

**GIVING SAADAQAH ANNUAL  
REPORT AND FINANCIAL  
STATEMENT FOR THE YEAR  
ENDED 31 JULY 2022**

# Annual Report and Financial Statements for the Year Ended 31 July 2022.

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## GIVING SAADAQAH

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### CHARITY INFORMATION FOR THE YEAR ENDED 31 JULY 2022

CHARITY NUMBER: 1123609

Registered Office

Operational Office

64 HIGH STREET

HARLESDEN

NW10 4SJ

Operational Office

64 High Street

Harlesden

London

NW10 4SJ

Banker

Lloyds Bank

ACCOUNTANTS:



UNIT 9, 194 FORE STREET, LONDON, N18 2JB

### **STATEMENT OF TRUSTEES RESPONSIBILITIES FOR THE YEAR ENDED 31 JULY 2022**

#### **INTRODUCTION**

This is a brief report on the activities of the Charity completed in London following the relaxing of some Covid-19 Lockdown rules.

Similar to other organisations, GS (Giving Sadaqah) fundraising activities were adversely affected due to the negative impact of the Lockdown. As a relatively small and still maturing charity, reliant on the efforts of volunteer trustees and a handful of other supporting volunteers there was very little that could really be done to keep any fundraising active following months of uncertainty and delays.

Places of worship and congregations were banned from operations and those who were approached through any form of limited electronic or word of mouth medium often put the charity into a position where it experienced new demands due to the worsening economic situation.

The pandemic also brought into perspective a social element of concern from some members of the community who felt vulnerable and this was indeed unfortunate as the charity does not have the adequate specialist manpower or other resources necessary to deal with this delicate field. It is hoped that the charity can one day, with adequate resources, facilitate these concerns for its community in the UK. As soon as it was possible from early 2021 to engage with local members within the community near Harlesden (London) it was clear that there would be increasing needs from poverty to isolation whilst people learnt to live in a post-Covid world.

This collaborative project was a challenge in itself due to the lack of adequate fundraising over the previous 15+ months and with the public having donated far less money compared to the pre-Covid era. A rather concerning increase was also noted in the number of cancellations from donors who were on monthly direct-debits.

GS does not unfortunately have adequate reserves to operate sustainably in a large visible environment, e.g. such as a Charity shop, so it was decided to use the premises of the Afghan Islamic Cultural Centre (AICC) as the Food-Bank distribution and donated supplies centre. Both organisations worked actively to encourage its members to donate food and household supplies, and this proved to be very successful and far beyond what the Charity expected.

The Food-Bank project ran successfully for its planned 10-weeks which would lead up to the start of the Ramadan (fasting) period when AICC would be unable to continue as a distribution centre due to the space required for worshippers during the holy month.

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GS is committed to restart the Food-Bank distribution to help communities of all faiths across London if it can secure adequate premises of its own. In addition to the Food-Bank, GS was committed to doing more for the local community and also asked its members to donate used clothing and other similar supplies which could also be recycled as a Clothing-Bank and provided to help families reduce their overall expenses.

The Clothing-Bank project was GLOWEAR. A few clothes were received and these were distributed to members who needed them. GS hopes to actively take this project further as it sees great potential for fundraising through this channel.

### **Continues projects**

We are still working with the Communities from Horn of Africa, particularly, Somalia, Ethiopia, Kenya and Djibouti. Our services are open to all migrants and refugees from countries that need support guidance, referrals, information and advice.

We provide the following services:

- Free advice, support and information on immigration, welfare rights and council services
- Addressing crime and street violence
- Health promotion and linking with health provisions
- Outreach work with young people
- Outreach work with older people
- Support for offenders and their families/carers
- Literacy and numeracy sessions in English and Somali for adults and teenagers.
- Career and employment guidance and support
- Holiday clubs for families and their children
- Disseminate and share information on good practices on integration without assimilation of own cultural identity.
- Community research projects

To help East African Diaspora to be reconnected to their countries of origin and share information and experience with local NGOs, civic society and government an important part of our work is to provide a focal point for all Somali families and individuals regardless of their affiliation to any particular group, age, gender and disability.

### **Tuition support programme**

This is a new programme that we have started in UK especially in London. As our main goal is to educate disadvantaged children and low income families children, we have stated to support low income families children's education for the year ended 31 July. We supply educational materials such as tablets, laptops and PCs, and other educational materials. We

reach out some of the local tuition centres and selected those who are struggling to pay their tuition fees and managed to pay part of their tuition.

## **What we do in East Africa**

Investing in children's education is the best approach to uplifting them and their families from the bleakness of poverty. We at Giving Sadaqah recognised this at the outset and set out to build schools first. Today, we support FREE education for 1800 pupils.

### **1. Sponsor Programs**

From time to time, we operate special appeals, which have fixed cost funding requirements. Sponsorship works particularly well with such appeals, which are not only time-limited, but also have clear and observable deliverables.

Investing in children's education is the best approach to uplifting them and their families from the bleakness of poverty. We at Giving Sadaqah recognised this at the outset and set out to build schools first. