan helped feed families and people across Glasgow, supporting the poorest in our communities, including asylum seekers and refugees with essential food supplies. Muslims and non-Muslims were encouraged to donate during Ramadan.

Our Ramadan campaign reached more than 130,000 people on Facebook, with more than 10,000 impressions on Instagram, and there were 1,100 users of our website during the Ramadan period.

The Sarwar Foundation in Pakistan

Projects are overseen in Pakistan by our partner Sarwar Foundation, Charity number 0048228. The following information references work of Sarwar Foundation in Pakistan.

**Sarwar Foundation
Report of Trustees
for the year ended 31 December 2022**

Sarwar Foundation projects, Pakistan:

- Sarwar Foundation hospitals
- Medicine and eye camps
- Health awareness campaigns
- Sarwar Foundation School, Pir Mahal
- Clean Water filtration plants
- HunarGah centres – skill development for women
- Sponsorship of children's education

Healthcare in Pakistan

During 2022, Sarwar Foundation hospitals treated more than 228,000 outpatients, and nearly 20,000 patients were admitted. More than 8,000 people were operated on in our hospital, and 9,078 babies were born. Sarwar Foundation runs primary hospitals which offer a 24-hour emergency service and are equipped with operating theatres, labour rooms, general and private wards, a nursery and a 24-hour ambulance service. In 2022, hospital extension was built and new equipment was purchase for the hospital.

To provide a wider range of medical service to vulnerable Pakistani people, Sarwar Foundation continued to run medical camps in hard-to-reach rural areas. Sarwar Foundation continued to take action against sight loss by running eye health camps with the help of local ophthalmologists to check the quality of sight and overall optical health of Pakistan's most disadvantaged people. The eye camps provide eye examinations, prescribe and distribute glasses, detect and treat a multitude of eye conditions and perform eye surgeries, all free of cost.

Education in Pakistan

Sarwar Foundation School offers high quality education to the people of Pir Mahal, a small town in Punjab. In 2022, there were 1,155 pupils with 64 teachers and staff. In 2022, the school delivered a 100% success rate in intermediate results. In Pakistan, Sarwar Foundation encourages people to sponsor a child's education via its website. In 2022, a new bus was purchased for the school.

Clean water in Pakistan

In 2022, Sarwar Foundation continued to provide and run water filtration plants to provide clean drinking water for communities in Pakistan. Its clean water initiative has so far installed 225 water filtration plants in communities across Pakistan, giving thousands of people instant access to free, clean and safe drinking water. Sarwar Foundation has installed around 100 solar-powered water pumps and 50 hand pumps in communities most in need. To date, more than 2.2 million people have benefitted from Sarwar Foundation's clean water initiative.

Women empowerment

Sarwar Foundation ran 80 HunarGah skills training centres for women across the Punjab in 2022. These centres have now trained more than 35,000 women who are now able to earn their own livelihood. The centres offer dress design and sewing classes, beautician courses, computer training, jewellery and handicraft courses. Many also have facilities for educating young children. Sarwar Foundation runs 16 centres in women's prisons.

**Sarwar Foundation
Report of Trustees
for the year ended 31 December 2022**

Pakistan floods

In August 2022, devastating floods hit Pakistan, killing thousands and leaving millions more without shelter, food or basic healthcare.

The Sarwar Foundation and our sister charity in Pakistan immediately launched an emergency appeal to help those in most need. Thanks to donations from across the globe, the charity in Pakistan delivered emergency food parcels, set up healthcare camps and gave people water purification drops to ensure they have safe drinking water. A total of £270,000 was spent to support the victims of the floods. We were overwhelmed by the kindness people have shown, including sending 900 bags of vital supplies from Glasgow to Pakistan, and the kind donation of books from the Scottish Police Muslim Association.

We would like to thank our supporters, including Al Khair, for their generous donation and for organising shipping to Pakistan, Oceanic Events, and the Scottish Asian Business Awards for choosing to support the emergency appeal. We would also like to thank Football for Peace and British Airways for providing ten tonnes of blankets and essentials for the flood victims.

Public benefit statement

The trustees confirm they have referred a statement on public benefit to the Charity Commission. In their opinion, the Sarwar Foundation fully satisfies the Charity Commission's test of public benefit.

The charity provides people in the UK with an opportunity to express their compassion or generosity towards those in need in Pakistan and elsewhere.

The charity drives change for a positive future by providing free healthcare, supplying clean drinking water, educating children and empowering women.

S King
Trustee & Secretary

Suzan W King

Independent Examiner's Report to the Trustees of Sarwar Foundation

I report on the accounts for the year ended 31 December 2022 set out on pages seven to fourteen.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of ACCA.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

Independent examiner's qualified statement

No other matter has come to my attention:

(1) which gives me reasonable cause to believe that, in any material respect, the requirements

- to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of Sections 394 and 395 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Dinesh Hallan, FCCA
DA Accountants
Chartered Certified Accountants
Spiersbridge Business Park
1 Spiersbridge Way
Glasgow
G46 8NG
26 September 2023



A handwritten signature in blue ink, appearing to read "Dinesh Hallan".

Sarwar Foundation
Statement of Financial Activities
for the year ended 31 December 2022

	2022	2021
	£	£
INCOMING RESOURCES		
Incoming resources from generated funds		
Voluntary income	354,667	72,751
Activities for generating funds	126,490	61,422
Total incoming resources	<u>481,157</u>	<u>134,173</u>
 RESOURCES EXPENDED		
Costs of generating funds		
Costs of generating voluntary income	43,662	5,621
Fundraising trading	-	
Charitable activities		
International projects	553,083	9,685
Governance costs	84,598	111,110
Other resources expended	33,367	39,914
Total resources expended	<u>714,710</u>	<u>166,330</u>
 NET INCOMING/(OUTGOING)	<u>(233,553)</u>	<u>(32,157)</u>
 RECONCILIATION OF FUNDS		
Total funds brought forward	505,333	488,932
TOTAL FUNDS CARRIED FORWARD	<u>271,780</u>	<u>456,775</u>

**Sarwar Foundation
Balance Sheet
as at 31 December 2022**

		2022 £	2021 £
Fixed assets			
Tangible assets	2	3,710	4,240
Current assets			
Debtors	3	4,750	4,750
Cash at bank		265,130	497,724
Cash in hand		764	299
		<u>270,644</u>	<u>502,773</u>
Creditors: amounts falling due within one year	4	(2,574)	(1,680)
Net current assets		<u>268,070</u>	<u>501,093</u>
Net assets		<u>271,780</u>	<u>505,333</u>
Funds			
Unrestricted funds	10	271,780	505,333
Total funds		<u>271,780</u>	<u>505,333</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2022 .

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 December 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit 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 charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the board of trustees on 26 September 2023 and were signed on its behalf by:

S King

Suzan W King

Sarwar Foundation
Notes to the Accounts
for the year ended 31 December 2022

1 Accounting policies

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

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 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.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

2 ACTIVITIES FOR GENERATING FUNDS

	2022	2021
	£	£
Recycling	3,587	2,497
Charity shop income	80,655	58,925
Toybank donations	16,468	31,391
Charity box income	25,780	17,167
	126,490	109,980

3 COSTS OF GENERATING VOLUNTARY INCOME

	2022	2021
	£	£
Fundraising costs	40,529	905
Motor vehicle costs	2,600	4,324
Miscellaneous costs	533	392
	43,662	5,621

4 NET INCOMING/(OUTGOING) RESOURCES

2022	2021
£	£

Sarwar Foundation
Notes to the Accounts
for the year ended 31 December 2022

Rent	19,000	19,000
	<u>19,000</u>	<u>19,000</u>

5 TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 or for the year ended 31 December 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021 or for the year ended 31 December 2022.

6 STAFF COSTS

	2022	2021
	£	£
Wages and salaries	45,898	47,610
	<u>45,898</u>	<u>47,610</u>

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

	2022	2021
Staff	<u>2</u>	<u>2</u>

No employees received emoluments in excess of £60,000.

