

Registered Charity Number 1101574

AL MADAD FOUNDATION

Trustees' report and financial statements

For the year ended 31 December 2020

Al Madad Foundation

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Al Madad Foundation

Legal and Administrative Information

Trustees	Yasmin Alireza Basma Alireza Faiza Meyassar
Charity Number	1101574
Charity Office	52 Mount Street London W1K 2SF
Accountants	Jolly & Co. 5th Floor, Hyde Park Hayes 3, 11 Millington Road, Hayes, UB3 4AZ
Bankers	Metro Bank

Al Madad Foundation

Trustees' report

For the year ended 31 December 2020

Trustees:

The trustees' names on the charity's information page have served throughout the year. Appointment of the trustees is governed by the Trust Deed of the charity. The Board of Trustees is authorised to appoint new trustees to fill vacancies arising through resignation or death of an existing trustee.

Structure Governance and Management:

The Foundation is both funded directly by the trustees, as well as through donations and fundraising activities organised by its funding arm, Al Madad Foundation Funding Limited.

Al Madad Foundation is run by the Board, which meets regularly to review strategy, agree on matters concerning on- going projects and confirm new projects as well as to regulate and monitor financial matters.

Investment Powers:

The Trust Deed authorises the trustees to make and hold investments using the general funds of the charity, but no such investments are presently held.

Constitution, objects, policies and public benefit:

The Charitable Trust is constituted by the Trust Deed, and its objects are:

- To effect change in the lives of disadvantaged and displaced children through the means of education, artistic expression and holistic wellbeing
- To promote an understanding of the arts in an educational setting
- To preserve at risk or marginalised heritage or cultural activities
- To advocate for the communities we support and be a trusted and authoritative source of information

Development, activities and achievements:

While we had planned to further focus on expanding our policy and research brief in 2020, the global pandemic coupled with the Beirut disaster drew our attention to other, more reactive, projects. Work continued, albeit at a much slower pace, on the final stages of our Child Protection Research Study, and we were happily able to make our 2020 Education Grant as planned. Outside of this we found ourselves lending our strength wherever we could to assist those impacted by the devastating financial collapse in Lebanon, the impact of Covid 19, and the aftermath of the August Beirut Port explosion.

Future Developments:

As we look ahead to 2021, our focus on Lebanon remains but whilst the areas we would fund are well provided for by other donations we will hold-back so as to maximise the impact of any targeted project we might undertake. When the media spotlight and NGO focus on Beirut fades, as we know it will, but suffering and disadvantage continues, as it always does, we will be ready to step-in and continue to work to provide education and safe spaces for children in need.

In the meantime, we look with hope and anticipation to tackling new challenges in Greece. The number of unaccompanied refugee children on the streets of Athens has long been a concern for Al Madad Foundation and, after months of due diligence and preparations, we are ready to go forward with two charities working in the country. There is also our refugee resettlement education project with Medway, that will begin in earnest as soon as the UK once again allows entrance to those granted admittance.

Al Madad Foundation

Trustees' Report

For the year ended 31 December 2020

Financial Review

Funds available are sufficient to permit the Trust to continue in operation in the short term, given the continued support of the donors has already been promised. Should this support not continue in the longer term, further financial support would need to be sought to replace it.

Risk Management

The trustees actively review on a regular basis any major risks which the charity faces and believe that maintaining reserves at current levels, combined with an annual review of the controls over key financial systems, will provide sufficient resources in the event of adverse conditions. The trustees have also examined other operational and business risks faced by the charity and confirm that they have established systems to mitigate these.

COVID 19

We have been fortunate in not having to furlough any member of staff. However, we are facing challenges in access to beneficiaries with the current social-distancing measures in place.

Reserves Policy

The reserves of the charity which are carried forward from year to year would rarely exceed the equivalent of one year's income. The reserves held are considered to be a prudent minimum to ensure that the work of the charity continues in an orderly manner from year to year, even when donations may fluctuate. It also provides funds for any development and expansion work in the future.

Al Madad Foundation

Trustees' Report

For the year ended 31 December 2020

TRUSTEES' RESPONSIBILITIES IN RELATION THE FINANCIAL STATEMENTS

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

The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each 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 of the charity for that period. Preparing the financial statements the trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Observe the methods and principles in the applicable Charities SORP
- Make judgements and estimates that are reasonable and prudent
- State whether applicable 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 appropriate to presume that the charity will continue in business

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enables them to ensure that the financial statements comply with the Charities Act 2011 the applicable Charities (Accounts and Reports) Regulations and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the charity and taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approval

This report was approved by the trustees on 22 February 2021 and signed on their behalf.



Basma Alireza

Trustee

Al Madad Foundation

**Independent Examiner's report to the trustees of
Al Madad Foundation charity**

TO THE TRUSTEES OF AL MADAD FOUNDATION CHARITY

I report to the trustees on my examination of the accounts of the above charity for the year ended 31 December 2020 which are set out on pages 6 to 10.

Responsibilities and basis report

As the charity trustees, you are responsible for the preparation of the accounts in accordance with 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 2011 Act and in carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Basis of independent examiner's statement

My examination was carried out in accordance with 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 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

The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of Association of Chartered Certified Accountants.

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

- the accounting records were not kept in accordance with section 130 of the Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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 have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Jolly & Co.
Chartered Certified Accountants & Registered Auditors
5th Floor, Hyde Park Hayes 3,
11 Millington Road, Hayes,
UB3 4AZ

Date: 22 February 2021

Al Madad Foundation

Statement of Financial Activities (including Income and Expenditure Account) for the year ended 31 December 2020

		Unrestricted Funds	Restricted Funds	Total Funds Y/E	Total Funds Y/E
		2020	2020	Dec 2020	Dec 2019
		£	£	£	£
	Notes				
Incoming Resources					
Voluntary Income:					
Donations	2	245,287	621,652	866,939	555,265
Total Incoming Resources		245,287	621,652	866,939	555,265
Resources expended					
Charitable activities	3	-	143,699	143,699	357,033
Management & General		153,507		153,507	157,606
Governance Costs		5,654		5,654	4,292
Project Coordination & Support Costs		49,489	14,194	63,683	49,730
Fundraising Costs		-	-	-	247
Communication & Awareness raising		11,564		11,564	11,539
Total resources expended		220,214	157,893	378,107	580,447
Net movements in funds		25,073	463,759	488,832	(25,182)
Total funds brought forward		77,068	135,126	212,194	237,376
Total funds carried forward		102,141	598,885	701,026	212,194

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

The notes on Page 8 to 10 form an integral part of these financial statements.

Al Madad Foundation

**Balance Sheet
as at 31 December 2020**

	Notes	Y/E Dec 2020 £	£	Y/E Dec 2019 £	£
Current Assets					
Amount due from Al Madad Foundation Funding Limited		77,530		73,315	
Prepayments		2,688		2,200	
Cash at bank and in hand		626,462		140,769	
		<u>706,680</u>		<u>216,284</u>	
Creditors: amounts falling due within one year	5	<u>5,654</u>		<u>4,090</u>	
Net current assets			<u>701,026</u>		<u>212,194</u>
Net assets			<u><u>701,026</u></u>		<u><u>212,194</u></u>
Represented by:					
Unrestricted Funds: General fund		102,141		77,068	
Restricted Funds		<u>598,885</u>		<u>135,126</u>	
Total			<u><u>701,026</u></u>		<u><u>212,194</u></u>

These financial statements were approved by the management committee on 22 February 2021 and signed on its behalf by:


.....
Basma Alireza

The notes on pages 8 to 10 form an integral part of these financial statements

Al Madad Foundation

Notes to the Financial Statements For the year ended 31 December 2020

1. Accounting policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently through the year and the preceding year.

1.1 Basis of accounting

The financial statements of the charity have been prepared under historical cost convention, 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 2019)' and the Charities Act 2011.

1.2 Fund accounting

- Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.
- Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

1.3 Incoming resources

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:

- Voluntary income is received by way of grants, donations and gifts and is included in full in the Statement of Financial Activities when receivable. Grants, where not conditional on the delivery of a specific performance by the charity, are recognised when the charity become unconditionally entitled to the grant.
- Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in these accounts.
- Investment income is included where receivable.

Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

- 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 audit fees and costs linked to the strategic management of the charity.

Al Madad Foundation

**Notes to the Financial Statements
for the year ended 31 December 2020**

..... Continued

2. Donations	Unrestricted	Restricted	Y/E Dec 2020 Total	Y/E Dec 2019 Total
	£	£	£	£
Gift Aid from Al Madad Found. Funding Ltd	832	-	832	27,092
Gift Aid from HMRC	4,455	-	4,455	-
Donations received	240,000	621,652	861,652	528,173
Total	245,287	621,652	866,939	555,265

3. Charitable Activities	2020 Total £	2019 Total £
Children's Learning Centre, Lebanon	-	316,817
Lebanon Emergency Response	29,938	-
Aid- Rahma (ADJI) Lebanon	93,505	-
Education Grants	17,852	-
Art Therapy program, Lebanon	-	27,654
Child Protection Programme	2,404	12,562
Total Charitable Activities	143,699	357,033

4. Trustee remuneration & related party transaction

No members of the management committee received any remuneration or expenses during the period.

No trustee or other person related to the charity had any personal interest in any expense transaction entered into by the charity during the period (2020-Nil).

Al Madad Foundation
Notes to the Financial Statements
For the year ended 31 December 2020

5. Creditors

Amounts falling due within one year

	2020	2019
	£	£
Creditors & Accruals	5,654	4,090
	<u>=====</u>	<u>=====</u>