

AL-HAMD-O-LILLAH (FOUNDATION) TRUST

REGISTERED CHARITY NUMBER : 1097091

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

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Annual Report for the Year Ended 31 March 2021

1

The members of the Management Committee (trustees) present their annual report for the Year Ended 31st March 2021.

Reference & Administrative Information

The Charity

The Charity is registered with the Charity Commissioners for England and Wales with registration number 1097091. The Charity's address is 410 Didsbury Road, Stockport, SK4 3BY.

Trustees (Management Committee)

The trustees who served on the Management Committee during the year were as follows:-

Mr Mohsin Munif	Chairman	
Mrs Anne Munif	Trustee	
Dr Mohammed Haroon Zafarullah Khan	Trustee	appointed 30/06/2020
Dr Syed Ehsan Ali	Trustee	appointed 30/06/2020

Management Committee members are elected or appointed once in every 2 years, with the officers being elected from the membership of the Management Committee.

Senior Management Team

Mr Mohsin Munif

Accountants

Ferguson and Co, 651 Mauldeth Road West, Chorlton, Manchester, M21 7SA

Review of operations

During the year 2020/21 the Charity continued to provide primary care and subsidised or free medication at the Karachi clinic and also at the Bhitai Welfare Hospital in Mirpur Khas, both in the Sindh province of Pakistan. Meanwhile, we are very proud to announce that we commenced work building a modern, fully equipped hospital in Kohat, Khyber Pakhtunkhwa province of Pakistan, in November 2019 in partnership with the Al Hamd Hospital Private Limited. The Kohat hospital will provide approximately 120 beds for maternity and general medical purposes in an area seriously lacking in basic medical care. The building works has completed now.

The key income for the Charity continues to be a rental property donated by a Trustee that provide a regular, sustainable income stream for the foreseeable future. The Trustees extend their thanks to all of their generous donors who continued to support the Charity in its endeavours to help make life more tolerable for those in need in impoverished areas of the world, with a current focus on Pakistan. The Charity continues a strict policy of no income to any of the Trustees with all services provided on a pro bono basis. All income received is spent purely for charitable purposes.

In order to bring in greater medical guidance, the Charity warmly accepted two experienced doctors as Trustees of the charity on 30 June 2020 – Dr Syed Ali and Dr Haroon Khan. Both of our new Trustees will provide valuable insight and experience to adapt our practices and enhance the delivery of our life-changing services.

The Charity continues to operate from Stockport, England.

Bankers

The Charity's bankers are The Royal Bank Of Scotland, 572 Stockport Road, Manchester, M12 4JJ

Objectives of the Organisation

Objectives:-

In Pakistan and such other areas of the world as the trustees consider appropriate

- 1) to provide medical assistance to the poor and needy in areas of the world that the trustees consider appropriate and the
- 2) to provide educational assistance to the poor and needy in the area of the world that the trustees consider appropriate.

Trustee Induction and Training

New trustees are provided with the Charity Commission Welcome Pack with checklist of recommended actions to set them up for success in their new roles.

Recruitment and Appointment of Trustees

This is done in the Annual General Meeting of the organisation. Notice is given to all members 21 days before the Annual General Meeting

Risk Management

The board of trustees have undertaken a risk review of the charity's affairs over the next financial year. The trustees have identified and reviewed the major risks to which the charity is exposed to and have established systems to mitigate those risks.

Financial Review

The attached financial statements show the current state of the finances as at the accounting year end. The bank account balances of approximately £177,896 (last year - £98,898) which is still to be used for the charitable purposes.

Reserves Policy

The charity's general reserves cover approximately more than 24 months running costs. The financial situation is under constant review by the board.

Investment Policy

Monies not required for day to day working capital are invested in improvement of the building owned by the charity to generate income.

Trustees' Responsibilities

The trustees are responsible for preparing the trustees' annual report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charities act 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period.

In preparing the accounts, 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;
- 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 charity will continue in business.

The trustees are responsible for keeping adequate accounting records which disclose with reasonable accuracy, at any time, the financial position of the charity and to enable them to ensure that the accounts comply with the Charities Act 2011.

They are also responsible for safeguarding the assets of the company and hence, for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

In so far as the trustees are aware, there is no relevant accounts information of which the charity's independent examiner is unaware; and the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant information and to establish that the independent examiner is aware of that information.

On Behalf of the Board of Trustees' Management Committee:

Mr Mohsin Munif

Date:

16/12/2021

Independent Examiner's Report to the Trustees of AL-HAMD-O-LILLAH (FOUNDATION) TRUST

I report on the accounts of the charity for the year ended 31 March 2021 which are set out on pages 4 to 8.

Respective responsibilities of trustees and examiner

The charity's trustees 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 needed. The charity is preparing accrued accounts and I am qualified to undertake examination by being a qualified member of the Association Of Chartered Certified Accountants.

It is my responsibility to:

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

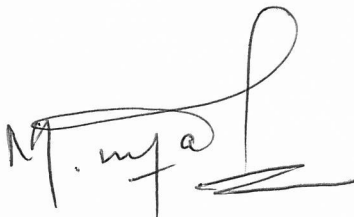
Basis of independent examiner's report

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 statement below.

Independent examiner's statement

In connection with my examination, no 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 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act 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.



Muhammad Tayyab (FCCA)
Ferguson & Co
Chartered Certified Accountants
651 Mauldeth Road West
Chorlton
Manchester
M21 7SA

Date: 16/12/2021

AL-HAMD-O-LILLAH (FOUNDATION) TRUST
STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted Funds £	Restricted Income Funds £	Restricted Capital Funds £	Year Ended 31.3.21 Total Funds £	Year Ended 31.3.20 Total Funds £
INCOMING RESOURCES						
<i>Incoming Resources from Generated Funds:</i>						
<i>Voluntary Income:</i>						
Donations & Legacies		35,432			35,432	39,878
HMRC Gift aid					0	14,393
<i>Activities for Generating Funds:</i>						
Rental income		53,990			53,990	47,929
TOTAL INCOMING RESOURCES		89,422	-	-	89,422	102,200
RESOURCES EXPENDED						
Charitable Expenditure :	3	54			54	-
Support Cost	3	11,977			11,977	15,881
TOTAL RESOURCES EXPENDED		12,031	-	-	12,031	15,881
NET INCOMING/(OUTGOING) RESOURCES BEFORE TRANSFERS		77,391			77,391	86,319
Gross Transfers Between Funds		-	-	-	-	-
NET INCOME RESOURCES		77,391	-	-	77,391	86,319
Reconciliation of Funds						
Total Funds B/Fwd		333,360			333,360	247,041
Total Funds C/Fwd		410,751	-	-	410,751	333,360

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.

The notes on pages 6 to 9 form part of these accounts.

AL-HAMD-O-LILLAH (FOUNDATION) TRUST

BALANCE SHEET AS AT 31 MARCH 2021

	Notes	2021 £	2020 £
FIXED ASSETS			
Tangible Fixed Assets	5	249,912	249,912
CURRENT ASSETS			
Debtors	7	2,780	2,780
Cash at Bank		177,897	98,898
		<u>180,677</u>	<u>101,678</u>
LIABILITIES:			
Amounts falling due within one year	8	<u>(19,838)</u>	<u>(18,230)</u>
NET CURRENT ASSETS		160,839	83,448
NET ASSETS		<u><u>410,751</u></u>	<u><u>333,360</u></u>
ACCUMULATED FUNDS			
Restricted Capital			
Unrestricted brought forward		333,360	247,041
Net profit/(loss) for the year		77,391	86,319
		<u><u>410,751</u></u>	<u><u>333,360</u></u>

Approved on behalf of the Trustees Management Committee

Chair

Mr Mohsin Munif



Date:

16/12/2021

The notes on pages 6 to 9 form part of these accounts.

1 ACCOUNTING POLICIES

The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16th July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011. The charity constitutes a public benefit entity as defined by FRS 102.

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

The charity has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cashflow statement.