2 Tangible fixed assets

	Motor vehicles
	£
Cost	
At 1 January 2022	5,300
At 31 December 2022	<u>5,300</u>
Depreciation	
At 1 January 2022	1,060
Charge for the year	530
At 31 December 2022	<u>1,590</u>
Net book value	
At 31 December 2022	<u>3,710</u>
At 31 December 2021	<u>4,240</u>

3 Debtors

	2022	2021
	£	£
Trade debtors	<u>4,750</u>	<u>4,750</u>

4 Creditors: amounts falling due within one year

2022	2021
£	£

Sarwar Foundation
Notes to the Accounts
for the year ended 31 December 2022

Trade creditors	894	-
Other taxes and social security costs	680	680
Accruals	1,000	1,000
	<u>2,574</u>	<u>1,680</u>

10 MOVEMENT IN FUNDS

	2021	Movement	2022
	£	£	£
Unrestricted funds			
Cash & Paypal account	299	465	764
Charity Main Account	406,868	(196,028)	210,840
Zakat fund	25,953	(25,907)	46
Charity Shop	55,775	(1,531)	54,244
Current Account	9,128	(9,128)	-
	<u>498,023</u>	<u>(232,129)</u>	<u>265,894</u>
TOTAL FUNDS	<u>498,023</u>	<u>(232,129)</u>	<u>265,894</u>

Net movement in funds, included in the above are as follows:

	Incoming	Resources	Movement
	resources	expended	
	£	£	£
Unrestricted funds			
Cash & Paypal account	106,435	(105,970)	465
Charity Main Account	414,284	(610,313)	(196,028)
Zakat fund	6,095	(32,002)	(25,907)
Charity Shop	62,042	(63,573)	(1,531)
Current Account	99,687	(108,815)	(9,128)
	<u>688,543</u>	<u>(920,673)</u>	<u>(232,129)</u>
	<u>688,543</u>	<u>(920,673)</u>	<u>(232,129)</u>

Sarwar Foundation
Detailed Statement of Financial activities
for the year ended 31 December 2022

	2022	2021
	£	£
INCOMING RESOURCES		
Voluntary income		
Donations	354,667	36,118
Gift Aid	-	3,532
Covid Business Grant	-	19,000
Covid Job Retention Scheme Grant	-	14,101
	<u>354,667</u>	<u>72,751</u>
Activities for generating funds		
Recycling	3,587	2,497
Charity shop income	80,655	58,925
Toybank donations	16,468	31,391
Charity box income	25,780	17,167
	<u>126,490</u>	<u>61,422</u>
Total incoming resources	<u>481,157</u>	<u>134,173</u>
RESOURCES EXPENDED		
Activities for generating funds		
Fundraising costs	40,529	905
Motor vehicle costs	2,600	4,324
Miscellaneous costs	533	392
	<u>43,662</u>	<u>5,621</u>
International projects	553,083	9,685
U.K Projects & Donations to other charitable causes	38,700	63,500
	<u>591,783</u>	<u>73,185</u>
Support costs		
Management		
Salaries	45,898	47,610
	<u>45,898</u>	<u>47,610</u>
Premises costs:		
Rent	19,000	19,000
Rates and water	1,599	-
Insurance	1,328	486
Light and heat	4,253	2,281
Cleaning	317	567
Telephone	594	504
Repairs and maintenance	195	765
	<u>27,286</u>	<u>23,603</u>
General admin		
Bank charges	3,327	2,983
Depreciation	530	530
	<u>3,857</u>	<u>3,513</u>

Sarwar Foundation
Detailed Statement of Financial activities
for the year ended 31 December 2022

	2022	2021
	£	£
Information technology		
Postage, printing and stationery	1,155	995
Computer & IT costs	140	158
	<u>1,295</u>	<u>1,153</u>
Legal and professional costs:		
Accountancy fees	894	1,904
Advertising and PR	-	9,706
Other legal and professional	35	35
	<u>929</u>	<u>11,645</u>
Total resources expended	<u>714,710</u>	<u>166,330</u>