

MIDLAND DOCTORS ASSOCIATION UK

England & Wales · Charity number 1114559

Details

Status Registered

Legal form Charitable company

Company number [05818995](#)

Registered 2006-06-05

Register [View on the Charity Commission register](#)

Contact

Address 11 Snelston Crescent
Littleover
Derby
DE23 6BL

Phone 07831266233

Email support@midlanddoctors.org

Website www.midlanddoctors.org

Activities

Objects: THE CHARITY'S OBJECTS ARE TO RELIEVE SICKNESS AND PROTECT AND PRESERVE GOOD HEALTH PARTICULARLY BUT NOT EXCLUSIVELY IN PAKISTAN.

Activities: Construction, equipping and operating medical facilities in Kashmir, Pakistan. Raising of funds for this project and others with the primary objective of relieving sickness and protection and preservation of good health particularly, but not exclusively, in Pakistan.

Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services
- **What:** The Advancement Of Health Or Saving Of Lives
- **Who:** The General Public/mankind

Geography

- **Area of benefit:** PARTICULARLLY BUT NOT EXCLUSIVELY IN PAKISTAN.
- Pakistan
- Throughout England

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£680,526	£712,342	£3,112,637	110
2023-12-31	£798,776	£662,198	£3,144,453	103
2022-12-31	£746,199	£685,751	£3,007,875	96
2021-12-31	£530,742	£556,950	£2,947,427	75
2020-12-31	£686,806	£495,911	£2,973,635	71

Trustees

Name	Role	Appointed
Dr SYED YUSUF IFTIKHAR	Chair	
AJAZ NAJIB		
Dr ASRAR RASHID		
Dr Farhan Rashid		2021-05-06
Dr JAVED AHMED		
Dr KHALID LATIEF		
Dr ZAHID SHEIKH		
IFTIKHAR ALI		2012-10-03
MOHAMMED ALTAF		2018-05-15
Rahim Ullah Amin		2014-03-28
SHAFQAT HUSSAIN		
Toni Kent-Chapman		2015-05-15

MIDLAND DOCTORS ASSOCIATION UK

England & Wales - Charity number 1114559

Accounts

Charity registration number 1114559 (England and Wales)

Company registration number 05818995

MIDLAND DOCTORS ASSOCIATION UK
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

MIDLAND DOCTORS ASSOCIATION UK

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Dr S Y Iftikhar (Chair) Dr J Ahmed Dr A Rashid Dr K Latief Mr S Hussain Dr Z Sheikh Mr A A Najib Mr I Ali Mr R U Amin Ms T Kent-Chapman Mr M Altaf Dr F Rashid
Secretary	Dr A Rashid
Charity number (England and Wales)	1114559
Company number	05818995
Principal address	11 Snelston Crescent Littleover Derby DE23 6BL
Registered office	11 Snelston Crescent Littleover Derby DE23 6BL
Independent examiner	Philip Handley FCA HSKSG Audit Limited Charlotte House Stanier Way The Wyvern Business Park Derby DE21 6BF
Bankers	HSBC UK Bank Plc 1 St. Peter's Street Derby DE1 2AE

MIDLAND DOCTORS ASSOCIATION UK

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MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) FOR THE YEAR ENDED 31 DECEMBER 2024

The trustees present their annual report and financial statements for the year ended 31 December 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "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)".

Objectives and activities

The charity's short-term goals are:

- To expand the Malnutrition Program across AJK.
- Providing consultancy support to Bangrilla Community Hospital in Mirpur, Kashmir, Pakistan, which is run by The Umeed Welfare Trust (United Kingdom), a registered charity in England and Wales (charity number 1106147).

The charity's long-term goals are:

- To consider the regional impact of humanitarian healthcare work in Pakistan and in particular the Kashmir region.
- To consider working in partnership with other agencies to deliver humanitarian care, such as in Malawi.

The short-term goals are related to humanitarian medical relief work, which is also the vision and mission of Midland Doctors Association.

The longer-term goal is a continuation of this theme and therefore, there's a relationship between the charity's short-term and long-term goals.

Strategies for achieving aims and objectives

The concept behind Midland Doctors Association UK originated when a team of senior National Health Service doctors flew to Pakistan to provide medical assistance in the wake of the powerful earthquake which struck northern Pakistan on 8 October 2005, killing over 87,000 and displacing over 3.5 million people.

Having witnessed at first hand the suffering of the local people and the destruction of their medical facilities, the doctors were inspired to establish this charity whose principal aims were to purchase, equip and operate a hospital facility in the Kashmir region of Pakistan, and to raise public awareness of health issues affecting people in developing countries.

The charity has successfully achieved its initial objectives and aims, and it currently is heavily involved in the day to day running and administration of projects already completed in Pakistan.

A maternity unit is functioning well at Nur Goth Hospital and the charity continue to provide on going support to the pregnant women at this unit.

The Citizen Foundation(UK), a registered charity in England and Wales, charity number 1087864 which is also known as TCF-UK, has been allowed by the charity to build a school on their land for local children of Nur Goth. The school building which was completed by TCF-UK continues to operate successfully and the school is run by TCF-UK.

The charity worked in the Sindh area and in Khyber Pakhtunkhwa in the northwest region. Flood relief funds raised were used for flood related issues and the Nur Goth Hospital.

Public benefit

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our objectives and also in planning our future objectives. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set.

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

Volunteers

The trustees wish to express their heartfelt gratitude to all the individuals and organisations who have donated their time, money and services to the charity. Without the active support of these volunteers it would be impossible to realise the achievement of the vision shared by the trustees.

Strategic report

The description under the headings "Achievements and performance" and "Financial review" meet the company law requirements for the trustees to present a strategic report.

Achievements and performance

Significant activities and achievements against objectives

As previously reported, the charity completed the construction of a hospital, now known as Midland Doctors Medical Institute, in Tandali District, Muzaffarabad, Kashmir, Pakistan in March 2013. The total cost of the hospital as at 31 December 2024 amounted to £2,108,506 (2023: £2,108,506), which included £Nil (2023: £3,520) incurred in the year under review as part of the ongoing improvement and development of hospital facilities. The Nur Goth Village project, which was completed in 2013, is constantly monitored to ensure that full benefit continues to accrue to the poorest families who occupy the houses constructed under the project.

During the year the charitable company has received donated goods and services in furtherance of its operational activities and objectives.

Hospital developments:

During the year, the has purchased further angiography equipment as they are routinely performing coronary angiographs and stenting.

Significant factors

Firstly, the Midland Doctors Medical Institute utilises the majority of the charity's resources, as its main objective as an organisation is to support MDMI. The other two short term objectives do not take up significant resources. In terms of positive effects, the charity's capabilities have expanded over the past twelve months; we are providing more services and we are providing care that is not available in many parts of the Kashmir region of Pakistan. In fact, our Nutrition Programme that aims at taking care of children with severe nutritional deficiency, does not even exist in that part of the Kashmir region of Pakistan. As the project develops, the negative pressures are coming to the fore. As we are becoming more popular in the region, our services are more well known and people are linking us to better quality of medical care. This then drives demand but then the shortcoming is that we don't have endless supply of resources. In view of the issue of financial constraints, and in particular as fundraising is a key aspect of the source of funds, we have to always consider the implications of our services on our financial resources.

Another negative factor is that we need to consider fundraising as ongoing activity, therefore as an organisation we have considered ways and means of diversification so that the risks of not being able to achieve our funds through fundraising are diversified.

The Dubai head quarters that were opened during the latter stages of 2018 have continued to enhance the capability to achieve fund raising.

Fundraising performance

Midland Doctors Association UK has a large network cluster, working with fundraisers, with whom trustees have worked tirelessly, both nationally and internationally. Through these networked contacts, funds were donated during the year to 31 December 2024. In addition, fundraising and sponsorship events were also organised during the year, whereby monies were raised from individuals and local companies, with the costs of generating voluntary income being covered largely by sponsorship. It remains the Trustees' intention to cover costs through further sponsorship and gift aid refunds. The remainder of the donations came directly from other benefactors and institutions.

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

Key performance indicators

The strategy of Midland Doctors Medical Institute has been to adhere to the key guidelines as allocated by the General Medical Council UK (GMCUK) in particular, the role of a doctor. The facilities are also incorporating international guidelines such as the World Health Organization's guidelines for theatre and surgical departments. The evaluation of Key Performance Indicators would be beyond the scope of this financial document.

Financial review

For the year 1st January 2024 to 31 December 2024, the result was a deficit £31,816 (2023: surplus of £136,578), decreasing the net assets to £3,112,637 (2023: £3,144,453).

Going concern

During the year under review, the COVID-19 pandemic continued to be a significant risk to the global economy. Furthermore, with the ongoing conflict situation in Palestine / Gaza, donations are likely to reduce in future periods.

The trustees continue to monitor the impact on the charitable company on an ongoing basis and note the success of the vaccination programme within Pakistan and the wider world. At the time of approving these financial statements, the trustees do not consider COVID-19 to impact the charitable company's ability to continue as a going concern and consider the balance sheet to be appropriately valued.

The trustees believe that the charitable company's financial statements should be prepared on a going concern basis on the grounds that current and future sources of funding or support will be more than adequate for the charitable company's needs. They have considered a period of twelve months from the date of approval of the financial statements, and believe that no further disclosures relating to the charitable company's ability to continue as a going concern need to be made in the financial statements.

Reserves policy

Reserves are needed to meet the day to day running costs of the hospital and to cover any unplanned other expenditure. The trustees consider that the ideal level of reserves as at 31 December 2024 would be £650,000, equating to approximately one year of charitable expenditure (excluding capital expenditure).

The free reserves at the year end amounted to £667,570 (2023: £632,417) which sit only £17,570 above the £650,000 target. In calculating the free reserves, the trustees have excluded from the total funds the fixed assets of £2,445,067 (2023: £2,512,036). The trustees are satisfied with the level of free reserves at the reporting date.

Principal funding sources

The principal fundraising is made from the international network resources that have been built since the formation of the charitable company. The Midland Doctors Association UK work is continually being promoted worldwide and the Trustees are constantly working with the network to ensure the fundraising continues successfully. The Trustees consider the results for the year to be satisfactory and the charity continues to remain in a reasonable financial position.

Plans for future periods

The charity will continue to raise further funds to meet the ongoing operational costs of the hospital, and further capital expenditure will be made to enlarge the hospital facility with the passage of time and needs of the local population.

The charity is earmarked by the local government in Pakistan to manage the project of identifying malnourished children. Currently the charity is covering 5 villages around the hospital in Muzaffarabad, Kashmir, Pakistan and would expand on this project going forward to cover a wider area. This will be done with support from Bangrilla Community Hospital, Mirpur.

The charity's future plans include the purchase and management of equipment for coronary artery disease, primarily for stent operations.

The charity will also support and develop the MD Dubai office to support higher level of fundraising.

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

Structure, governance and management

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

The company, incorporated under the Companies Act 1985 and 1989, is limited by guarantee and does not have a share capital. Its registered number is 5818995, and the company is also registered as a charity under the Charities Act 1993, number 1114559.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Dr S Y Iftikhar (Chair)
Dr J Ahmed
Dr A Rashid
Dr K Latief
Mr S Hussain
Dr Z Sheikh
Mr A A Najib
Mr I Ali
Mr R U Amin
Ms T Kent-Chapman
Mr M Altaf
Dr F Rashid

Recruitment and appointment of trustees

The Board of Trustees consists of twelve members as at 31 December 2024.

The company's Articles of Association allow for Trustees to serve for a three year term. Trustees must retire at the annual general meeting following their completion of three years' service, but may stand for re-election.

The Board has the power at any time, and from time to time, to appoint any person to be a Trustee, either to fill a casual vacancy or as an addition to the existing Trustees. Any Trustee appointed holds office only until the next following annual general meeting, and then becomes eligible for re-election.

Trustees are elected to the board in accordance with a voting system outlined in the charity's constitutional document. The responsibilities of trustees are allocated according to their skills, abilities and areas of interest.

Induction of new Trustees is given on an individual basis where appropriate.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Organisational structure

The Board of Trustees are responsible for administering the charity.

The finances of the charity are kept under review at Trustees meetings, once every two months.

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

Relationship with related parties

All donated medical equipment is stored at the premises of M Najib & Sons Limited, a company in which a trustee, Mr A A Najib, is a director. The transaction occurs at arms length, as members of staff at M Najib & Sons Limited donate their charitable time to load the equipment, in order to transport it over to Pakistan.

Risk management

The Trustees are aware of and continue to monitor any significant risks facing the charity and have put policies and controls in place to minimise or mitigate those risks. The Trustees are aware that the risks faced by the charity will evolve with the charity's activities and the trustees will ensure that their risk strategy reflects these changes. The Trustees acknowledge their responsibilities in relation to the charity's financial statements and accounting records.


Funds held as custodian trustee

The charity holds no funds on behalf of others.

Freehold property

The land purchased in Tandali, District Muzaffarabad, Pakistan was held in the name of Dr J Ahmed, a trustee of the charity, as it was not possible for the land to be purchased in the name of the charitable company directly. The trustees are pleased to report that in prior year the process transferring the legal title of this land was completed.

The trustees' report, including the strategic report, was approved by the Board of Trustees.


.....
Dr S Y Iftikhar (Chair)
Trustee

Date: 25/06/2025
.....

MIDLAND DOCTORS ASSOCIATION UK

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MIDLAND DOCTORS ASSOCIATION UK

I report to the trustees on my examination of the financial statements of Midland Doctors Association UK (the charity) for the year ended 31 December 2024.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law), you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006.

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the Companies Act 2006 and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011. In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the Charities Act 2011.

Independent examiner's statement

Since the charity's gross income exceeded £250,000, the independent examiner must be a member of a body listed in section 145 of the Charities Act 2011. I confirm that I am qualified to undertake the examination because I am a member of Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I confirm that no 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 charity as required by section 386 of the Companies Act 2006.
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the Companies Act 2006 other than any requirement that the financial statements give a true and fair view, which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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 financial statements to be reached.



Philip Handley FCA

Institute of Chartered Accountants in England and Wales

HSKSG Audit Limited

Charlotte House

Stanier Way

The Wyvern Business Park

Derby

DE21 6BF

Date: 26 JUNE 2025

MIDLAND DOCTORS ASSOCIATION UK

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Income from:			
Donations and legacies	3	668,267	790,349
Charitable activities	4	10,921	7,427
Investments	5	1,338	1,000
Total income		680,526	798,776
Expenditure on:			
Raising funds	6	34,988	39,217
<u>Charitable activities</u>			
Hospital expenditure	7	527,365	457,022
Village expenditure	7	27,534	36,000
Dubai office costs	7	29,949	27,639
Education expenditure	7	13,956	2,714
Other charitable expenditure	7	78,550	93,797
Total charitable expenditure		677,354	617,172
Other expenditure	13	-	5,809
Total expenditure		712,342	662,198
Net income/(expenditure) and movement in funds		(31,816)	136,578
Reconciliation of funds:			
Fund balances at 1 January 2024		3,144,453	3,007,875
Fund balances at 31 December 2024		3,112,637	3,144,453

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

MIDLAND DOCTORS ASSOCIATION UK

BALANCE SHEET

AS AT 31 DECEMBER 2024

	Notes	2024		2023	
		£	£	£	£
Fixed assets					
Tangible assets	15		2,445,067		2,512,036
Current assets					
Debtors	16	28,104		29,989	
Cash at bank and in hand		674,502		627,446	
			702,606		657,435
Creditors: amounts falling due within one year	17	(35,036)		(25,018)	
Net current assets			667,570		632,417
Total assets less current liabilities			3,112,637		3,144,453
The funds of the charity					
Unrestricted funds	18		3,112,637		3,144,453
			3,112,637		3,144,453

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2024.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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 trustees on 25/10/25


.....
Dr S Y Itikhar (Chair)
Trustee

Company registration number 05818995 (England and Wales)

MIDLAND DOCTORS ASSOCIATION UK

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	2024 £	£	2023 £	£
Cash flows from operating activities					
Cash generated from operations	20		85,392		202,968
Investing activities					
Purchase of tangible fixed assets		(39,674)		(69,573)	
Investment income received		1,338		1,000	
Net cash used in investing activities			(38,336)		(68,573)
Net cash generated from financing activities			-		-
Net increase in cash and cash equivalents			47,056		134,395
Cash and cash equivalents at beginning of year			627,446		493,051
Cash and cash equivalents at end of year			674,502		627,446

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

Charity information

Midland Doctors Association UK is a private company limited by guarantee incorporated in England and Wales. The registered office is 11 Snelston Crescent, Littleover, Derby, DE23 6BL.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "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)". The charity is a Public Benefit Entity as defined by FRS 102.

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

The main functional currencies of the charity are the Pound Sterling (£) in the United Kingdom, and the Pakistani Rupee (Rs) for expenditure incurred in Pakistan, along with United Arab Emirates Dirham (AED) for expenses incurred within Dubai.

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

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

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

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Donated goods and services are recognised as income when the charity has control over the item, the receipt of economic benefit from the use of the charity of the item is probable and that economic benefit can be measured reliably.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

Income from trading activities is recognised at the fair value of the consideration receivable for services provided, and is recognised when the service is delivered.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity, this is normally upon notification of the interest paid or payable by the bank.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% on cost
Plant and equipment	10% on reducing balance
Fixtures and fittings	10% on reducing balance
Computers	25% on reducing balance
Motor vehicles	10% on reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Financial instruments

The charity 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 charity's balance sheet when the charity 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.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

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.