Funds structure

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the objectives of the charity.

Designated funds are unrestricted funds earmarked by the trustees for particular purposes.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor.

Restricted capital funds are restricted funds applied for the purchase of capital items. These assets appear in the fixed asset section of the accounts.

Incoming recognition

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

The following specific policies are applied to particular categories of income:

Contracts, grants and investment income are reflected in the accounts when receivable.

Donations, gifts and other income are reflected in the accounts when received.

In addition, monies received for specific purposes are set aside as "restricted funds"

Operating income comprises grants, insurance claims and sundry income.

Expenditure recognition

All expenditure other than that capitalised has been reflected in the Statement of Financial Activities on an accruals basis as the liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of fundraising.

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 include those costs associated with meeting the constitutional and statutory requirements of the charity and include the independent examination fees and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis as set out in Note 3.

1 ACCOUNTING POLICIES (CONT)**Valuation, Capitalisation and Depreciation of Fixed Assets**

Additions of a single item or a group of similar assets exceeding £500, are capitalised at cost.

Depreciation is provided to write off the cost less the estimated residual value of tangible assets over their estimated useful lives as follows:-

However, no depreciation is provided for the building charity owns as it increases in value year by year.

Pension

The company do not contribut to any pension scheme.

Taxation

The organisation is exempt from income tax by reason of its charitable status.

Income tax suffered on investment income is reclaimed in full.

The charity is not registered for VAT.

2 GRANTS/ CONTRACTS

	Unrestricted Income Funds £	Restricted Income Funds £	Restricted Capital Funds £	Total 2021 £	Total 2020 £
Donations from the public	35,432			35,432	39,878
HMRC Gift aid claim	0			0	14,393
Rental income	53,990			53,990	47,929
	89,422	-	-	89,422	102,200

3 RESOURCES EXPENDED

	Method of Apportionment	2021 £	Total 2021 £	Total 2020 £
Charitable Activities				
Donation to Pakitan	Direct	54	54	-
Governance and Support Costs				
Council Tax	Direct	328	328	217
Electricity	Direct	202	202	230
Insurance	Direct	790	790	1,179
Legal & professional	Direct	1,227	1,227	1,642
Sundries	Direct	49	49	70
Repairs & Maintenance	Direct	8,601	8,601	11,763
Accountancy & Payroll	Direct	780	780	780
Total		11,977	- 11,977	15,881

Staff Costs:

Wages and Salaries

There are no employees on payroll.

Volunteers

2	2
<u>2</u>	<u>2</u>

4 TRUSTEES' REMUNERATION AND EXPENSES

No remuneration directly or indirectly out of the funds of the charity was paid or payable during the year, to any trustee or to any persons known to be connected with them.
No reimbursement of expenses has been made or is due to be made to any of the trustees in respect of the year.

5 TANGIBLE FIXED ASSETS

	Building £	Total £
COST		
At 1.4.20	249,912	249,912
At 31.3.21	249,912	249,912
DEPRECIATION		
At 1.4.20		
At 31.3.21	0	0
NET BOOK VALUE		
At 31.3.21	249,912	249,912
At 31.3.20	249,912	249,912

6 CAPITAL COMMITMENTS

Contracted for but not provided

	2021	2020
£	£	
-	-	

7 DEBTORS

Other Debtors

	£	£
2,780	2,780	
2,780	2,780	

8 LIABILITIES: AMOUNTS FALLING DUE WITHIN ONE YEAR

	£	£
Loan from trustees	14,850	14,850
Accruals	780	780
Deposit from tenants	4,208	2,600
	19,838	18,230

9 GOING CONCERN

The charity's main source of income is donation from public and rental income from properties.
The trustees consider, having regard to reserves that it is appropriate to prepare the accounts on a going concern basis and, consequently, the accounts do not include any adjustments that would be necessary if the funding income should cease.

10 POST BALANCE SHEET EVENTS

The Trustees do not consider that there have been any events since the balance sheet date that significantly impact on the financial statements.

11 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 recognised at transaction value and subsequently measured at their settlement value.