Basic financial liabilities

Basic financial liabilities, including creditors 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 operations 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.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.9 Taxation

The charity is exempt from corporation tax on its charitable activities.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 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 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees 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.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

3 Income from donations and legacies

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Donations and gifts	665,017	759,804
Donated goods and services	3,250	30,545
	<u>668,267</u>	<u>790,349</u>
Donations and gifts		
Donations	642,259	737,303
Gift aid refunds	22,758	22,501
	<u>665,017</u>	<u>759,804</u>

4 Income from charitable activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Hospital		
Patient fees	10,921	7,427
	<u>10,921</u>	<u>7,427</u>

5 Income from investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Interest receivable	1,338	1,000
	<u>1,338</u>	<u>1,000</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

6 Expenditure on raising funds

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Fundraising and publicity		
Advertising and fundraising events	31,163	35,390
Donations administration fees	3,825	3,827
	<u>34,988</u>	<u>39,217</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

7 Charitable activities

	Hospital expenditure		Village Dubai office costs		Education expenditure		Other charitable expenditure		Total	
	2024	2024	2024	2024	2024	2024	2024	2024	2024	2023
	£	£	£	£	£	£	£	£	£	£
Staff costs	182,936	-	26,696	-	-	-	-	209,632	186,245	
Depreciation and impairment	97,783	8,860	-	-	-	-	-	106,643	108,395	
Light and heat	30,089	-	-	-	-	-	-	30,089	34,010	
Telephone	1,154	-	-	-	-	-	-	1,154	1,349	
Courier costs	7,258	-	184	-	-	-	-	7,442	5,101	
Sundry expenses	4,110	-	-	-	-	-	-	4,110	2,413	
Purchase of medicines	163,086	-	-	-	-	-	-	163,086	100,518	
Repairs and renewals	21,226	-	-	-	-	-	-	21,226	24,619	
Motor & travel	12,425	-	-	-	-	-	-	12,425	9,535	
Rent	1,198	-	-	-	-	-	-	1,198	1,455	
Advertising	858	-	-	-	-	12,070	-	12,928	6,147	
Container shipping	-	-	-	-	-	-	-	-	6,163	
Computer costs	985	-	314	-	-	-	-	1,299	953	
Nur Goth village expenses	-	18,674	-	-	-	-	-	18,674	12,368	
COVID & charity expenditure	-	-	-	-	-	27,340	-	27,340	21,751	
Other charitable expenditure	2,450	-	-	-	-	3,509	-	5,959	-	
	<u>525,558</u>	<u>27,534</u>	<u>27,194</u>	<u>-</u>	<u>13,956</u>	<u>42,919</u>	<u>-</u>	<u>623,205</u>	<u>521,022</u>	
Grant funding of activities (see note 8)	-	-	-	-	13,956	-	-	13,956	17,486	
Share of support costs (see note 9)	1,807	-	2,755	-	-	6,729	-	11,291	55,279	
Share of governance costs (see note 9)	-	-	-	-	-	28,902	-	28,902	23,385	
	<u>527,365</u>	<u>27,534</u>	<u>29,949</u>	<u>13,956</u>	<u>78,550</u>	<u>677,354</u>	<u>617,172</u>			

MIDLAND DOCTORS ASSOCIATION UK
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024

7 Charitable activities	(Continued)					
	For the year ended 31 December 2023					
	Hospital expenditure £	Village expenditure £	Dubai office costs £	Education expenditure £	Other charitable expenditure £	Total 2023 £
Staff costs	162,562	-	23,683	-	-	186,245
Depreciation and impairment	99,535	8,860	-	-	-	108,395
Light and heat	34,010	-	-	-	-	34,010
Telephone	1,349	-	-	-	-	1,349
Courier costs	4,851	-	250	-	-	5,101
Sundry expenses	2,413	-	-	-	-	2,413
Purchase of medicines	100,518	-	-	-	-	100,518
Repairs and renewals	24,619	-	-	-	-	24,619
Motor & travel	9,535	-	-	-	-	9,535
Rent	1,455	-	-	-	-	1,455
Advertising	289	-	-	-	5,858	6,147
Container shipping	6,163	-	-	-	-	6,163
Computer costs	622	-	331	-	-	953
Nur Goth village expenses	-	12,368	-	-	-	12,368
COVID & charity expenditure	-	-	-	-	21,751	21,751
	<u>447,921</u>	<u>21,228</u>	<u>24,264</u>	<u>-</u>	<u>27,609</u>	<u>521,022</u>
Grant funding of activities (see note 8)	-	14,772	-	2,714	-	17,486
Share of support costs (see note 9)	9,101	-	3,375	-	42,803	55,279
Share of governance costs (see note 9)	-	-	-	-	23,385	23,385
	<u>457,022</u>	<u>36,000</u>	<u>27,639</u>	<u>2,714</u>	<u>93,797</u>	<u>617,172</u>

MIDLAND DOCTORS ASSOCIATION UK

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2024**

7 Charitable activities					(Continued)
Analysis by fund					
Unrestricted funds	457,022	36,000	27,639	2,714	93,797
	=====	=====	=====	=====	=====
					617,172
					=====

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

8 Grants payable

	Education expenditure 2024 £	Total 2024 £	Village expenditure 2023 £	Education expenditure 2023 £	Total 2023 £
Grants to institutions:					
Pakistan Medical Association	-	-	14,772	-	14,772
Grants to individuals	13,956	13,956	-	2,714	2,714
	<u>13,956</u>	<u>13,956</u>	<u>14,772</u>	<u>2,714</u>	<u>17,486</u>

9 Support costs allocated to activities

	2024 £	2023 £
Rent	2,640	2,923
Insurance	115	370
Legal and professional fees	1,755	9,083
Bank charges	2,337	2,607
Exchange rate (gain)/loss	4,444	40,261
Governance costs	28,902	23,420
	<u>40,193</u>	<u>78,664</u>
Analysed between:		
Hospital expenditure	1,807	9,101
Dubai office costs	2,755	3,375
Other charitable expenditure	35,631	66,188
	<u>40,193</u>	<u>78,664</u>

10 Net movement in funds

	2024 £	2023 £
The net movement in funds is stated after charging/(crediting):		
Fees payable for the independent examination of the charity's financial statements	3,051	2,118
Depreciation of owned tangible fixed assets	106,643	108,395
Loss on disposal of tangible fixed assets	-	5,809
	<u>109,694</u>	<u>116,322</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

11 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2024 nor for the year ended 31 December 2023.

The trustees have continued to incur expenses, especially travel costs, in the performance of their duties. Such expenditure is borne by the trustees personally, has not been quantified, and as no reimbursement has been sought by them, is considered to have been waived.

12 Employees

The average monthly number of employees during the year was:

	2024 Number	2023 Number
Medical staff	70	52
Maintenance staff	13	6
Security	1	2
Administrative staff	8	7
Other staff	18	7
Total	<u>110</u>	<u>74</u>
Employment costs	2024	2023
	£	£
Wages and salaries	209,632	186,245
	<u>209,632</u>	<u>186,245</u>

There were no employees whose annual remuneration was more than £60,000.

13 Other

	Total	Unrestricted funds
	£	
	2024	2023
Net loss on disposal of tangible fixed assets	-	5,809
	<u>-</u>	<u>5,809</u>
	<u>-</u>	<u>5,809</u>

14 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

15 Tangible fixed assets

	Freehold land and buildings	Plant and equipment	Fixtures and fittings	Computers	Motor vehicles	Total
	£	£	£	£	£	£
Cost						
At 1 January 2024	2,551,506	584,652	195,745	48,642	16,587	3,397,132
Additions	-	27,735	11,543	396	-	39,674
At 31 December 2024	2,551,506	612,387	207,288	49,038	16,587	3,436,806
Depreciation and impairment						
At 1 January 2024	531,738	231,254	77,029	36,634	8,441	885,096
Depreciation charged in the year	51,030	38,671	13,026	3,101	815	106,643
At 31 December 2024	582,768	269,925	90,055	39,735	9,256	991,739
Carrying amount						
At 31 December 2024	1,968,738	342,462	117,233	9,303	7,331	2,445,067
At 31 December 2023	2,019,768	353,398	118,715	12,009	8,146	2,512,036

During 2006 land was purchased in Tendali, District Muzaffarabad, Pakistan by the charity in order to construct a hospital. Whilst the charity paid for this land, it has previously been held in the name of one of the trustees (Dr Javed Ahmed) on behalf of the charity, as it was not possible for the land to be purchased in the name of the charity directly. A statutory declaration was made on 7 September 2007 confirming that the land is held on trust for the charity until such time as it is possible for it to be transferred upon attainment of the appropriate international status of the charity. During the prior year this matter was resolved, with the title officially transferred to the charitable company. The cost and net book value of the hospital project, included within freehold property, amounts to £2,108,506 (2023: £2,108,506) and £1,632,058 (2023: £1,674,228) respectively.

The Nur Goth Village project in Sindh Province, Pakistan, is a joint collaboration with Pakistan Medical Association. Although the entire project was funded by the Midland Doctors Association UK, for administrative and logistical purposes, the 8 acre site and the 100 dwellings constructed thereon, together with the infrastructure, are jointly owned between the Midland Doctors Association UK and the Pakistan Medical Association, as per an agreement dated 25th January 2012. However, all running costs of the village after completion are paid for and administered by the Pakistan Medical Association, with Midland Doctors Association UK making contributions for such expenditure. The cost and net book value of the Nur Goth Village is £443,000 (2023: £443,000) and £336,680 (2023: £345,540) respectively.

22 dwellings in Nur Goth Village are currently occupied in perpetuity, rent free, by designated families and their descendants. 38 dwellings are earmarked to be re-purposed for educational or medical use. The remaining 40 dwellings are currently unoccupied and will require minor renovation works to enable future occupation.

There is no right to either dispose of the dwelling or pass it to another unconnected family.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

16 Debtors

	2024	2023
	£	£
Amounts falling due within one year:		
Other debtors	24,867	26,584
Prepayments and accrued income	3,237	3,405
	<u>28,104</u>	<u>29,989</u>

17 Creditors: amounts falling due within one year

	2024	2023
	£	£
Accruals and deferred income	<u>35,036</u>	<u>25,018</u>

18 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 January 2024	Incoming resources	Resources expended	At 31 December 2024
	£	£	£	£
General funds	<u>3,144,453</u>	<u>680,526</u>	<u>(712,342)</u>	<u>3,112,637</u>
Previous year:	At 1 January 2023	Incoming resources	Resources expended	At 31 December 2023
	£	£	£	£
General funds	<u>3,007,875</u>	<u>798,776</u>	<u>(662,198)</u>	<u>3,144,453</u>

19 Related party transactions

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

19 Related party transactions

(Continued)

Donations made by trustees and related parties

The following donations were received without conditions from trustees or other related parties:

Mr M Altaf, a trustee of the charity, donated £300 (2023: £1,200).

Mr S Hussain, a trustee of the charity, donated £120 (2023: £200).

Dr S Y Iftikhar, a trustee of the charity, donated £1,200 (2023: £2,995).

Dr K Latief, a trustee of the charity, donated £600 (2023: £600).

Mr A A Najib, a trustee of the charity, and his wider family donated £120 (2023: £120).

Dr Farhan Rashid, a trustee of the charity, donated £480 (2023: £480).

Dr Z Sheikh, a trustee of the charity, donated £600 (2023: £600).

M. Najib & Sons Limited, a company in which Mr A A Najib is a director and a shareholder, donated £29,550 (2023: £33,800).

Ifti's Medical Services Limited, a company in which Mr S Y Iftikhar is a director and a shareholder, donated £1,200 (2023: £330).

Other transactions with related parties

During the year, The Accounting House, a business owned by Ms T Kent-Chapman provided bookkeeping services to the charity on an arm's length basis. These services amounted to £18,000 (2023: £28,500).

In 2021, the charity advanced 2,000,000 Pakistani Rupees (£9,189 at the prevailing spot rate) to the Chief Executive Officer of the Midland Doctors Medical Institute (Mr B Hussain). At the year-end the balance was 400,000.00 Pakistani Rupees (2023: 800,000 Pakistani Rupees), which at the 31 December 2024 rate is £1,140 (2023: £2,254), and is included within other debtors. The loan is unsecured, interest-free and is being repaid in equal instalments over 60 months. Dr S Y Iftikhar, a trustee of the charity, is the guarantor of this loan and will repay the loan to the charity in the event of a default by Mr B Hussain.

20	Cash generated from operations	2024 £	2023 £
	(Deficit)/surplus for the year	(31,816)	136,578
	Adjustments for:		
	Investment income recognised in statement of financial activities	(1,338)	(1,000)
	(Gain)/loss on disposal of tangible fixed assets	-	5,809
	Depreciation and impairment of tangible fixed assets	106,643	108,395
	Movements in working capital:		
	Decrease in debtors	1,885	340
	Increase/(decrease) in creditors	10,018	(47,154)
	Cash generated from operations	85,392	202,968

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) *FOR THE YEAR ENDED 31 DECEMBER 2024*

21 Analysis of changes in net funds

The charity had no material debt during the year.

MIDLAND DOCTORS ASSOCIATION UK

England & Wales - Charity number 1114559

Accounts

Charity registration number 1114559

Company registration number 05818995 (England and Wales)

MIDLAND DOCTORS ASSOCIATION UK

**ANNUAL REPORT AND UNAUDITED
FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 DECEMBER 2023

MIDLAND DOCTORS ASSOCIATION UK

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Dr S Y Iftikhar (Chair) Dr J Ahmed Dr A Rashid Dr K Latief Mr S Hussain Dr Z Sheikh Mr AA Najib Mr I Ali Mr R U Amin Ms T Kent-Chapman Mr M Altaf Dr F Rashid
Secretary	Dr A Rashid
Charity number	1114559
Company number	05818995
Principal address	11 Snelston Crescent Littleover Derby DE23 6BL
Registered office	11 Snelston Crescent Littleover Derby DE23 6BL
Independent examiner	Philip Handley FCA HSKS Greenhalgh Ltd Charlotte House Stanier Way The Wyvern Business Park Derby DE21 6BF
Bankers	HSBC UK Bank Plc 1 St. Peter's Street Derby DE1 2AE

MIDLAND DOCTORS ASSOCIATION UK

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MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) FOR THE YEAR ENDED 31 DECEMBER 2023

The trustees present their annual report and financial statements for the year ended 31 December 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 and "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).

Objectives and activities

The charity's short-term goals are:

- To facilitate the activities of the Midland Doctors Medical Institute in Muzaffarabad, Pakistan.
- To facilitate to continue supporting Nur Goth, a village consisting of 100 houses which is located in Sindh Province, Pakistan, including the provision of free hot meals to all the pupils of the school.
- To support a number of post-graduate students at the Light House School in Rawalpindi, Pakistan.
- Providing consultancy support to Bangrilla Community Hospital in Mirpur, Kashmir, Pakistan, which is run by The Umeed Welfare Trust (United Kingdom), a registered charity in England and Wales (charity number 1106147).
- To fund and support malnutritionary programme at Bangrilla Community Hospital.

The charity's long-term goals are:

- To consider the regional impact of humanitarian healthcare work in Pakistan and in particular the Kashmir region.
- To consider working in partnership with other agencies to deliver humanitarian care, such as in Malawi.

The short-term goals are related to humanitarian medical relief work, which is also the vision and mission of Midland Doctors Association.

The longer-term goal is a continuation of this theme and therefore, there's a relationship between the charity's short-term and long-term goals.

Strategies for achieving aims and objectives

The concept behind Midland Doctors Association UK originated when a team of senior National Health Service doctors flew to Pakistan to provide medical assistance in the wake of the powerful earthquake which struck northern Pakistan on 8 October 2005, killing over 87,000 and displacing over 3.5 million people.

Having witnessed at first hand the suffering of the local people and the destruction of their medical facilities, the doctors were inspired to establish this charity whose principal aims were to purchase, equip and operate a hospital facility in the Kashmir region of Pakistan, and to raise public awareness of health issues affecting people in developing countries.

The charity has successfully achieved it's initial objectives and aims, and it currently is heavily involved in the day to day running and administration of projects already completed in Pakistan.

A maternity unit is functioning well at Nur Goth Hospital and the charity continue to provide on going support to the pregnant women at this unit.

The Citizen Foundation(UK), a registered charity in England and Wales, charity number 1087864 which is also known as TCF-UK, has been allowed by the charity to build a school on their land for local children of Nur Goth. The school building which was completed by TCF-UK continues to operate successfully and the school is run by TCF-UK.

The charity worked in the Sindh area and in Khyber Pakhtunkhwa in the northwest region. Flood relief funds raised were used for flood related issues and the Nur Goth Hospital.

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Public benefit

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our objectives and also in planning our future objectives. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set.

Volunteers

The trustees wish to express their heartfelt gratitude to all the individuals and organisations who have donated their time, money and services to the charity. Without the active support of these volunteers it would be impossible to realise the achievement of the vision shared by the trustees.

Strategic report

The description under the headings "Achievements and performance" and "Financial review" meet the company law requirements for the trustees to present a strategic report.

Achievements and performance

Significant activities and achievements against objectives

As previously reported, the charity completed the construction of a hospital, now known as Midland Doctors Medical Institute, in Tandali District, Muzaffarabad, Kashmir, Pakistan in March 2013. The total cost of the hospital as at 31 December 2023 amounted to £2,108,506 (2022: £2,104,996), which included £3,520 (2022: £89,368) incurred in the year under review as part of the ongoing improvement and development of hospital facilities. The Nur Goth Village project, which was completed in 2013, is constantly monitored to ensure that full benefit continues to accrue to the poorest families who occupy the houses constructed under the project.

During the year the charitable company has received donated goods and services in furtherance of its operational activities and objectives. In particular the charitable company has received a laser lithotripter from the Tomini Group, and the trustees would like to extend their thanks to them for their kind donation.

Hospital developments:

During the year, the charity has funded new equipment and developed new department at the hospital:

- Laser Lithotripsy
- Gastroenterology / endoscopy

Since the year end the charitable company has purchased further angiography equipment as they are routinely performing coronary angiographs and stenting.

Significant factors

Firstly, the Midland Doctors Medical Institute utilises the majority of the charity's resources, as its main objective as an organisation is to support MDMI. The other two short term objectives do not take up significant resources. In terms of positive effects, the charity's capabilities have expanded over the past twelve months; we are providing more services and we are providing care that is not available in many parts of the Kashmir region of Pakistan. In fact, our Nutrition Programme that aims at taking care of children with severe nutritional deficiency, does not even exist in that part of the Kashmir region of Pakistan. As the project develops, the negative pressures are coming to the fore. As we are becoming more popular in the region, our services are more well known and people are linking us to better quality of medical care. This then drives demand but then the shortcoming is that we don't have endless supply of resources. In view of the issue of financial constraints, and in particular as fundraising is a key aspect of the source of funds, we have to always consider the implications of our services on our financial resources.

Another negative factor is that we need to consider fundraising as ongoing activity, therefore as an organisation we have considered ways and means of diversification so that the risks of not being able to achieve our funds through fundraising are diversified.

The Dubai head quarters that were opened during the latter stages of 2018 have continued to enhance the capability to achieve fund raising.

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Fundraising performance

Midland Doctors Association UK has a large network cluster, working with fundraisers, with whom trustees have worked tirelessly, both nationally and internationally. Through these networked contacts, funds were donated during the year to 31 December 2023. In addition, fundraising and sponsorship events were also organised during the year, whereby monies were raised from individuals and local companies, with the costs of generating voluntary income being covered largely by sponsorship. It remains the Trustees' intention to cover costs through further sponsorship and gift aid refunds. The remainder of the donations came directly from other benefactors and institutions.

During the year the charity has organised a number of events: In February 2023 a Birmingham event was organised to raise awareness of the charity but no funds were collected on the day; In March 2023, an event in Dubai was held which raised approximately AED 400K; In Mar 2023 a Nottingham event raised approximately £80K; In May 2023, a US event raised approximately \$50K, which came through the National Health Forum who collected the funds on behalf of MDA UK; In November 2023 an event was held at Nawaab Restaurant in London raising approximately £10k.

Key performance indicators

The strategy of Midland Doctors Medical Institute has been to adhere to the key guidelines as allocated by the General Medical Council UK (GMCUK) in particular, the role of a doctor. The facilities are also incorporating international guidelines such as the World Health Organization's guidelines for theatre and surgical departments. The evaluation of Key Performance Indicators would be beyond the scope of this financial document.

Financial review

For the year 1st January 2023 to 31 December 2023, the in-year surplus figure is £136,578 (2022: surplus of £60,448), increasing the net assets to £3,144,453 (2022: £3,007,875).

Going concern

During the year under review, the COVID-19 pandemic continued to be a significant risk to the global economy. Furthermore, with the ongoing conflict situation in Palestine / Gaza, donations are likely to reduce in future periods.

The trustees continue to monitor the impact on the charitable company on an ongoing basis and note the success of the vaccination programme within Pakistan and the wider world. At the time of approving these financial statements, the trustees do not consider COVID-19 to impact the charitable company's ability to continue as a going concern and consider the balance sheet to be appropriately valued.

Reserves policy

Reserves are needed to meet the day to day running costs of the hospital and to cover any unplanned other expenditure. The trustees consider that the ideal level of reserves as at 31 December 2023 would be £650,000, equating to approximately one year of charitable expenditure (excluding capital expenditure).

The free reserves at the year end amounted to £632,417 (2022: £451,208). In calculating the free reserves, the trustees have excluded from the total funds the fixed assets of £2,512,036 (2022: £2,556,667). The trustees are satisfied with the level of free reserves at the reporting date. If the charitable company were to enjoy the benefit of funds in excess of the ideal level, the trustees would aim to utilise such funds to invest in permanent endowments to produce a financial return to support the future success of the charitable company.

Principal funding sources

The principal fundraising is made from the international network resources that have been built since the formation of the charitable company. The Midland Doctors Association UK work is continually being promoted worldwide and the Trustees are constantly working with the network to ensure the fundraising continues successfully. The Trustees consider the results for the year to be satisfactory and the charity continues to remain in a reasonable financial position.

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Plans for future periods

The charity will continue to raise further funds to meet the ongoing operational costs of the hospital, and further capital expenditure will be made to enlarge the hospital facility with the passage of time and needs of the local population.

The charity is earmarked by the local government in Pakistan to manage the project of identifying malnourished children. Currently the charity is covering 5 villages around the hospital in Muzaffarabad, Kashmir, Pakistan and would expand on this project going forward to cover wider area. This will be done with support from Bangrilla Community Hospital, Mirpur.

The charity's future plans include the purchase and management of equipment for coronary artery disease, primarily for stent operations.

Structure, governance and management

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

The company, incorporated under the Companies Act 1985 and 1989, is limited by guarantee and does not have a share capital. Its registered number is 5818995, and the company is also registered as a charity under the Charities Act 1993, number 1114559.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Dr S Y Iftikhar (Chair)

Dr J Ahmed

Dr A Rashid

Dr K Latief

Mr S Hussain

Dr Z Sheikh

Mr AA Najib

Mr I Ali

Mr R U Amin

Ms T Kent-Chapman

Mr M Altaf

Dr F Rashid

Recruitment and appointment of trustees

The Board of Trustees consists of twelve members as at 31 December 2023.

The company's Articles of Association allow for Trustees to serve for a three year term. Trustees must retire at the annual general meeting following their completion of three years' service, but may stand for re-election.

The Board has the power at any time, and from time to time, to appoint any person to be a Trustee, either to fill a casual vacancy or as an addition to the existing Trustees. Any Trustee appointed holds office only until the next following annual general meeting, and then becomes eligible for re-election.

Trustees are elected to the board in accordance with a voting system outlined in the charity's constitutional document. The responsibilities of trustees are allocated according to their skills, abilities and areas of interest.

Induction of new Trustees is given on an individual basis where appropriate.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Organisational structure

The Board of Trustees are responsible for administering the charity.
The finances of the charity are kept under review at Trustees meetings, once every two months.

Relationship with related parties

All donated medical equipment is stored at the premises of M Najib & Sons Limited, a company in which a trustee, Mr A A Najib, is a director. The transaction occurs at arms length, as members of staff at M Najib & Sons Limited donate their charitable time to load the equipment, in order to transport it over to Pakistan.

Risk management

The Trustees are aware of and continue to monitor any significant risks facing the charity and have put policies and controls in place to minimise or mitigate those risks. The Trustees are aware that the risks faced by the charity will evolve with the charity's activities and the trustees will ensure that their risk strategy reflects these changes. The Trustees acknowledge their responsibilities in relation to the charity's financial statements and accounting records.

Funds held as custodian trustee

The charity holds no funds on behalf of others.

Freehold property

The land purchased in Tandali, District Muzaffarabad, Pakistan was held in the name of Dr J Ahmed, a trustee of the charity, as it was not possible for the land to be purchased in the name of the charitable company directly. The trustees are pleased to report that the process transferring the legal title of this land has now been completed.

The trustees' report, including the strategic report, was approved by the Board of Trustees.



Dr S Y Iftikhar (Chair)
Trustee

27 June 2024

MIDLAND DOCTORS ASSOCIATION UK

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MIDLAND DOCTORS ASSOCIATION UK

I report to the trustees on my examination of the financial statements of Midland Doctors Association UK (the charity) for the year ended 31 December 2023.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I confirm that no 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 charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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 financial statements to be reached.



Philip Handley FCA

HSKS Greenhalgh Ltd
Charlotte House
Stanier Way
The Wyvern Business Park
Derby
DE21 6BF

Dated: 27 June 2024

MIDLAND DOCTORS ASSOCIATION UK

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Income and endowments from:			
Donations and legacies	3	790,349	743,229
Charitable activities	4	7,427	2,741
Investments	5	1,000	67
Other income	6	-	162
Total income		798,776	746,199
Expenditure on:			
Raising funds	7	39,217	4,158
<u>Charitable activities</u>			
Hospital expenditure	8	457,022	501,349
Village expenditure	8	36,000	16,404
Dubai office costs	8	27,639	15,412
Education expenditure	8	2,714	13,173
Other charitable expenditure	8	93,797	135,178
COVID expenditure	8	-	77
Total charitable expenditure		617,172	681,593
Other expenditure	14	5,809	-
Total expenditure		662,198	685,751
Net income and movement in funds		136,578	60,448
Reconciliation of funds:			
Fund balances at 1 January 2023		3,007,875	2,947,427
Fund balances at 31 December 2023		3,144,453	3,007,875

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

MIDLAND DOCTORS ASSOCIATION UK

BALANCE SHEET

AS AT 31 DECEMBER 2023

	Notes	2023		2022	
		£	£	£	£
Fixed assets					
Tangible assets	16		2,512,036		2,556,667
Current assets					
Debtors	17	29,989		30,329	
Cash at bank and in hand		627,446		493,051	
		657,435		523,380	
Creditors: amounts falling due within one year	18	(25,018)		(72,172)	
Net current assets			632,417		451,208
Total assets less current liabilities			3,144,453		3,007,875
Net assets excluding pension liability			3,144,453		3,007,875
The funds of the charity					
Unrestricted funds			3,144,453		3,007,875
			3,144,453		3,007,875


The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2023.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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 trustees on 27 June 2024


Dr S Y Iftikhar (Chair)
Trustee

Company registration number 05818995 (England and Wales)

MIDLAND DOCTORS ASSOCIATION UK

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash generated from operations	21		202,968		156,971
Investing activities					
Purchase of tangible fixed assets		(69,573)		(158,142)	
Investment income received		1,000		67	
Net cash used in investing activities			(68,573)		(158,075)
Net cash used in financing activities			-		-
Net increase/(decrease) in cash and cash equivalents			134,395		(1,104)
Cash and cash equivalents at beginning of year			493,051		494,155
Cash and cash equivalents at end of year			<u>627,446</u>		<u>493,051</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

Charity information

Midland Doctors Association UK is a private company limited by guarantee incorporated in England and Wales. The registered office is 11 Snelston Crescent, Littleover, Derby, DE23 6BL.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charity is a Public Benefit Entity as defined by FRS 102.

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

The main functional currencies of the charity are the Pound Sterling (£) in the United Kingdom, and the Pakistani Rupee (Rs) for expenditure incurred in Pakistan, along with United Arab Emirates Dirham (د.ا) for expenses incurred within Dubai.

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

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

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

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Donated goods and services are recognised as income when the charity has control over the item, the receipt of economic benefit from the use of the charity of the item is probable and that economic benefit can be measured reliably.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

Income from trading activities is recognised at the fair value of the consideration receivable for services provided, and is recognised when the service is delivered.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity, this is normally upon notification of the interest paid or payable by the bank.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% on cost
Plant and equipment	10% on reducing balance
Fixtures and fittings	10% on reducing balance
Computers	25% on reducing balance
Motor vehicles	10% on reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Financial instruments

The charity 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 charity's balance sheet when the charity 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.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

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.

Basic financial liabilities

Basic financial liabilities, including creditors 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 operations 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.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.9 Taxation

The charity is exempt from corporation tax on its charitable activities.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 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 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees 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.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

3 Income from donations and legacies

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Donations and gifts	759,804	743,229
Donated goods and services	30,545	-
	<u>790,349</u>	<u>743,229</u>
Donations and gifts		
Donations	737,303	721,292
Gift aid refunds	22,501	21,937
	<u>759,804</u>	<u>743,229</u>

Donated goods and services

During the year the charitable company received a laser lithotripter, with a value of \$39,000.

4 Income from charitable activities

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Hospital		
Patient fees	7,427	2,741
	<u>7,427</u>	<u>2,741</u>

5 Income from investments

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Interest receivable	1,000	67
	<u>1,000</u>	<u>67</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

6 Other income

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Other income	-	162
	<u> </u>	<u> </u>

7 Expenditure on raising funds

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Fundraising and publicity		
Advertising and fundraising events	35,390	800
Donations administration fees	3,827	3,358
	<u> </u>	<u> </u>
	<u>39,217</u>	<u>4,158</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

8 Charitable activities	Hospital expenditure		Village Dubai office costs		Education expenditure		Other charitable expenditure		Total	
	2023	2023	2023	2023	2023	2023	2023	2023	2023	2022
	£	£	£	£	£	£	£	£	£	£
Staff costs	162,562	-	23,683	-	-	-	-	-	186,245	179,343
Depreciation and impairment	99,535	8,860	-	-	-	-	-	-	108,395	107,969
Light and heat	34,010	-	-	-	-	-	-	-	34,010	30,402
Telephone	1,349	-	-	-	-	-	-	-	1,349	1,598
Courier costs	4,851	-	250	-	-	-	-	-	5,101	3,350
Sundry expenses	2,413	-	-	-	-	-	-	-	2,413	8,605
Purchase of medicines	100,518	-	-	-	-	-	-	-	100,518	129,521
Repairs and renewals	24,619	-	-	-	-	-	-	-	24,619	30,163
Motor & travel	9,535	-	-	-	-	-	-	-	9,535	14,181
Rent	1,455	-	-	-	-	-	-	-	1,455	2,419
Advertising	289	-	-	-	-	-	5,858	-	6,147	9,496
Container shipping	6,163	-	-	-	-	-	-	-	6,163	6,646
Computer costs	622	-	331	-	-	-	-	-	953	1,439
Nur Goth village expenses	-	12,368	-	-	-	-	-	-	12,368	7,399
COVID & charity expenditure	-	-	-	-	-	-	21,751	-	21,751	88,202
Other charitable expenditure	-	-	-	-	-	-	-	-	-	24
	<u>447,921</u>	<u>21,228</u>	<u>24,264</u>	<u>-</u>	<u>-</u>	<u>27,609</u>	<u>-</u>	<u>-</u>	<u>521,022</u>	<u>620,757</u>
Grant funding of activities (see note 9)	-	14,772	-	2,714	-	-	-	-	17,486	13,173
Share of support costs (see note 10)	9,101	-	3,375	-	-	42,803	-	-	55,279	23,397
Share of governance costs (see note 10)	-	-	-	-	-	23,385	-	-	23,385	24,266
	<u>457,022</u>	<u>36,000</u>	<u>27,639</u>	<u>2,714</u>	<u>-</u>	<u>93,797</u>	<u>-</u>	<u>-</u>	<u>617,172</u>	<u>681,593</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

8 Charitable activities	(Continued)						
	Hospital expenditure	Village expenditure	Dubai office costs	Education expenditure	Other charitable expenditure	COVID expenditure	Total 2022
	£	£	£	£	£	£	£
For the year ended 31 December 2022							
Staff costs	168,099	-	11,244	-	-	-	179,343
Depreciation and impairment	98,964	9,005	-	-	-	-	107,969
Light and heat	30,402	-	-	-	-	-	30,402
Telephone	1,598	-	-	-	-	-	1,598
Courier costs	3,293	-	57	-	-	-	3,350
Sundry expenses	8,605	-	-	-	-	-	8,605
Purchase of medicines	129,521	-	-	-	-	-	129,521
Repairs and renewals	30,163	-	-	-	-	-	30,163
Motor & travel	14,181	-	-	-	-	-	14,181
Rent	2,419	-	-	-	-	-	2,419
Advertising	980	-	185	-	8,331	-	9,496
Container shipping	6,646	-	-	-	-	-	6,646
Computer costs	634	-	805	-	-	-	1,439
Nur Goth village expenses	-	7,399	-	-	-	-	7,399
COVID & charity expenditure	-	-	-	-	88,125	77	88,202
Other charitable expenditure	24	-	-	-	-	-	24
	<u>495,529</u>	<u>16,404</u>	<u>12,291</u>	<u>13,173</u>	<u>96,456</u>	<u>77</u>	<u>620,757</u>
Grant funding of activities (see note 9)	-	-	-	13,173	-	-	13,173
Share of support costs (see note 10)	5,820	-	3,121	-	14,456	-	23,397
Share of governance costs (see note 10)	-	-	-	-	24,266	-	24,266
	<u>501,349</u>	<u>16,404</u>	<u>15,412</u>	<u>13,173</u>	<u>135,178</u>	<u>77</u>	<u>681,593</u>

MIDLAND DOCTORS ASSOCIATION UK

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023**

8 Charitable activities						(Continued)
Analysis by fund						
Unrestricted funds	501,349	16,404	15,412	13,173	135,178	77
	=====	=====	=====	=====	=====	=====
						681,593
						=====

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

9 Grants payable

	Village expenditure 2023 £	Education expenditure 2023 £	Education expenditure 2022 £
Grants to institutions:			
Pakistan Medical Association	14,772	-	-
Other	-	-	1,921
Grants to individuals	-	2,714	11,252
	<u>14,772</u>	<u>2,714</u>	<u>13,173</u>

10 Support costs allocated to activities

	2023 £	2022 £
Rent	2,923	2,692
Insurance	370	307
Legal and professional fees	9,083	5,941
Bank charges	2,607	2,701
Exchange rate (gain)/loss	40,261	11,756
Governance costs	23,420	24,266
	<u>78,664</u>	<u>47,663</u>
Analysed between:		
Hospital expenditure	9,101	5,820
Dubai office costs	3,375	3,121
Other charitable expenditure	66,188	38,722
	<u>78,664</u>	<u>47,663</u>

11 Net movement in funds

	2023 £	2022 £
The net movement in funds is stated after charging/(crediting):		
Depreciation of owned tangible fixed assets	108,395	107,969
Loss on disposal of tangible fixed assets	5,809	-
	<u>114,204</u>	<u>107,969</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

12 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2023 nor for the year ended 31 December 2022.

The trustees have continued to incur expenses, especially travel costs, in the performance of their duties. Such expenditure is borne by the trustees personally, has not been quantified, and as no reimbursement has been sought by them, is considered to have been waived.

13 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
Medical staff	52	55
Maintenance staff	6	14
Security	2	2
Administrative staff	7	11
Other staff	7	14
Total	<u>74</u>	<u>96</u>
Employment costs	2023	2022
	£	£
Wages and salaries	<u>186,245</u>	<u>179,343</u>

There were no employees whose annual remuneration was more than £60,000.

14 Other

	Unrestricted funds	Total
	2023	£ 2022
Net loss on disposal of tangible fixed assets	<u>5,809</u>	-
	<u>5,809</u>	-

15 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

16 Tangible fixed assets

	Freehold land and buildings	Plant and equipment	Fixtures and fittings	Computers	Motor vehicles	Total
	£	£	£	£	£	£
Cost						
At 1 January 2023	2,555,247	524,013	190,588	48,385	16,587	3,334,820
Additions	3,520	60,639	5,157	257	-	69,573
Disposals	(7,261)	-	-	-	-	(7,261)
At 31 December 2023	2,551,506	584,652	195,745	48,642	16,587	3,397,132
Depreciation and impairment						
At 1 January 2023	482,160	191,988	63,839	32,630	7,536	778,153
Depreciation charged in the year	51,030	39,266	13,191	4,003	905	108,395
Eliminated in respect of disposals	(1,452)	-	-	-	-	(1,452)
At 31 December 2023	531,738	231,254	77,030	36,633	8,441	885,096
Carrying amount						
At 31 December 2023	2,019,768	353,398	118,715	12,009	8,146	2,512,036
At 31 December 2022	2,073,087	332,025	126,749	15,755	9,051	2,556,667

During 2006 land was purchased in Tendali, District Muzaffarabad, Pakistan by the charity in order to construct a hospital. Whilst the charity paid for this land, it has previously been held in the name of one of the trustees (Dr Javed Ahmed) on behalf of the charity, as it was not possible for the land to be purchased in the name of the charity directly. A statutory declaration was made on 7 September 2007 confirming that the land is held on trust for the charity until such time as it is possible for it to be transferred upon attainment of the appropriate international status of the charity. During the year this matter has now been resolved, with the title officially transferred to the charitable company. The cost and net book value of the hospital project, included within freehold property, amounts to £2,108,506 (2022: £2,104,996) and £1,674,228 (2022: £1,712,878) respectively.

The Nur Goth Village project in Sindh Province, Pakistan, is a joint collaboration with Pakistan Medical Association. Although the entire project was funded by the Midland Doctors Association UK, for administrative and logistical purposes, the 8 acre site and the 100 dwellings constructed thereon, together with the infrastructure, are jointly owned between the Midland Doctors Association UK and the Pakistan Medical Association, as per an agreement dated 25th January 2012. However, all running costs of the village after completion are paid for and administered by the Pakistan Medical Association, with Midland Doctors Association UK making contributions for such expenditure. The cost and net book value of the Nur Goth Village is £443,000 (2022: £450,261) and £345,540 (2022: £360,209) respectively.

22 dwellings in Nur Goth Village are currently occupied in perpetuity, rent free, by designated families and their descendants. 38 dwellings are earmarked to be re-purposed for educational or medical use. The remaining 40 dwellings are currently unoccupied and will require minor renovation works to enable future occupation.

There is no right to either dispose of the dwelling or pass it to another unconnected family.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

17 Debtors

	2023	2022
	£	£
Amounts falling due within one year:		
Trade debtors	-	1
Other debtors	26,584	26,313
Prepayments and accrued income	3,405	4,015
	<u>29,989</u>	<u>30,329</u>

18 Creditors: amounts falling due within one year

	2023	2022
	£	£
Trade creditors	-	20,000
Accruals and deferred income	25,018	52,172
	<u>25,018</u>	<u>72,172</u>

19 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 January 2023	Incoming resources	Resources expended	At 31 December 2023
	£	£	£	£
General funds	<u>3,007,875</u>	<u>798,776</u>	<u>(662,198)</u>	<u>3,144,453</u>
Previous year:				
	At 1 January 2022	Incoming resources	Resources expended	At 31 December 2022
	£	£	£	£
General funds	<u>2,947,427</u>	<u>746,199</u>	<u>(685,751)</u>	<u>3,007,875</u>

20 Related party transactions

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

20 Related party transactions

(Continued)

Donations made by trustees and related parties

The following donations were received without conditions from trustees or other related parties:

Mr M Altaf, a trustee of the charity, donated £1,200 (2022: £1,300).

Mr S Hussain, a trustee of the charity, donated £200 (2022: £460).

Dr S Y Iftikhar, a trustee of the charity, donated £2,995 (2022: £2,415).

Dr K Latief, a trustee of the charity, donated £600 (2022: £1,554).

Mr A A Najib, a trustee of the charity, and his wider family donated £120 (2022: £2,273).

Dr Farhan Rashid, a trustee of the charity, donated £480 (2022: £Nil).

Dr Z Sheikh, a trustee of the charity, donated £600 (2022: £4,750).

Rahim Ullah Amin, a trustee of the charity, donated £Nil (2022: £400).

M. Najib & Sons Limited, a company in which Mr A A Najib is a director and a shareholder, donated £33,800 (2022: £35,050).

Ifti's Medical Services Limited, a company in which Mr S Y Iftikhar is a director and a shareholder, donated £330 (2022: £360).

Other transactions with related parties

During the year, The Accounting House, a business owned by Ms T Kent-Chapman provided bookkeeping services to the charity on an arm's length basis. These services amounted to £28,500 (2022: £19,524).

In 2021, the charity advanced 2,000,000 Pakistani Rupees (£9,189 at the prevailing spot rate) to the Chief Executive Officer of the Midland Doctors Medical Institute (Mr B Hussain). At the year-end the balance was 800,000,00 Pakistani Rupees (2022: 1,200,000 Pakistani Rupees), which at the 31 December 2023 rate is: £2,254 (2022: £4,380), and is included within other debtors. At the year-end, there was an unrealised loss on foreign exchange of £5,097 (2022: unrealised loss of £1,134). The loan is unsecured, interest-free and is being repaid in equal instalments over 60 months. Dr S Y Iftikhar, a trustee of the charity, is the guarantor of this loan and will repay the loan to the charity in the event of a default by Mr B Hussain.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

21 Cash generated from operations	2023 £	2022 £
Surplus for the year	136,578	60,448
Adjustments for:		
Investment income recognised in statement of financial activities	(1,000)	(67)
Loss on disposal of tangible fixed assets	5,809	-
Depreciation and impairment of tangible fixed assets	108,395	107,969
Movements in working capital:		
Decrease/(increase) in debtors	340	(16,358)
(Decrease)/increase in creditors	(47,154)	4,979
Cash generated from operations	<u>202,968</u>	<u>156,971</u>

22 Analysis of changes in net funds

The charity had no material debt during the year.

MIDLAND DOCTORS ASSOCIATION UK

England & Wales - Charity number 1114559

Accounts

Reg. CC

Charity registration number 1114559

Company registration number 05818995 (England and Wales)

MIDLAND DOCTORS ASSOCIATION UK

**ANNUAL REPORT AND UNAUDITED
FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 DECEMBER 2022

MIDLAND DOCTORS ASSOCIATION UK

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Dr S Y Iftikhar (Chair) Dr J Ahmed Dr A Rashid Dr K Latief Mr S Hussain Dr Z Sheikh Mr A A Najib Dr I Ali Mr R U Amin Ms T Kent-Chapman Mr M Altaf Dr F Rashid
Secretary	Dr A Rashid
Charity number	1114559
Company number	05818995
Principal address	11 Snelston Crescent Littleover Derby DE23 6BL
Registered office	11 Snelston Crescent Littleover Derby DE23 6BL
Independent examiner	Philip Handley FCA HSKSG Chartered Accountants 18 St Christopher's Way Pride Park Derby DE24 8JY
Bankers	HSBC UK Bank Plc 1 St. Peter's Street Derby DE1 2AE

MIDLAND DOCTORS ASSOCIATION UK

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MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their annual report and financial statements for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 and "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).

Objectives and activities

Policies and objectives

The charity's short-term goals are:

- To facilitate the activities of the Midland Doctors Medical Institute in Muzaffarabad, Pakistan.
- To facilitate to continue supporting Nur Goth, a village consisting of 100 houses which is located in Sindh Province, Pakistan.
- To support a number of post-graduate students at the Light House School in Rawalpindi, Pakistan.
- Providing consultancy support to Bangrilla Community Hospital in Mirpur, Kashmir, Pakistan, which is run by The Umeed Welfare Trust (United Kingdom), a registered charity in England and Wales (charity number 1106147).
- To fund and support malnutritionary programme at Bangrilla Community Hospital.

The charity's long-term goals are:

- To consider the regional impact of humanitarian healthcare work in Pakistan and in particular the Kashmir region.
- To consider working in partnership with other agencies to deliver humanitarian care, such as in Malawi.

The short-term goals are related to humanitarian medical relief work, which is also the vision and mission of Midland Doctors Association.

The longer-term goal is a continuation of this theme and therefore, there's a relationship between the charity's short-term and long-term goals.

Activities for achieving objectives

The concept behind Midland Doctors Association UK originated when a team of senior National Health Service doctors flew to Pakistan to provide medical assistance in the wake of the powerful earthquake which struck northern Pakistan on 8 October 2005, killing over 87,000 and displacing over 3.5 million people.

Having witnessed at first hand the suffering of the local people and the destruction of their medical facilities, the doctors were inspired to establish this charity whose principal aims were to purchase, equip and operate a hospital facility in the Kashmir region of Pakistan, and to raise public awareness of health issues affecting people in developing countries.

The charity has successfully achieved its initial objectives and aims, and it currently is heavily involved in the day to day running and administration of projects already completed in Pakistan.

A maternity unit has been set up at Nur Goth Hospital and the charity continue to provide on going support to the patients at this unit.

The Citizen Foundation(UK), a registered charity in England and Wales, charity number 1087864 which is also known as TCF-UK, has been allowed by the charity to build a school on their land for local children of Nur Goth. School building which was complete by TCF-UK is now in operation and school is run by TCF-UK.

2022 major flood in Pakistan; charity worked in the Sindh area and worked with Khyber Pakhtunkhwa charity in northwest region. Clinics were set up to check patients and provided with medications, mosquito nets. Flood relief fund raised is mainly used for flood related issues and the balance will be used at Nur Goth Hospital.

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Public benefit

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our objectives and also in planning our future objectives. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set.

Volunteers

The trustees wish to express their heartfelt gratitude to all the individuals and organisations who have donated their time, money and services to the charity. Without the active support of these volunteers it would be impossible to realise the achievement of the vision shared by the trustees.

Strategic report

The description under the headings "Achievements and performance" and "Financial review" meet the company law requirements for the trustees to present a strategic report.

Achievements and performance

Charitable activities

As previously reported, the charity completed the construction of a hospital, now known as Midland Doctors Medical Institute, in Tandali District, Muzaffarabad, Kashmir, Pakistan in March 2013. The total cost of the hospital as at 31 December 2022 amounted to £2,104,996 (2021: £2,015,619), which included £89,368 (2021: £23,073) incurred in the year under review as part of the ongoing improvement and development of hospital facilities. The Nur Goth Village project, which was completed in 2013, is constantly monitored to ensure that full benefit continues to accrue to the poorest families who occupy the 100 houses constructed under the project. Ongoing maintenance costs are minimal.

During the year the charitable company has received donated goods and services in furtherance of its operational activities and objectives. However, the economic benefit of such donated goods and services has not been recognised in these financial statements as it cannot be measured reliably.

Hospital developments:

During the year, the charity has funded new equipment and developed new department at the hospital:

- CT scanners
- Angiograph unit
- Physiotherapy department
- Orthodontics facility
- New built storage and accommodation block consisting of rooms for 12-16 people. It cost approximately £120K

Fundraising activities

Midland Doctors Association UK has a large network cluster, working with fundraisers, with whom trustees have worked tirelessly, both nationally and internationally. Through these networked contacts, funds were donated during the year to 31 December 2022. In addition, fundraising and sponsorship events were also organised during the year, whereby monies were raised from individuals and local companies, with the costs of generating voluntary income being covered largely by sponsorship. It remains the Trustees' intention to cover costs through further sponsorship and gift aid refunds. The remainder of the donations came directly from other benefactors and institutions.

Since the year end, the charity has organised number of events: In February 2023, Birmingham event was organised to raise awareness of the charity but no funds were collected on the day; March 2023, an event in Dubai which raised approximately AED 400K; Mar 2023 Nottingham event raised approximately £80K; May 2023, Euston stated (US) event raised approximately \$50K, which will come through National Health Forum who collected the funds on behalf of MDA UK; November 2023, one large event planned to take place in London.

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Key performance indicators

The strategy of Midland Doctors Medical Institute has been to adhere to the key guidelines as allocated by the General Medical Council UK (GMCUK) in particular, the role of a doctor. The facilities are also incorporating international guidelines such as the World Health Organization's guidelines for theatre and surgical departments. The evaluation of Key Performance Indicators would be beyond the scope of this financial document.

Significant positive and negative factors affecting achievement of objectives

Firstly, the Midland Doctors Medical Institute utilises the majority of the charity's resources, as its main objective as an organisation is to support MDMI. The other two short term objectives do not take up significant resources. In terms of positive effects, the charity's capabilities have expanded over the past twelve months; we are providing more services and we are providing care that is not available in many parts of the Kashmir region of Pakistan. In fact, our Nutrition Programme that aims at taking care of children with severe nutritional deficiency, does not even exist in that part of the Kashmir region of Pakistan. As the project develops, the negative pressures are coming to the fore. As we are becoming more popular in the region, our services are more well known and people are linking us to better quality of medical care. This then drives demand but then the shortcoming is that we don't have endless supply of resources. In view of the issue of financial constraints, and in particular as fundraising is a key aspect of the source of funds, we have to always consider the implications of our services on our financial resources.

Another negative factor is that we need to consider fundraising as ongoing activity, therefore as an organisation we have considered ways and means of diversification so that the risks of not being able to achieve our funds through fundraising are diversified.

The Dubai head quarters that were opened during the latter stages of 2018 have continued to enhance the capability to achieve fund raising.

Financial review

Financial position

For the year 1st January 2022 to 31 December 2022, the in-year surplus figure is £60,448 (2021: deficit of £26,208), increasing the surplus position to £3,007,875 (2021: £2,947,427).

Going concern

During the year under review, the COVID-19 pandemic continued to be a significant risk to the global economy.

The trustees continue to monitor the impact on the charitable company on an ongoing basis and note the success of the vaccination programme within Pakistan and the wider world. At the time of approving these financial statements, the trustees do not consider COVID-19 to impact the charitable company's ability to continue as a going concern and consider the balance sheet to be appropriately valued.

Reserves policy

Reserves are needed to meet the day to day running costs of the hospital and to cover any unplanned other expenditure. The trustees consider that the ideal level of reserves as at 31 December 2022 would be £500,000, equating to approximately one year of charitable expenditure (excluding capital expenditure).

The free reserves at the year end amounted to £451,208 (2021: £440,933). In calculating the free reserves, the trustees have excluded from the total funds the fixed assets of £2,556,667 (2021: £2,506,494). The trustees are satisfied with the level of free reserves at the reporting date.

Principal funding sources

The principal fundraising is made from the international network resources that have been built since formation of the charity. The Midland Doctors Association UK work is continually being promoted worldwide and the Trustees are constantly working with the network to ensure the fundraising continues successfully. The Trustees consider the results for the year to be satisfactory and the charity continues to remain in an extremely strong financial position.

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Plans for future periods

The charity will continue to raise further funds to meet the ongoing operational costs of the hospital, and further capital expenditure will be made to enlarge the hospital facility with the passage of time and needs of the local population.

The charity is earmarked by the local government in Pakistan to manage the project of identifying malnutrition children. Currently the charity is covering 5 villages around the hospital in Muzaffarabad, Kashmir, Pakistan and would expand on this project going forward to cover wider area. This will be done with support from Bangrilla Community Hospital, Mirpur.

In August 2023, planning to purchase 80 watts laser for neurology to be funded by a donor from Dubai (Tomini group) 40K Euros.

Structure, governance and management

Governing document

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

The company, incorporated under the Companies Act 1985 and 1989, is limited by guarantee and does not have a share capital. Its registered number is 5818995, and the company is also registered as a charity under the Charities Act 1993, number 1114559.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Dr S Y Iftikhar (Chair)
Dr J Ahmed
Dr A Rashid
Dr K Latief
Mr S Hussain
Dr Z Sheikh
Mr AA Najib
Dr I Ali
Mr R U Amin
Ms T Kent-Chapman
Mr M Altaf
Dr F Rashid

Recruitment and appointment of new trustees

The Board of Trustees consists of twelve members as at 31 December 2022.

The company's Articles of Association allow for Trustees to serve for a three year term. Trustees must retire at the annual general meeting following their completion of three years' service, but may stand for re-election.

The Board has the power at any time, and from time to time, to appoint any person to be a Trustee, either to fill a casual vacancy or as an addition to the existing Trustees. Any Trustee appointed holds office only until the next following annual general meeting, and then becomes eligible for re-election.

Trustees are elected to the board in accordance with a voting system outlined in the charity's constitutional document. The responsibilities of trustees are allocated according to their skills, abilities and areas of interest.

Induction of new Trustees is given on an individual basis where appropriate.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Organisational structure

The Board of Trustees are responsible for administering the charity.
The finances of the charity are kept under review at Trustees meetings, once every two months.

Related parties

All donated medical equipment is stored at the premises of M Najib & Sons Limited, a company in which a trustee, Mr A A Najib, is a director. The transaction occurs at arms length, as members of staff at M Najib & Sons Limited donate their charitable time to load the equipment, in order to transport it over to Pakistan.

Risk management

The Trustees are aware of and continue to monitor any significant risks facing the charity and have put policies and controls in place to minimise or mitigate those risks. The Trustees are aware that the risks faced by the charity will evolve with the charity's activities and the trustees will ensure that their risk strategy reflects these changes.
The Trustees acknowledge their responsibilities in relation to the charity's financial statements and accounting records.

Funds held as custodian trustee

The charity holds no funds on behalf of others.

Freehold property

The land purchased in Tandali, District Muzaffarabad, Pakistan is held in the name of Dr J Ahmed, a trustee of the charity, as it was not possible for the land to be purchased in the name of the charity directly. Now, the charity is working with the local government on getting the land transferred to charity. The process has been started.

The trustees' report, including the strategic report, was approved by the Board of Trustees.



.....
Dr S Y Iftikhar (Chair)
Trustee

Date: 27/08/23.
.....

MIDLAND DOCTORS ASSOCIATION UK

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MIDLAND DOCTORS ASSOCIATION UK

I report to the trustees on my examination of the financial statements of Midland Doctors Association UK (the charity) for the year ended 31 December 2022.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

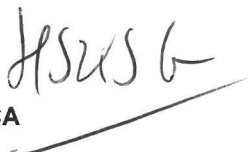
Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I confirm that no 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 charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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 financial statements to be reached.



Philip Handley FCA

HSKSG
Chartered Accountants
18 St Christopher's Way
Pride Park
Derby
DE24 8JY

Dated: 27th June 2023

MIDLAND DOCTORS ASSOCIATION UK

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income and endowments from:</u>			
Donations and legacies	3	743,229	529,826
Charitable activities	4	2,741	912
Investments	5	67	4
Other income	6	162	-
Total income		746,199	530,742
<u>Expenditure on:</u>			
Raising funds	7	4,158	15,598
<u>Charitable activities</u>			
Hospital expenditure	8	501,349	385,259
Village expenditure	8	16,404	12,271
Dubai office costs	8	15,412	16,217
Education expenditure	8	13,173	11,809
Other charitable expenditure	8	135,178	61,310
COVID expenditure	8	77	54,486
Total charitable expenditure		681,593	541,352
Total expenditure		685,751	556,950
Net income/(expenditure) for the year/ Net movement in funds		60,448	(26,208)
Fund balances at 1 January 2022		2,947,427	2,973,635
Fund balances at 31 December 2022		3,007,875	2,947,427

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

MIDLAND DOCTORS ASSOCIATION UK

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	14		2,556,667		2,506,494
Current assets					
Debtors	15	30,329		13,971	
Cash at bank and in hand		493,051		494,155	
		<u>523,380</u>		<u>508,126</u>	
Creditors: amounts falling due within one year	16	(72,172)		(67,193)	
Net current assets			<u>451,208</u>		<u>440,933</u>
Total assets less current liabilities			<u>3,007,875</u>		<u>2,947,427</u>
Income funds					
Unrestricted funds			<u>3,007,875</u>		<u>2,947,427</u>
			<u>3,007,875</u>		<u>2,947,427</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2022.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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 Trustees on 27/6/23.


.....
Dr S Y ftikhar (Chair)
Trustee

Company registration number 05818995

MIDLAND DOCTORS ASSOCIATION UK

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	20		156,971		98,111
Investing activities					
Purchase of tangible fixed assets		(158,142)		(108,960)	
Investment income received		67		4	
Net cash used in investing activities			(158,075)		(108,956)
Net cash used in financing activities			-		-
Net decrease in cash and cash equivalents			(1,104)		(10,845)
Cash and cash equivalents at beginning of year			494,155		505,000
Cash and cash equivalents at end of year			<u>493,051</u>		<u>494,155</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

Midland Doctors Association UK is a private company limited by guarantee incorporated in England and Wales. The registered office is 11 Snelston Crescent, Littleover, Derby, DE23 6BL.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charity is a Public Benefit Entity as defined by FRS 102.

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

The main functional currencies of the charity are the Pound Sterling (£) in the United Kingdom, and the Pakistani Rupee (Rs) for expenditure incurred in Pakistan, along with United Arab Emirates Dirham (د.ا) for expenses incurred within Dubai.

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

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

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

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Donated goods and services are recognised as income when the charity has control over the item, the receipt of economic benefit from the use of the charity of the item is probable and that economic benefit can be measured reliably.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

Income from trading activities is recognised at the fair value of the consideration receivable for services provided, and is recognised when the service is delivered.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity, this is normally upon notification of the interest paid or payable by the bank.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% on cost
Plant and equipment	10% on reducing balance
Fixtures and fittings	10% on reducing balance
Computers	25% on reducing balance
Motor vehicles	10% on reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Financial instruments

The charity 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 charity's balance sheet when the charity 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.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

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.

Basic financial liabilities

Basic financial liabilities, including creditors 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 operations 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.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.9 Taxation

The charity is exempt from corporation tax on its charitable activities.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 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 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees 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.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Donations and gifts	743,229	529,826
Donations and gifts		
Donations	721,292	502,528
Gift aid refunds	21,937	27,298
	<u>743,229</u>	<u>529,826</u>

4 Charitable activities

	Hospital 2022 £	Hospital 2021 £
Patient fees	2,741	912
	<u>2,741</u>	<u>912</u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Interest receivable	67	4
	<u>67</u>	<u>4</u>

6 Other income

	Unrestricted funds	Total
	2022 £	2021 £
Other income	162	-
	<u>162</u>	<u>-</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

7 Raising funds

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
<u>Fundraising and publicity</u>		
Advertising and fundraising events	800	10,642
Donations administration fees	3,358	4,956
	<hr/>	<hr/>
Fundraising and publicity	4,158	15,598
	<hr/>	<hr/>
	4,158	15,598
	<hr/>	<hr/>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

8 Charitable activities	Hospital	Village	Dubai office	Education	Other	COVID	Total	Total
	expenditure	expenditure	costs	expenditure	charitable	expenditure	2022	2021
	2022	2022	2022	2022	2022	2022	£	£
	£	£	£	£	£	£		
Staff costs	168,099	-	11,244	-	-	-	179,343	166,154
Depreciation and impairment	98,964	9,005	-	-	-	-	107,969	103,949
Light and heat	30,402	-	-	-	-	-	30,402	19,401
Telephone	1,598	-	-	-	-	-	1,598	1,649
Courier costs	3,293	-	57	-	-	-	3,350	2,587
Sundry expenses	8,605	-	-	-	-	-	8,605	1,991
Purchase of medicines	129,521	-	-	-	-	-	129,521	83,006
Repairs and renewals	30,163	-	-	-	-	-	30,163	11,219
Motor & travel	14,181	-	-	-	-	-	14,181	10,278
Rent	2,419	-	-	-	-	-	2,419	1,536
Advertising	980	-	185	-	8,331	-	9,496	-
Container shipping	6,646	-	-	-	-	-	6,646	743
Computer costs	634	-	805	-	-	-	1,439	1,532
Nur Goth village expenses	-	7,399	-	-	-	-	7,399	3,266
COVID & charity expenditure	-	-	-	-	88,125	77	88,202	68,849
Other charitable expenditure	24	-	-	-	-	-	24	-
	<u>495,529</u>	<u>16,404</u>	<u>12,291</u>	<u>-</u>	<u>96,456</u>	<u>77</u>	<u>620,757</u>	<u>476,160</u>
Grant funding of activities (see note 9)	-	-	-	13,173	-	-	13,173	11,809
Share of support costs (see note 10)	5,820	-	3,121	-	14,456	-	23,397	27,658
Share of governance costs (see note 10)	-	-	-	-	24,266	-	24,266	25,725
	<u>501,349</u>	<u>16,404</u>	<u>15,412</u>	<u>13,173</u>	<u>135,178</u>	<u>77</u>	<u>681,593</u>	<u>541,352</u>

MIDLAND DOCTORS ASSOCIATION UK
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022

8 Charitable activities	(Continued)						
	For the year ended 31 December 2021						
	Hospital expenditure	Village expenditure	Dubai office costs	Education expenditure	Other charitable expenditure	COVID expenditure	Total 2021
	£	£	£	£	£	£	£
Staff costs	155,781	-	10,373	-	-	-	166,154
Depreciation and impairment	94,944	9,005	-	-	-	-	103,949
Light and heat	19,401	-	-	-	-	-	19,401
Telephone	1,649	-	-	-	-	-	1,649
Courier costs	2,514	-	73	-	-	-	2,587
Sundry expenses	1,991	-	-	-	-	-	1,991
Purchase of medicines	83,006	-	-	-	-	-	83,006
Repairs and renewals	11,219	-	-	-	-	-	11,219
Motor & travel	10,278	-	-	-	-	-	10,278
Rent	1,536	-	-	-	-	-	1,536
Container shipping	743	-	-	-	-	-	743
Computer costs	1,266	-	266	-	-	-	1,532
Nur Goth village expenses	-	3,266	-	-	-	-	3,266
COVID & charity expenditure	-	-	-	-	14,363	54,486	68,849
	<u>384,328</u>	<u>12,271</u>	<u>10,712</u>	<u>-</u>	<u>14,363</u>	<u>54,486</u>	<u>476,160</u>
Grant funding of activities (see note 9)	-	-	-	11,809	-	-	11,809
Share of support costs (see note 10)	805	-	5,505	-	21,348	-	27,658
Share of governance costs (see note 10)	126	-	-	-	25,599	-	25,725
	<u>385,259</u>	<u>12,271</u>	<u>16,217</u>	<u>11,809</u>	<u>61,310</u>	<u>54,486</u>	<u>541,352</u>
Analysis by fund							
Unrestricted funds	<u>385,259</u>	<u>12,271</u>	<u>16,217</u>	<u>11,809</u>	<u>61,310</u>	<u>54,486</u>	<u>541,352</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

9 Grants payable

	Education expenditure 2022 £	Education expenditure 2021 £
Grants to institutions:		
Horizon International for Education of Students	-	10,000
Other	1,921	-
Grants to individuals	11,252	1,809
	<u>13,173</u>	<u>11,809</u>

10 Support costs

	Support costs £	Governance costs £	2022 £	Support costs £	Governance costs £	2021 £
Exchange Losses	11,756	-	11,756	17,188	-	17,188
Rent	2,692	-	2,692	2,276	-	2,276
Insurance	307	-	307	27	-	27
Legal and professional fees	5,941	-	5,941	4,801	-	4,801
Bank charges	2,701	-	2,701	3,366	-	3,366
Independent examiner's fees	-	1,920	1,920	-	2,100	2,100
Sundries	-	13	13	-	13	13
Accountancy	-	2,544	2,544	-	3,300	3,300
Legal & professional	-	19,789	19,789	-	20,312	20,312
	<u>23,397</u>	<u>24,266</u>	<u>47,663</u>	<u>27,658</u>	<u>25,725</u>	<u>53,383</u>
Analysed between Charitable activities	<u>23,397</u>	<u>24,266</u>	<u>47,663</u>	<u>27,658</u>	<u>25,725</u>	<u>53,383</u>

11 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

The trustees have continued to incur expenses, especially travel costs, in the performance of their duties. Such expenditure is borne by the trustees personally, has not been quantified, and as no reimbursement has been sought by them, is considered to have been waived.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

12 Employees

The average monthly number of employees during the year was:

	2022	2021
	Number	Number
Medical staff	55	42
Maintenance staff	14	14
Security	2	2
Administrative staff	11	8
Other staff	14	2
Total	<u>96</u>	<u>68</u>
Employment costs	2022	2021
	£	£
Wages and salaries	<u>179,343</u>	<u>166,154</u>

There were no employees whose annual remuneration was more than £60,000.

13 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

14 Tangible fixed assets	Freehold land and buildings £	Plant and equipment £	Fixtures and fittings £	Computers £	Motor vehicles £	Total £
Cost						
At 1 January 2022	2,465,879	484,477	170,819	38,916	16,587	3,176,678
Additions	89,368	39,536	19,769	9,469	-	158,142
At 31 December 2022	2,555,247	524,013	190,588	48,385	16,587	3,334,820
Depreciation and impairment						
At 1 January 2022	431,050	155,480	49,753	27,371	6,530	670,184
Depreciation charged in the year	51,110	36,508	14,086	5,259	1,006	107,969
At 31 December 2022	482,160	191,988	63,839	32,630	7,536	778,153
Carrying amount						
At 31 December 2022	2,073,087	332,025	126,749	15,755	9,051	2,556,667
At 31 December 2021	2,034,829	328,997	121,066	11,545	10,057	2,506,494

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

14 Tangible fixed assets

(Continued)

During 2006 land was purchased in Tendali, District Muzaffarabad, Pakistan by the charity in order to construct a hospital. Whilst the charity paid for this land, it is held in the name of one of the trustees (Dr Javed Ahmed) on behalf of the charity, as it was not possible for the land to be purchased in the name of the charity directly. A statutory declaration was made on 7 September 2007 confirming that the land is held on trust for the charity until such time as it is possible for it to be transferred upon attainment of the appropriate international status of the charity. The cost and net book value of the hospital project, included within freehold property, amounts to £2,104,996 (2021: £2,015,619) and £1,712,892 (2021: £1,665,620) respectively.

The Nur Goth Village project in Sindh Province, Pakistan, is a joint collaboration with Pakistan Medical Association. Although the entire project was funded by the Midland Doctors Association UK, for administrative and logistical purposes, the 8 acre site and the 100 dwellings constructed thereon, together with the infrastructure, are jointly owned between the Midland Doctors Association UK and the Pakistan Medical Association, as per an agreement dated 25th January 2012. However, all running costs of the village after completion are paid for and administered by the Pakistan Medical Association, with Midland Doctors Association UK making contributions for such expenditure. The cost and net book value of the Nur Goth Village is £450,261 (2021: £450,261) and £360,209 (2021: £369,214) respectively.

All the dwellings in Nur Goth Village are occupied in perpetuity, rent free, by the 100 designated families and their descendants. There is no right to either dispose of the dwelling or pass it to another unconnected family.

15 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	1	-
Other debtors	26,313	10,775
Prepayments and accrued income	4,015	3,196
	<u>30,329</u>	<u>13,971</u>

16 Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	20,000	30,000
Other creditors	-	1,153
Accruals and deferred income	52,172	36,040
	<u>72,172</u>	<u>67,193</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

17 Financial commitments, guarantees and contingent liabilities

Contingent liabilities

The trustees have been asked by Azad Jammu and Kashmir (AJK) government representatives in Pakistan to provide information relating to purchases made by the charitable company in the region since 2007, in order to establish if any taxation liability exists and to quantify it, if applicable.

The trustees are of the opinion that no liability exists in this regard in respect of purchases made since 1 January 2019, but that a liability could potentially exist in respect of purchases made before that date. The trustees are unable to quantify any potential taxation liabilities or any related penalties & interest becoming due, and would seek to minimise any potential resulting financial outflow by negotiation if necessary.

Accordingly no provision for taxation and related liabilities as described above has been made in these financial statements. Furthermore, it is not possible to state the timing of any potential outflow in view of the circumstances.

18 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2022	2021
	£	£
Within one year	-	170
	<u> </u>	<u> </u>

The property lease in place at the balance sheet date may be terminated by giving not less than 30 days notice. Advance payments made shall be refunded in proportion to the unused tenancy period.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

19 Related party transactions

Donations made by trustees and related parties

The following donations were received without conditions from trustees or other related parties:

Dr J Ahmed, a trustee of the charity, donated £Nil (2021: £21,091).

Mr M Altaf, a trustee of the charity, donated £1,300 (2021: £4,230).

Mr S Hussain, a trustee of the charity, donated £460 (2021: £1,150).

Dr S Y Iftikhar, a trustee of the charity, donated £2,415 (2021: £28,120).

Ms T Kent-Chapman, a trustee of the charity, donated £Nil (2021: £10).

Dr K Latief, a trustee of the charity, donated £1,554 (2021: £Nil).

Mr A A Najib, a trustee of the charity, and his wider family donated £2,273 (2021: £31,460).

Dr A Rashid, a trustee of the charity, donated £Nil (2021: £5).

Dr Farhan Rashid, a trustee of the charity, donated £Nil (2021: £490).

Dr Z Sheikh, a trustee of the charity, donated £4,750 (2021: £1,050).

Dr Iftikhar Ali, a trustee of the charity, donated £Nil (2021: £Nil).

Rahim Ullah Amin, a trustee of the charity, donated £400 (2021: £Nil).

M. Najib & Sons Limited, a company in which Mr A A Najib is a director and a shareholder, donated £35,050 (2021: £1,850).

Ifti's Medical Services Limited, a company in which Mr S Y Iftikhar is a director and a shareholder, donated £360 (2021: £360).

Other transactions with related parties

During the year, The Accounting House, a business owned by Ms T Kent-Chapman provided bookkeeping services to the charity on an arm's length basis. These services amounted to £19,524 (2021: £20,186).

In 2021, the charity advanced 2,000,000 Pakistani Rupees (£9,189 at the prevailing spot rate) to the Chief Executive Officer of the Midland Doctors Medical Institute (Mr B Hussain). At the year-end the balance was 12,000,004 Pakistani Rupees (2021: 1,600,000 Pakistani Rupees), which at the 31 December 2022 rate is: £4,380 (2021: £6,708), and is included within other debtors. At the year-end, there was an unrealised loss on foreign exchange of £1,134 (2021: unrealised loss of £644). The loan is unsecured, interest-free and is being repaid in equal instalments over 60 months. Dr S Y Iftikhar, a trustee of the charity, is the guarantor of this loan and will repay the loan to the charity in the event of a default by Mr B Hussain.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

20	Cash generated from operations	2022 £	2021 £
	Surplus/(deficit) for the year	60,448	(26,208)
	Adjustments for:		
	Investment income recognised in statement of financial activities	(67)	(4)
	Foreign exchange differences	-	643
	Depreciation and impairment of tangible fixed assets	107,969	103,949
	Movements in working capital:		
	(Increase)/decrease in debtors	(16,358)	4,747
	Increase in creditors	4,979	14,984
	Cash generated from operations	<u>156,971</u>	<u>98,111</u>
21	Analysis of changes in net funds		
	The charity had no debt during the year.		

MIDLAND DOCTORS ASSOCIATION UK

England & Wales - Charity number 1114559

Accounts

Charity registration number 1114559

Company registration number 05818995 (England and Wales)

MIDLAND DOCTORS ASSOCIATION UK

**ANNUAL REPORT AND UNAUDITED
FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 31 DECEMBER 2021

MIDLAND DOCTORS ASSOCIATION UK

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Dr S Y Iftikhar (Chair) Dr J Ahmed Dr A Rashid Dr K Latief Mr S Hussain Dr Z Sheikh Mr AA Najib Dr I Ali Mr R U Amin Ms T Kent-Chapman Mr M Altaf Dr F Rashid	(Appointed 6 May 2021)
Secretary	Dr A Rashid	
Charity number	1114559	
Company number	05818995	
Principal address	11 Snelston Crescent Littleover Derby DE23 6BL	
Registered office	11 Snelston Crescent Littleover Derby DE23 6BL	
Independent examiner	Philip Handley FCA HSKS Greenhalgh Chartered Accountants 18 St Christopher's Way Pride Park Derby DE24 8JY	
Bankers	HSBC UK Bank Plc 1 St. Peter's Street Derby DE1 2AE	

MIDLAND DOCTORS ASSOCIATION UK

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Statement of cash flows	9
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MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their annual report and financial statements for the year ended 31 December 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 and "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).

Objectives and activities

Policies and objectives

The charity's short-term goals are:

- To facilitate the activities of the Midland Doctors Medical Institute in Muzaffarabad, Pakistan.
- To facilitate to continue supporting Nur Goth, a village consisting of 100 houses which is located in Sindh Province, Pakistan.
- To support a number of post-graduate students at the Light House School in Rawalpindi, Pakistan.

The charity's long-term goals are:

- To consider the regional impact of humanitarian healthcare work in Pakistan and in particular the Kashmir region.
- To consider working in partnership with other agencies to deliver humanitarian care, such as in Malawi.

The short-term goals are related to humanitarian medical relief work, which is also the vision and mission of Midland Doctors Association.

The longer-term goal is a continuation of this theme and therefore, there's a relationship between the charity's short-term and long-term goals.

Activities for achieving objectives

The concept behind Midland Doctors Association UK originated when a team of senior National Health Service doctors flew to Pakistan to provide medical assistance in the wake of the powerful earthquake which struck northern Pakistan on 8 October 2005, killing over 87,000 and displacing over 3.5 million people.

Having witnessed at first hand the suffering of the local people and the destruction of their medical facilities, the doctors were inspired to establish this charity whose principal aims were to purchase, equip and operate a hospital facility in the Kashmir region of Pakistan, and to raise public awareness of health issues affecting people in developing countries.

The charity has successfully achieved its initial objectives and aims, and it currently is heavily involved in the day to day running and administration of projects already completed in Pakistan.

Public benefit

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our objectives and also in planning our future objectives. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set.

Volunteers

The trustees wish to express their heartfelt gratitude to all the individuals and organisations who have donated their time, money and services to the charity. Without the active support of these volunteers it would be impossible to realise the achievement of the vision shared by the trustees.

Strategic report

The description under the headings "Achievements and performance" and "Financial review" meet the company law requirements for the trustees to present a strategic report.

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Achievements and performance

Charitable activities

As previously reported, the charity completed the construction of a hospital, now known as Midland Doctors Medical Institute, in Tendali District, Muzaffarabad, Kashmir, Pakistan in March 2013. The total cost of the hospital as at 31 December 2021 amounted to £2,015,619 (2020: £1,992,544), which included £23,073 (2020: £18,166) incurred in the year under review as part of the ongoing improvement and development of hospital facilities. The Nur Goth Village project, which was completed in 2013, is constantly monitored to ensure that full benefit continues to accrue to the poorest families who occupy the 100 houses constructed under the project. Ongoing maintenance costs are minimal.

During the year the charitable company has received donated goods and services in furtherance of its operational activities and objectives. However, the economic benefit of such donated goods and services has not been recognised in these financial statements as it cannot be measured reliably.

Fundraising activities

Midland Doctors Association UK has a large network cluster, working with fundraisers, with whom trustees have worked tirelessly, both nationally and internationally. Through these networked contacts, funds were donated during the year to 31 December 2021. In addition, fundraising and sponsorship events were also organised during the year, whereby monies were raised from individuals and local companies, with the costs of generating voluntary income being covered largely by sponsorship. However, as a result of COVID-19 and the reduction in number of events, such costs have decreased considerably in the current year but are expected to increase in future years as the country unlocks and normality returns. It remains the Trustees' intention to cover costs through further sponsorship and gift aid refunds. The remainder of the donations came directly from other benefactors and institutions.

Key performance indicators

The strategy of Midland Doctors Medical Institute has been to adhere to the key guidelines as allocated by the General Medical Council UK (GMCUK) in particular, the role of a doctor. The facilities are also incorporating international guidelines such as the World Health Organization's guidelines for theatre and surgical departments. The evaluation of Key Performance Indicators would be beyond the scope of this financial document.

Significant positive and negative factors affecting achievement of objectives

Firstly, the Midland Doctors Medical Institute utilises the majority of the charity's resources, as its main objective as an organisation is to support MDMI. The other two short term objectives do not take up significant resources. In terms of positive effects, the charity's capabilities have expanded over the past twelve months; we are providing more services and we are providing care that is not available in many parts of the Kashmir region of Pakistan. In fact, our Nutrition Programme that aims at taking care of children with severe nutritional deficiency, does not even exist in that part of the Kashmir region of Pakistan. As the project develops, the negative pressures are coming to the fore. As we are becoming more popular in the region, our services are more well known and people are linking us to better quality of medical care. This then drives demand but then the shortcoming is that we don't have endless supply of resources. In view of the issue of financial constraints, and in particular as fundraising is a key aspect of the source of funds, we have to always consider the implications of our services on our financial resources.

Another negative factor is that we need to consider fundraising as ongoing activity, therefore as an organisation we have considered ways and means of diversification so that the risks of not being able to achieve our funds through fundraising are diversified.

The Dubai head quarters that were opened during the latter stages of 2018 have continued to enhance the capability to achieve fund raising.

Financial review

Financial position

For the year 1st January 2021 to 31 December 2021, the in-year deficit figure is £26,208 (2020: Surplus of £190,895), decreasing the surplus position to £2,947,427 (2020: £2,973,635).

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Going concern

During the year under review, the COVID-19 pandemic continued to be a significant risk to the global economy with Pakistan as a country enduring several waves of COVID-19 throughout 2021.

The trustees continue to monitor the impact on the charitable company on an ongoing basis and note the success of the vaccination programme within Pakistan and the wider world. At the time of approving these financial statements, the trustees do not consider COVID-19 to impact the charitable company's ability to continue as a going concern and consider the balance sheet to be appropriately valued.

Reserves policy

Reserves are needed to meet the day to day running costs of the hospital and to cover any unplanned other expenditure. The trustees consider that the ideal level of reserves as at 31 December 2021 would be £500,000, equating to approximately one year of charitable expenditure (excluding capital expenditure).

The free reserves at the year end amounted to £440,933. In calculating the free reserves, the trustees have excluded from the total funds the fixed assets of £2,506,494. The trustees are satisfied with the level of free reserves at the reporting date.

Principal funding sources

The principal fundraising is made from the international network resources that have been built since formation of the charity. The Midland Doctors Association UK work is continually being promoted worldwide and the Trustees are constantly working with the network to ensure the fundraising continues successfully. The Trustees consider the results for the year to be satisfactory and the charity continues to remain in an extremely strong financial position.

Plans for future periods

The charity will continue to raise further funds to meet the ongoing operational costs of the hospital, and further capital expenditure will be made to enlarge the hospital facility with the passage of time and needs of the local population.

The charity is earmarked by the local government in Pakistan to manage the project of identifying malnutrition children. Currently the charity is covering 5 villages around the hospital in Muzaffarabad, Kashmir, Pakistan and would expand on this project going forward to cover wider area,

Structure, governance and management

Governing document

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

The company, incorporated under the Companies Act 1985 and 1989, is limited by guarantee and does not have a share capital. Its registered number is 5818995, and the company is also registered as a charity under the Charities Act 1993, number 1114559.

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Dr S Y Iftikhar (Chair)

Dr J Ahmed

Dr A Rashid

Dr K Latief

Mr S Hussain

Dr Z Sheikh

Mr AA Najib

Dr I Ali

Mr R U Amin

Ms T Kent-Chapman

Mr M Altaf

Dr F Rashid

(Appointed 6 May 2021)

Recruitment and appointment of new trustees

The Board of Trustees consists of twelve members as at 31 December 2021.

The company's Articles of Association allow for Trustees to serve for a three year term. Trustees must retire at the annual general meeting following their completion of three years' service, but may stand for re-election.

The Board has the power at any time, and from time to time, to appoint any person to be a Trustee, either to fill a casual vacancy or as an addition to the existing Trustees. Any Trustee appointed holds office only until the next following annual general meeting, and then becomes eligible for re-election.

Trustees are elected to the board in accordance with a voting system outlined in the charity's constitutional document. The responsibilities of trustees are allocated according to their skills, abilities and areas of interest.

Induction of new Trustees is given on an individual basis where appropriate.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Organisational structure

The Board of Trustees are responsible for administering the charity.

The finances of the charity are kept under review at Trustees meetings.

Related parties

All donated medical equipment is stored at the premises of M Najib & Sons Limited, a company in which a trustee, Mr AA Najib, is a director. The transaction occurs at arms length, as members of staff at M Najib & Sons Limited donate their charitable time to load the equipment, in order to transport it over to Pakistan.

Risk management

The Trustees are aware of and continue to monitor any significant risks facing the charity and have put policies and controls in place to minimise or mitigate those risks. The Trustees are aware that the risks faced by the charity will evolve with the charity's activities and the trustees will ensure that their risk strategy reflects these changes.

The Trustees acknowledge their responsibilities in relation to the charity's financial statements and accounting records.

MIDLAND DOCTORS ASSOCIATION UK

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT AND STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

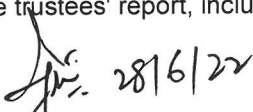
Funds held as custodian trustee

The charity holds no funds on behalf of others.

Freehold property

The land purchased in Tendali, District Muzaffarabad, Pakistan is held in the name of Dr J Ahmed, a trustee of the charity, as it was not possible for the land to be purchased in the name of the charity directly.

The trustees' report, including the strategic report, was approved by the Board of Trustees.



Dr S Y Iftikhar (Chair)
Trustee

28 June 2022

MIDLAND DOCTORS ASSOCIATION UK

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MIDLAND DOCTORS ASSOCIATION UK

I report to the trustees on my examination of the financial statements of Midland Doctors Association UK (the charity) for the year ended 31 December 2021.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

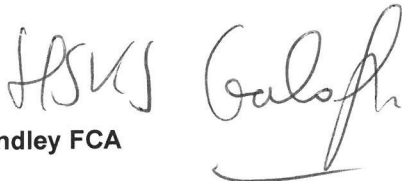
Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I confirm that no 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 charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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 financial statements to be reached.



Philip Handley FCA

HSKS Greenhalgh
Chartered Accountants
18 St Christopher's Way
Pride Park
Derby
DE24 8JY

Dated: 28 June 2022

MIDLAND DOCTORS ASSOCIATION UK

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds 2021 £	Unrestricted funds 2020 £
<u>Income from:</u>			
Donations and legacies	3	529,826	684,337
Charitable activities	4	912	2,425
Investments	5	4	44
Total income		530,742	686,806
<u>Expenditure on:</u>			
Raising funds	6	15,598	54,861
 <u>Charitable activities</u>			
Hospital expenditure	7	385,259	360,685
Village expenditure	7	12,271	13,308
Dubai office costs	7	16,217	13,331
Education expenditure	7	11,809	839
Other charitable expenditure	7	61,310	36,075
COVID expenditure	7	54,486	16,812
Total charitable expenditure		541,352	441,050
Total expenditure		556,950	495,911
Net (expenditure)/income for the year/ Net movement in funds		(26,208)	190,895
Fund balances at 1 January 2021		2,973,635	2,782,740
Fund balances at 31 December 2021		2,947,427	2,973,635

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

MIDLAND DOCTORS ASSOCIATION UK

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	12		2,506,494		2,471,483
Current assets					
Debtors	13	13,971		19,361	
Cash at bank and in hand		494,155		505,000	
		<u>508,126</u>		<u>524,361</u>	
Creditors: amounts falling due within one year	14	<u>(67,193)</u>		<u>(22,209)</u>	
Net current assets			440,933		502,152
Total assets less current liabilities			<u>2,947,427</u>		<u>2,973,635</u>
Income funds					
Unrestricted funds			2,947,427		2,973,635
			<u>2,947,427</u>		<u>2,973,635</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2021.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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 Trustees on 28 June 2022

Dr S Y Iflikhar (Chair)
Trustee

Company registration number 05818995

MIDLAND DOCTORS ASSOCIATION UK

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash generated from operations	19		98,111		307,783
Investing activities					
Purchase of tangible fixed assets		(108,960)		(126,617)	
Proceeds on disposal of tangible fixed assets		-		1,385	
Investment income received		4		44	
Net cash used in investing activities			(108,956)		(125,188)
Net cash used in financing activities			-		-
Net (decrease)/increase in cash and cash equivalents			(10,845)		182,595
Cash and cash equivalents at beginning of year			505,000		322,405
Cash and cash equivalents at end of year			494,155		505,000

MIDLAND DOCTORS ASSOCIATION UK

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

1 Accounting policies

Charity information

Midland Doctors Association UK is a private company limited by guarantee incorporated in England and Wales. The registered office is 11 Snelston Crescent, Littleover, Derby, DE23 6BL.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charity is a Public Benefit Entity as defined by FRS 102.

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

The main functional currencies of the charity are the Pound Sterling (£) in the United Kingdom, and the Pakistani Rupee (Rs) for expenditure incurred in Pakistan, along with United Arab Emirates Dirham (AED) for expenses incurred within Dubai.

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

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

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

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

Donated goods and services are recognised as income when the charity has control over the item, the receipt of economic benefit from the use of the charity of the item is probable and that economic benefit can be measured reliably.

Income from trading activities is recognised at the fair value of the consideration receivable for services provided, and is recognised when the service is delivered.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity, this is normally upon notification of the interest paid or payable by the bank.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% on cost
Plant and equipment	10% on reducing balance
Fixtures and fittings	10% on reducing balance
Computers	25% on reducing balance
Motor vehicles	10% on reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.8 Financial instruments

The charity 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 charity's balance sheet when the charity 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.

Basic financial liabilities

Basic financial liabilities, including creditors 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 operations 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.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.9 Taxation

The charity is exempt from corporation tax on its charitable activities.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 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.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees 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 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	529,826	684,337
	<u>529,826</u>	<u>684,337</u>
Donations and gifts		
Donations	502,528	667,309
Gift aid refunds	27,298	17,028
	<u>529,826</u>	<u>684,337</u>

4 Charitable activities

	Hospital 2021	Hospital 2020
	£	£
Patient fees	912	2,425
	<u>912</u>	<u>2,425</u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Interest receivable	4	44
	<u>4</u>	<u>44</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

6 Raising funds

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
<u>Fundraising and publicity</u>		
Advertising and fundraising events	10,642	29,807
Donations administration fees	4,956	7,777
Support costs	-	(215)
	<hr/>	<hr/>
Fundraising and publicity	15,598	37,369
	<hr/>	<hr/>
<u>Trading costs</u>		
Support costs	-	17,492
	<hr/>	<hr/>
	15,598	54,861
	<hr/> <hr/>	<hr/> <hr/>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

7 Charitable activities	Hospital expenditure		Village Dubai office		Education		Other charitable		COVID		Total	
	2021	2021	2021	2021	2021	2021	2021	2021	2021	2021	2021	2020
	£	£	£	£	£	£	£	£	£	£	£	£
Staff costs	155,781	-	10,373	-	-	-	-	-	-	166,154	170,425	
Depreciation and impairment	94,944	9,005	-	-	-	-	-	-	-	103,949	97,748	
Light and heat	19,401	-	-	-	-	-	-	-	-	19,401	20,720	
Telephone	1,649	-	-	-	-	-	-	-	-	1,649	1,412	
Courier costs	2,514	-	73	-	-	-	-	-	-	2,587	1,684	
Cleaning	-	-	-	-	-	-	-	-	-	-	870	
Sundry expenses	1,991	-	-	-	-	-	-	-	-	1,991	3,337	
Purchase of medicines	83,006	-	-	-	-	-	-	-	-	83,006	41,000	
Repairs and renewals	11,219	-	-	-	-	-	-	-	-	11,219	8,862	
Motor & travel	10,278	-	-	-	-	-	-	-	-	10,278	9,532	
Rent	1,536	-	-	-	-	-	-	-	-	1,536	2,426	
Advertising	-	-	-	-	-	-	-	-	-	-	63	
Container shipping	743	-	-	-	-	-	-	-	-	743	20,600	
Computer costs	1,266	-	266	-	-	-	-	-	-	1,532	807	
Nur Goth village expenses	-	3,266	-	-	-	-	-	-	-	3,266	4,302	
Education expenses	-	-	-	-	-	-	-	-	-	-	839	
COVID & charity expenditure	-	-	-	-	-	-	14,363	-	54,486	68,849	33,212	
	384,328	12,271	10,712	-	-	-	14,363	54,486	476,160	417,839		
Grant funding of activities (see note 8)	-	-	-	11,809	-	-	-	-	-	11,809	-	
Share of support costs (see note 9)	805	-	5,505	-	-	-	21,348	-	-	27,658	12,704	
Share of governance costs (see note 9)	126	-	-	-	-	-	25,599	-	-	25,725	10,507	

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

7	Charitable activities	385,259	12,271	16,217	11,809	61,310	54,486	541,352	441,050
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(Continued)

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

7 Charitable activities	For the year ended 31 December 2020						(Continued)
	Hospital expenditure	Village Dubai office expenditure	Dubai office costs	Education expenditure	Other charitable expenditure	COVID expenditure	
	£	£	£	£	£	£	£
Staff costs	161,174	-	9,251	-	-	-	170,425
Depreciation and impairment	88,742	9,006	-	-	-	-	97,748
Light and heat	20,720	-	-	-	-	-	20,720
Telephone	1,412	-	-	-	-	-	1,412
Courier costs	1,664	-	20	-	-	-	1,684
Cleaning	870	-	-	-	-	-	870
Sundry expenses	3,222	-	115	-	-	-	3,337
Purchase of medicines	41,115	-	(115)	-	-	-	41,000
Repairs and renewals	8,862	-	-	-	-	-	8,862
Motor & travel	9,493	-	39	-	-	-	9,532
Rent	2,426	-	-	-	-	-	2,426
Advertising	63	-	-	-	-	-	63
Container shipping	20,600	-	-	-	-	-	20,600
Computer costs	278	-	529	-	-	-	807
Nur Goth village expenses	-	4,302	-	-	-	-	4,302
Education expenses	-	-	-	839	-	-	839
COVID & charity expenditure	-	-	-	-	16,400	16,812	33,212
	<u>360,641</u>	<u>13,308</u>	<u>9,839</u>	<u>839</u>	<u>16,400</u>	<u>16,812</u>	<u>417,839</u>
Share of support costs (see note 9)	-	-	3,492	-	9,212	-	12,704
Share of governance costs (see note 9)	44	-	-	-	10,463	-	10,507

MIDLAND DOCTORS ASSOCIATION UK

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021**

7 Charitable activities							(Continued)
	360,685	13,308	13,331	839	36,075	16,812	441,050
Analysis by fund							
Unrestricted funds	360,685	13,308	13,331	839	36,075	16,812	441,050

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

8 Grants payable

	Education expenditure 2021 £	2020 £
Grants to institutions (1 grants):		
Horizon International for Education of Students	10,000	-
Grants to individuals	1,809	-
	<u>11,809</u>	<u>-</u>

-

9 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Exchange Losses	17,188	-	17,188	23,392	-	23,392
Rent	2,276	-	2,276	2,410	-	2,410
Insurance	27	-	27	327	-	327
Sundries	-	-	-	360	-	360
Legal and professional fees	4,801	-	4,801	1,270	-	1,270
Bank charges	3,366	-	3,366	2,664	-	2,664
Loss on sale of tangible fixed assets	-	-	-	(215)	-	(215)
Accountancy	-	3,300	3,300	-	1,930	1,930
Legal and professional Independent examiner's fees	-	20,312	20,312	-	6,487	6,487
Sundries	-	13	13	-	13	13
	<u>27,658</u>	<u>25,725</u>	<u>53,383</u>	<u>30,208</u>	<u>10,280</u>	<u>40,488</u>
Analysed between						
Fundraising	-	-	-	(215)	-	(215)
Trading	-	-	-	17,719	(227)	17,492
Charitable activities	27,658	25,725	53,383	12,704	10,507	23,211
	<u>27,658</u>	<u>25,725</u>	<u>53,383</u>	<u>30,208</u>	<u>10,280</u>	<u>40,488</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

The trustees have continued to incur expenses, especially travel costs, in the performance of their duties. Such expenditure is borne by the trustees personally, has not been quantified, and as no reimbursement has been sought by them, is considered to have been waived.

11 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Medical staff	42	44
Maintenance staff	14	6
Security	2	3
Administrative staff	8	9
Other staff	2	9
Total	<u>68</u>	<u>71</u>
Employment costs	2021	2020
	£	£
Wages and salaries	166,154	170,425
	<u>166,154</u>	<u>170,425</u>

There were no employees whose annual remuneration was more than £60,000.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

12 Tangible fixed assets	Freehold land and buildings £	Plant and equipment £	Fixtures and fittings £	Computers £	Motor vehicles £	Total £
Cost						
At 1 January 2021	2,442,805	421,770	118,809	37,747	16,587	3,037,718
Additions	23,074	62,707	52,010	1,169	-	138,960
At 31 December 2021	2,465,879	484,477	170,819	38,916	16,587	3,176,678
Depreciation and impairment						
At 1 January 2021	381,730	119,270	36,302	23,520	5,413	566,235
Depreciation charged in the year	49,320	36,210	13,451	3,851	1,117	103,949
At 31 December 2021	431,050	155,480	49,753	27,371	6,530	670,184
Carrying amount						
At 31 December 2021	2,034,829	328,997	121,066	11,545	10,057	2,506,494
At 31 December 2020	2,061,075	302,500	82,507	14,227	11,174	2,471,483

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

12 Tangible fixed assets

(Continued)

During 2006 land was purchased in Tendali, District Muzaffarabad, Pakistan by the charity in order to construct a hospital. Whilst the charity paid for this land, it is held in the name of one of the trustees (Dr Javed Ahmed) on behalf of the charity, as it was not possible for the land to be purchased in the name of the charity directly. A statutory declaration was made on 7 September 2007 confirming that the land is held on trust for the charity until such time as it is possible for it to be transferred upon attainment of the appropriate international status of the charity. The cost and net book value of the hospital project, included within freehold property, amounts to £2,015,619 (2020: £1,992,544) and £1,665,620 (2020: £1,682,856) respectively.

The Nur Goth Village project in Sindh Province, Pakistan, is a joint collaboration with Pakistan Medical Association. Although the entire project was funded by the Midland Doctors Association UK, for administrative and logistical purposes, the 8 acre site and the 100 dwellings constructed thereon, together with the infrastructure, are jointly owned between the Midland Doctors Association UK and the Pakistan Medical Association, as per an agreement dated 25th January 2012. However, all running costs of the village after completion are paid for and administered by the Pakistan Medical Association, with Midland Doctors Association UK making contributions for such expenditure. The cost and net book value of the Nur Goth Village is £450,261 (2020: £450,261) and £369,214 (2020: £378,219) respectively.

All the dwellings in Nur Goth Village are occupied in perpetuity, rent free, by the 100 designated families and their descendants. There is no right to either dispose of the dwelling or pass it to another unconnected family.

13 Debtors

	2021	2020
	£	£
Amounts falling due within one year:		
Other debtors	10,775	14,957
Prepayments and accrued income	3,196	4,404
	<u>13,971</u>	<u>19,361</u>

14 Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	30,000	-
Other creditors	1,153	1,153
Accruals and deferred income	36,040	21,056
	<u>67,193</u>	<u>22,209</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

15 Financial commitments, guarantees and contingent liabilities

Contingent liabilities

During the year the trustees have been asked by Azad Jammu and Kashmir (AJK) government representatives in Pakistan to provide information relating to purchases made by the charitable company in the region since 2007, in order to establish if any taxation liability exists and to quantify it, if applicable.

The trustees are of the opinion that no liability exists in this regard in respect of purchases made since 1 January 2019, but that a liability could potentially exist in respect of purchases made before that date. The trustees are unable to quantify any potential taxation liabilities or any related penalties & interest becoming due, and would seek to minimise any potential resulting financial outflow by negotiation if necessary.

Accordingly no provision for taxation and related liabilities as described above has been made in these financial statements. Furthermore, it is not possible to state the timing of any potential outflow in view of the circumstances.

16 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021	2020
	£	£
Within one year	170	170
	<u>170</u>	<u>170</u>

The property lease in place at the balance sheet date may be terminated by giving not less than 30 days notice. Advance payments made shall be refunded in proportion to the unused tenancy period.

17 Capital commitments

	2021	2020
	£	£
At 31 December 2021 the charity had capital commitments as follows:		
Contracted for but not provided in the financial statements:		
Acquisition of property, plant and equipment	-	42,451
	<u>-</u>	<u>42,451</u>

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

18 Related party transactions

Donations made by trustees and related parties

The following donations were received without conditions from trustees or other related parties:

Dr J Ahmed, a trustee of the charity, donated £21,091 (2020: £Nil).

Mr M Altaf, a trustee of the charity, donated £4,230 (2020: £100).

Mr S Hussain, a trustee of the charity, donated £1,150 (2020: £Nil).

Dr S Y Iftikhar, a trustee of the charity, donated £28,120 (2020: £1,200).

Ms T Kent-Chapman, a trustee of the charity, donated £10 (2020: £Nil)

Dr K Latief, a trustee of the charity, donated £Nil (2020: £100).

Mr A A Najib, a trustee of the charity, and his wider family donated £31,460 (2020: £2,800).

Dr A Rashid, a trustee of the charity, donated £5 (2020: £20).

Dr Farhan Rashid, a trustee of the charity, donated £490 (2020: £Nil)

Dr Z Sheikh, a trustee of the charity, donated £1,050 (2020: £50).

M. Najib & Sons Limited, a company in which Mr A A Najib is a director and a shareholder, donated £1,850 (2020: £1,800).

Ifti's Medical Services Limited, a company in which Mr S Y Iftikhar is a director and a shareholder, donated £360 (2020: £Nil).

Other transactions with related parties

During the year, The Accounting House, a business owned by Ms T Kent-Chapman provided bookkeeping services to the charity on an arm's length basis. These services amounted to £20,186 (2020: £6,000).

During the year, the executive trustees personally repaid a loan granted to an employee of the hospital by the charity of £2,506.

During the year, the charity advanced 2,000,000 Pakistani Rupees (£9,189 at the prevailing spot rate) to the Chief Executive Officer of the Midland Doctors Medical Institute (Mr B Hussain). At the year-end the balance was 1,600,000 Pakistani Rupees, which at the 31 December 2021 rate is: £6,708, and is included within other debtors. At the year-end, there was an unrealised loss on foreign exchange of £644. The loan is unsecured, interest-free and is being repaid in equal instalments over 60 months. Dr S Y Iftikhar, a trustee of the charity, is the guarantor of this loan and will repay the loan to the charity in the event of a default by Mr B Hussain.

Included within other creditors is an amount of £1,153 (2020: £1,153). advanced to the charity by Mr A A Najib. This amount is unsecured, interest-free and has no fixed repayment date; however, this loan was repaid to Mr A A Najib in April 2022.

MIDLAND DOCTORS ASSOCIATION UK

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

19 Cash generated from operations	2021	2020
	£	£
(Deficit)/surplus for the year	(26,208)	190,895
Adjustments for:		
Investment income recognised in statement of financial activities	(4)	(44)
Foreign exchange differences	643	-
Gain on disposal of tangible fixed assets	-	(215)
Depreciation and impairment of tangible fixed assets	103,949	97,748
Movements in working capital:		
Decrease in debtors	4,747	8,657
Increase in creditors	14,984	10,742
Cash generated from operations	98,111	307,783
	<u> </u>	<u> </u>
20 Analysis of changes in net funds		
The charity had no debt during the year.		

MIDLAND DOCTORS ASSOCIATION UK

England & Wales - Charity number 1114559

Accounts

REGISTERED COMPANY NUMBER: 05818995 (England and Wales)
REGISTERED CHARITY NUMBER: 1114559

**Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 31 December 2020
for
Midland Doctors Association UK**

HSKS Greenhalgh
Chartered Accountants
18 St Christopher's Way
Pride Park
Derby
DE24 8JY

Midland Doctors Association UK

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for the Year Ended 31 December 2020**

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**Report of the Trustees
for the Year Ended 31 December 2020**

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 2020. The trustees have adopted the provisions of 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).

The Report of the Trustees also comprises a Directors' Report as required by company law.

OBJECTIVES AND ACTIVITIES

Policies and objectives

The charity's short-term goals are:

- To facilitate the activities of the Midland Doctors Medical Institute in Muzaffarabad, Pakistan.
To facilitate to continue supporting Nur Goth, a village consisting of 100 houses which is located in
- Sindh Province, Pakistan.
- To support a number of post-graduate students at the Light House School in Rawalpindi, Pakistan.

The charity's long-term goals are:

- To consider the regional impact of humanitarian healthcare work in Pakistan and in particular the Kashmir region.
- To consider working in partnership with other agencies to deliver humanitarian care, such as in Malawi.

The short-term goals are related to humanitarian medical relief work, which is also the vision and mission of Midland Doctors Association.

The longer-term goal is a continuation of this theme and therefore, there's a relationship between the charity's short-term and long-term goals.

Activities for achieving objectives

The concept behind Midland Doctors Association UK originated when a team of senior National Health Service doctors flew to Pakistan to provide medical assistance in the wake of the powerful earthquake which struck northern Pakistan on 8 October 2005, killing over 87,000 and displacing over 3.5 million people.

Having witnessed at first hand the suffering of the local people and the destruction of their medical facilities, the doctors were inspired to establish this charity whose principal aims were to purchase, equip and operate a hospital facility in the Kashmir region of Pakistan, and to raise public awareness of health issues affecting people in developing countries.

The charity has successfully achieved its initial objectives and aims, and it currently is heavily involved in the day to day running and administration of projects already completed in Pakistan.

Public benefit

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our objectives and also in planning our future objectives. In particular, the Trustees consider how planned activities will contribute to the aims and objectives they have set.

Volunteers

The trustees wish to express their heartfelt gratitude to all the individuals and organisations who have donated their time, money and services to the charity. Without the active support of these volunteers it would be impossible to realise the achievement of the vision shared by the trustees.

**Report of the Trustees
for the Year Ended 31 December 2020**

STRATEGIC REPORT

Achievement and performance

Charitable activities

As previously reported, the charity completed the construction of a hospital, now known as Midland Doctors Medical Institute, in Tendali District, Muzaffarabad, Kashmir, Pakistan in March 2013. The total cost of the hospital as at 31 December 2020 amounted to £1,992,544 (2019: £1,974,378), which included £18,166 (2019: £17,613) incurred in the year under review as part of the ongoing improvement and development of hospital facilities. The Nur Goth Village project, which was completed in 2013, is constantly monitored to ensure that full benefit continues to accrue to the poorest families who occupy the 100 houses constructed under the project. Ongoing maintenance costs are minimal.

During the year the charitable company has received donated goods and services in furtherance of its operational activities and objectives. However, the economic benefit of such donated goods and services has not been recognised in these financial statements as it cannot be measured reliably.

Fundraising activities

Midland Doctors Association UK has a large network cluster, working with fundraisers, with whom trustees have worked tirelessly, both nationally and internationally. Through these networked contacts, funds were donated during the year to 31 December 2020. In addition, fundraising and sponsorship events were also organised during the year, whereby monies were raised from individuals and local companies, with the costs of generating voluntary income being covered largely by sponsorship. However, as a result of Covid-19 and the reduction in number of events, such costs have decreased considerably in the current year but are expected to increase in future years as the country unlocks and normality returns. It remains the Trustees' intention to cover costs through further sponsorship and gift aid refunds. The remainder of the donations came directly from other benefactors and institutions.

Key performance indicators

The strategy of Midland Doctors Medical Institute has been to adhere to the key guidelines as allocated by the General Medical Council UK (GMCUK) in particular, the role of a doctor. The facilities are also incorporating international guidelines such as the World Health Organization's guidelines for theatre and surgical departments. The evaluation of Key Performance Indicators would be beyond the scope of this financial document.

Significant positive and negative factors affecting achievement of objectives

Firstly, the Midland Doctors Medical Institute utilises the majority of the charity's resources, as its main objective as an organisation is to support MDMI. The other two short term objectives do not take up significant resources. In terms of positive effects, the charity's capabilities have expanded over the past twelve months; we are providing more services and we are providing care that is not available in many parts of the Kashmir region of Pakistan. In fact, our Nutrition Programme that aims at taking care of children with severe nutritional deficiency, does not even exist in that part of the Kashmir region of Pakistan. As the project develops, the negative pressures are coming to the fore. As we are becoming more popular in the region, our services are more well known and people are linking us to better quality of medical care. This then drives demand but then the shortcoming is that we don't have endless supply of resources. In view of the issue of financial constraints, and in particular as fundraising is a key aspect of the source of funds, we have to always consider the implications of our services on our financial resources.

Another negative factor is that we need to consider fundraising as ongoing activity, therefore as an organisation we have considered ways and means of diversification so that the risks of not being able to achieve our funds through fundraising are diversified.

The Dubai head quarters that were opened during the latter stages of 2018 have continued to enhance the capability to achieve fund raising.

Unfortunately, the 2020 event planned for April had to be cancelled due to the Covid pandemic.

**Report of the Trustees
for the Year Ended 31 December 2020**

STRATEGIC REPORT

Financial review

Financial position

For the year 1st January 2020 to 31 December 2020, the in-year surplus figure is £190,895 (2019: deficit of £98,186) increasing the surplus position to £2,973,635 (2019: £2,782,740).

Principal funding sources

The principal fundraising is made from the international network resources that have been built since formation of the charity. The Midland Doctors Association UK work is continually being promoted worldwide and the Trustees are constantly working with the network to ensure the fundraising continues successfully. The Trustees consider the results for the year to be satisfactory and the charity continues to remain in an extremely strong financial position.

Reserves policy

Reserves are needed to meet the day to day running costs of the hospital and to cover any unplanned other expenditure. The trustees consider that the ideal level of reserves as at 31 December 2020 would be £360,000, equating to approximately one year of charitable expenditure (excluding capital expenditure).

The free reserves at the year end amounted to £502,152. In calculating the free reserves, the trustees have excluded from the total funds the fixed assets (£2,471,483). The trustees are satisfied with the level of free reserves at the reporting date.

Going concern

During the year under review, the Covid-19 pandemic became a significant emerging risk to the global economy. The trustees continue to monitor the impact on the charitable company on an ongoing basis. At the time of approving these financial statements, the trustees do not consider Covid-19 to impact the charitable company's ability to continue as a going concern and consider the balance sheet to be appropriately valued.

After the first fund raising event of the year, held in London, the charity had to cancel all further fund raising events during 2020. The only additional event that has been held, was a radio appeal event held in May 2020.

The charity has decided to rebrand their website in order to encourage and interact with their donors. This included adding an online donation capability to increase ease and accessibility for donors to contribute to the charity without being present at an event.

The trustees note the Covid-19 pandemic is a non-adjusting post balance sheet event.

Future plans

The charity will continue to raise further funds to meet the ongoing operational costs of the hospital, and further capital expenditure will be made to enlarge the hospital facility with the passage of time and needs of the local population.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

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

The company, incorporated under the Companies Act 1985 and 1989, is limited by guarantee and does not have a share capital. Its registered number is 5818995, and the company is also registered as a charity under the Charities Act 1993, number 1114559.

**Report of the Trustees
for the Year Ended 31 December 2020**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

The Board of Trustees consists of eleven members as at 31 December 2020.

The company's Articles of Association allow for Trustees to serve for a three year term. Trustees must retire at the annual general meeting following their completion of three years' service, but may stand for re-election.

The Board has the power at any time, and from time to time, to appoint any person to be a Trustee, either to fill a casual vacancy or as an addition to the existing Trustees. Any Trustee appointed holds office only until the next following annual general meeting, and then becomes eligible for re-election.

Trustees are elected to the board in accordance with a voting system outlined in the charity's constitutional document. The responsibilities of trustees are allocated according to their skills, abilities and areas of interest.

Induction of new Trustees is given on an individual basis where appropriate.

Organisational structure

The Board of Trustees are responsible for administering the charity.

The finances of the charity are kept under review at Trustees meetings.

Related parties

All donated medical equipment is stored at the premises of M Najib & Sons Limited, a company in which a trustee, Mr Ajaz Najib, is a director. The transaction occurs at arms length, as members of staff at M Najib & Sons Limited donate their charitable time to load the equipment, in order to transport it over to Pakistan.

Risk management

The Trustees are aware of and continue to monitor any significant risks facing the charity and have put policies and controls in place to minimise or mitigate those risks. The Trustees are aware that the risks faced by the charity will evolve with the charity's activities and the trustees will ensure that their risk strategy reflects these changes.

The Trustees acknowledge their responsibilities in relation to the charity's financial statements and accounting records.

Report of the Trustees
for the Year Ended 31 December 2020

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees (Directors)	Dr S Y Iftikhar Dr J Ahmed Dr A Rashid Dr K Latief S Hussain Dr Z Sheikh A A Najib Dr I Ali R U Amin T Kent-Chapman M Altaf Dr Farhan Rashid (appointed 6 May 2021)
Key Management Personnel	Dr S Y Iftikhar
Company Name	Midland Doctors Association UK
Registered Office	11 Snelston Crescent Littleover Derby DE23 6BL
Company Secretary	Dr A Rashid
Accounting Officer	T Kent-Chapman
Registered Company Number	05818995 (England and Wales)
Registered Charity Number	1114559
Independent Examiners	HSKS Greenhalgh Chartered Accountants 18 St Christopher's Way Pride Park Derby DE24 8JY
Bankers	HSBC UK Bank Plc 1 St. Peter's Street Derby DE1 2AE MCB Islamic Bank Ltd MCB Tower I.I. Chundrigar Road 74000 Karachi Pakistan

Freehold property

The land purchased in Tendali, District Muzaffarabad, Pakistan is held in the name of Dr Javed Ahmed, a trustee of the charity, as it was not possible for the land to be purchased in the name of the charity directly.

FUNDS HELD AS CUSTODIAN FOR OTHERS

The charity holds no funds on behalf of others.

Midland Doctors Association UK (Registered number: 05818995)

**Report of the Trustees
for the Year Ended 31 December 2020**

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on and signed on the board's behalf by:

.....
Dr S Y Iftikhar - Trustee

**Independent Examiner's Report to the Trustees of
Midland Doctors Association UK**

Independent examiner's report to the trustees of Midland Doctors Association UK ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2020.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of Institute of Chartered Accountants in England and Wales which is one of the listed bodies.

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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.



Philip A Handley FCA
Institute of Chartered Accountants in England and Wales
HSKS Greenhalgh
Chartered Accountants
18 St Christopher's Way
Pride Park
Derby
DE24 8JY

Date: 24 JUNE 2021

Midland Doctors Association UK

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 December 2020

	Notes	Unrestricted fund £	Restricted fund £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	684,337	-	684,337	467,035
Other trading activities	3	2,425	-	2,425	946
Investment income	4	44	-	44	77
Total		686,806	-	686,806	468,058
EXPENDITURE ON					
Raising funds	5	54,861	-	54,861	76,906
Charitable activities					
Hospital expenditure	6	373,993	-	373,993	448,584
Village expenditure		-	-	-	4,703
Other charitable expenditure		36,075	-	36,075	-
Dubai office costs		4,080	-	4,080	22,815
Covid expenditure		16,812	-	16,812	-
Education expenditure		839	-	839	-
Other		9,251	-	9,251	13,236
Total		495,911	-	495,911	566,244
NET INCOME/(EXPENDITURE)		190,895	-	190,895	(98,186)
RECONCILIATION OF FUNDS					
Total funds brought forward		2,782,740	-	2,782,740	2,880,926
TOTAL FUNDS CARRIED FORWARD		2,973,635	-	2,973,635	2,782,740

The notes form part of these financial statements

Midland Doctors Association UK (Registered number: 05818995)

Statement of Financial Position
31 December 2020

	Notes	Unrestricted fund £	Restricted fund £	2020 Total funds £	2019 Total funds £
FIXED ASSETS					
Tangible assets	13	2,471,483	-	2,471,483	2,443,784
CURRENT ASSETS					
Debtors	14	19,361	-	19,361	28,019
Cash at bank and in hand		505,000	-	505,000	322,405
		<u>524,361</u>	-	<u>524,361</u>	<u>350,424</u>
CREDITORS					
Amounts falling due within one year	15	(22,209)	-	(22,209)	(11,468)
NET CURRENT ASSETS		<u>502,152</u>	-	<u>502,152</u>	<u>338,956</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,973,635</u>	-	<u>2,973,635</u>	<u>2,782,740</u>
NET ASSETS		<u>2,973,635</u>	-	<u>2,973,635</u>	<u>2,782,740</u>
FUNDS	17				
Unrestricted funds				<u>2,973,635</u>	<u>2,782,740</u>
TOTAL FUNDS				<u>2,973,635</u>	<u>2,782,740</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2020 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.

The financial statements were approved by the Board of Trustees and authorised for issue on and were signed on its behalf by:

.....
S Y Iftikhar - Trustee

The notes form part of these financial statements

Midland Doctors Association UK

Statement of Cash Flows
for the Year Ended 31 December 2020

	Notes	2020 £	2019 £
Cash flows from operating activities			
Cash generated from operations	1	307,783	8,651
Net cash provided by operating activities		<u>307,783</u>	<u>8,651</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(126,617)	(180,566)
Sale of tangible fixed assets		1,385	7,965
Interest received		44	77
Net cash used in investing activities		<u>(125,188)</u>	<u>(172,524)</u>
Change in cash and cash equivalents in the reporting period			
Cash and cash equivalents at the beginning of the reporting period		322,405	486,278
Cash and cash equivalents at the end of the reporting period		<u>505,000</u>	<u>322,405</u>

The notes form part of these financial statements

Midland Doctors Association UK

Notes to the Statement of Cash Flows
for the Year Ended 31 December 2020

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2020 £	2019 £
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	190,895	(98,186)
Adjustments for:		
Depreciation charges	97,748	90,283
(Profit)/loss on disposal of fixed assets	(215)	375
Interest received	(44)	(77)
Decrease in debtors	8,657	15,258
Increase in creditors	10,742	998
Net cash provided by operations	307,783	8,651

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/1/20 £	Cash flow £	At 31/12/20 £
Net cash			
Cash at bank and in hand	322,405	182,595	505,000
	<u>322,405</u>	<u>182,595</u>	<u>505,000</u>
Total	322,405	182,595	505,000

The notes form part of these financial statements

Midland Doctors Association UK

Notes to the Financial Statements for the Year Ended 31 December 2020

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Midland Doctors Association UK is a private company, limited by guarantee, registered in England and Wales. The charitable company's registered office address is 11 Snelston Crescent, Littleover, Derby, DE23 6BL.

The charitable company's principal activity is to alleviate human suffering.

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

Going concern

The Trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the company to continue as a going concern. The Trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that the charity has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the charity's ability to continue as a going concern, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

Income

All income is recognised 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.

Expenditure

Liabilities are recognised 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 accruals basis and has been classified under headings that aggregate all 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 year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Plant and machinery	- 10% on reducing balance
Fixtures and fittings	- 10% on reducing balance
Motor vehicles	- 10% on reducing balance
Computer equipment	- 25% on reducing balance

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.

Midland Doctors Association UK

Notes to the Financial Statements - continued for the Year Ended 31 December 2020

1. ACCOUNTING POLICIES - continued

Fund accounting

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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the statement of financial position date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange rate differences are taken into account in arriving at the operating result.

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.

Donated goods and services

Donated goods and services are recognised as income when the charitable company has control over the item, the receipt of economic benefit from the use by the charitable company of the item is probable and that economic benefit can be measured reliably.

Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered.

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party, and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial instruments

The charitable company 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.

Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charitable company; this is normally upon notification of the interest paid or payable by the bank.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term liquid investments with a short maturity of three months or less from the date of acquisition or opening of deposit or similar account.

Midland Doctors Association UK

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

2. DONATIONS AND LEGACIES		
	2020	2019
	£	£
Donations	667,309	446,477
Gift aid refunds	17,028	20,558
	<u>684,337</u>	<u>467,035</u>
<p>All donations were received in furtherance of the charity's activities in accordance with its constitution and further details given in the Report of the Trustees.</p>		
3. OTHER TRADING ACTIVITIES		
	2020	2019
	£	£
Patient fees	2,425	946
	<u>2,425</u>	<u>946</u>
4. INVESTMENT INCOME		
	2020	2019
	£	£
Deposit account interest	32	77
Interest receivable - trading	12	-
	<u>44</u>	<u>77</u>
5. RAISING FUNDS		
Raising donations and legacies		
	2020	2019
	£	£
Rent, rates and water	-	9
Donations administration fees	7,777	6,160
Advertising, venues etc	29,807	70,737
Support costs	(215)	-
	<u>37,369</u>	<u>76,906</u>
Other trading activities		
	2020	2019
	£	£
Support costs	17,492	-
	<u>17,492</u>	<u>-</u>
Aggregate amounts	<u>54,861</u>	<u>76,906</u>

Midland Doctors Association UK

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Hospital expenditure	373,949	44	373,993
Other charitable expenditure	16,400	19,675	36,075
Dubai office costs	588	3,492	4,080
Covid expenditure	16,812	-	16,812
Education expenditure	839	-	839
	<u>408,588</u>	<u>23,211</u>	<u>431,799</u>

7. GRANTS PAYABLE

There were no grants paid during the year (2019: £12,000 - Kashmir Orphan Relief Trust paid towards the construction of 3 houses for housing of children in need).

8. SUPPORT COSTS

	Management £	Finance £	Governance costs £	Totals £
Raising donations and legacies	-	(215)	-	(215)
Other trading activities	17,719	-	(227)	17,492
Hospital expenditure	-	-	44	44
Other charitable expenditure	7,077	2,135	10,463	19,675
Dubai office costs	2,963	529	-	3,492
	<u>27,759</u>	<u>2,449</u>	<u>10,280</u>	<u>40,488</u>

9. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2020 £	2019 £
Independent examiners fees	1,850	1,480
Depreciation - owned assets	97,748	90,283
Other operating leases	2,410	2,418
Surplus/(deficit) on disposal of fixed assets	(215)	375
	<u>102,793</u>	<u>184,556</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

The trustees have continued to incur expenses, especially travel costs, in the performance of their duties. Such expenditure is borne by the trustees personally, has not been quantified, and as no reimbursement has been sought by them, is considered to have been waived.

Midland Doctors Association UK

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

11. STAFF COSTS

	2020 £	2019 £
Wages and salaries	170,425	166,339
	<u>170,425</u>	<u>166,339</u>

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

	2020	2019
Medical staff	44	40
Maintenance staff	6	6
Security	3	4
Administrative staff	9	5
Other staff	9	6
	<u>71</u>	<u>61</u>

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

12. FOREIGN CURRENCY TRANSLATION

Realised losses on translation of foreign currencies amounted to £23,392 (2019: £10,318).

The presentation currency is the Pound Sterling (£).

The main functional currencies of the charity are the Pound Sterling (£) in the United Kingdom, and the Pakistani Rupee (Rs) for expenditure incurred in Pakistan, along with United Arab Emirates dirham for expenditure incurred within Dubai.

13. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £
COST			
At 1 January 2020	2,424,639	367,829	72,527
Additions	18,166	55,241	46,282
Disposals	-	(1,300)	-
	<u>2,442,805</u>	<u>421,770</u>	<u>118,809</u>
At 31 December 2020			
DEPRECIATION			
At 1 January 2020	332,874	85,659	27,134
Charge for year	48,856	33,741	9,168
Eliminated on disposal	-	(130)	-
	<u>381,730</u>	<u>119,270</u>	<u>36,302</u>
At 31 December 2020			
NET BOOK VALUE			
At 31 December 2020	<u>2,061,075</u>	<u>302,500</u>	<u>82,507</u>
At 31 December 2019	<u>2,091,765</u>	<u>282,170</u>	<u>45,393</u>

Midland Doctors Association UK

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

13. TANGIBLE FIXED ASSETS - continued

	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1 January 2020	16,587	30,819	2,912,401
Additions	-	6,928	126,617
Disposals	-	-	(1,300)
	<hr/>	<hr/>	<hr/>
At 31 December 2020	16,587	37,747	3,037,718
DEPRECIATION			
At 1 January 2020	4,172	18,778	468,617
Charge for year	1,241	4,742	97,748
Eliminated on disposal	-	-	(130)
	<hr/>	<hr/>	<hr/>
At 31 December 2020	5,413	23,520	566,235
NET BOOK VALUE			
At 31 December 2020	<u>11,174</u>	<u>14,227</u>	<u>2,471,483</u>
At 31 December 2019	<u>12,415</u>	<u>12,041</u>	<u>2,443,784</u>

During 2006 land was purchased in Tendali, District Muzaffarabad, Pakistan by the charity in order to construct a hospital. Whilst the charity paid for this land, it is held in the name of one of the trustees (Dr Javed Ahmed) on behalf of the charity, as it was not possible for the land to be purchased in the name of the charity directly. A statutory declaration was made on 7 September 2007 confirming that the land is held on trust for the charity until such time as it is possible for it to be transferred upon attainment of the appropriate international status of the charity. The cost and net book value of the hospital project, included within freehold property, amounts to £1,992,544 (2019: £1,974,378) and £1,682,856 (2019: £1,704,541) respectively.

The Nur Goth Village project in Sindh Province, Pakistan, is a joint collaboration with Pakistan Medical Association. Although the entire project was funded by the Midland Doctors Association UK, for administrative and logistical purposes, the 8 acre site and the 100 dwellings constructed thereon, together with the infrastructure, are jointly owned between the Midland Doctors Association UK and the Pakistan Medical Association, as per an agreement dated 25th January 2012. However, all running costs of the village after completion are paid for and administered by the Pakistan Medical Association, with Midland Doctors Association UK making contributions for such expenditure. The cost and net book value of the Nur Goth Village project, included within freehold property, amounts to £450,262 (2019: £450,262) and £378,219 (2019: £387,225) respectively.

All the dwellings in Nur Goth Village are occupied in perpetuity, rent free, by the 100 designated families and their descendants. There is no right to either dispose of the dwelling or pass it to another unconnected family.

Midland Doctors Association UK

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2020	2019
	£	£
Other debtors	-	20,000
Gift aid tax refund	14,957	4,875
Prepayments and accrued income	4,404	3,144
	<u>19,361</u>	<u>28,019</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2020	2019
	£	£
Trade creditors	-	6,083
Other creditors	1,153	-
Accrued expenses	21,056	5,385
	<u>22,209</u>	<u>11,468</u>

16. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2020	2019
	£	£
Within one year	<u>170</u>	<u>1,324</u>

The property lease in place at the balance sheet date may be terminated by giving not less than 30 days notice. Advance payments made shall be refunded in proportion to the unused tenancy period.

17. MOVEMENT IN FUNDS

	At 1/1/20 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
General fund	2,782,740	190,895	2,973,635
TOTAL FUNDS	<u>2,782,740</u>	<u>190,895</u>	<u>2,973,635</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	686,806	(495,911)	190,895
TOTAL FUNDS	<u>686,806</u>	<u>(495,911)</u>	<u>190,895</u>

Midland Doctors Association UK

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

17. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1/1/19 £	Net movement in funds £	At 31/12/19 £
Unrestricted funds			
General fund	2,880,926	(98,186)	2,782,740
TOTAL FUNDS	<u>2,880,926</u>	<u>(98,186)</u>	<u>2,782,740</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	468,058	(566,244)	(98,186)
TOTAL FUNDS	<u>468,058</u>	<u>(566,244)</u>	<u>(98,186)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/1/19 £	Net movement in funds £	At 31/12/20 £
Unrestricted funds			
General fund	2,880,926	92,709	2,973,635
TOTAL FUNDS	<u>2,880,926</u>	<u>92,709</u>	<u>2,973,635</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,154,864	(1,062,155)	92,709
TOTAL FUNDS	<u>1,154,864</u>	<u>(1,062,155)</u>	<u>92,709</u>

Midland Doctors Association UK

Notes to the Financial Statements - continued
for the Year Ended 31 December 2020

18. CONTINGENT LIABILITIES

During the year the trustees have been asked by Azad Jammu and Kashmir (AJK) government representatives in Pakistan to provide information relating to purchases made by the charitable company in the region since 2007, in order to establish if any taxation liability exists and to quantify it, if applicable.

The trustees are of the opinion that no liability exists in this regard in respect of purchases made since 1 January 2019, but that a liability could potentially exist in respect of purchases made before that date. The trustees are unable to quantify any potential taxation liabilities or any related penalties & interest becoming due, and would seek to minimise any potential resulting financial outflow by negotiation if necessary.

Accordingly no provision for taxation and related liabilities as described above has been made in these financial statements. Furthermore, it is not possible to state the timing of any potential outflow in view of the circumstances.

19. CAPITAL COMMITMENTS

	2020	2019
	£	£
Contracted but not provided for in the financial statements	<u>42,451</u>	<u>-</u>

20. RELATED PARTY DISCLOSURES

The following donations were received without conditions from trustees or other related parties:

Mr Mohammed Altaf, a trustee of the charity, donated £100 (2019: £1,200).

Mr Shafqat Hussain, a trustee of the charity, donated £Nil (2019: £920).

Dr Syed Yusuf Iftikhar, a trustee of the charity, donated £1,200 (2019: £620).

Dr Khaled Latief, a trustee of the charity, donated £100 (2019: £1,050).

Mr Ajaz Najib, a trustee of the charity, and his wider family donated £2,800 (2019: £18,539).

Dr Asrar Rashid, a trustee of the charity, donated £20 (2019: £120).

Dr Zahid Sheikh, a trustee of the charity, £50 (2019: £2,150).

M Najib & Sons Limited, a company in which Ajaz Najib is a director, donated £Nil (2019: £1,800).

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Syed Iftikhar's e-mail address is: syed.iftikhar@btinternet.com.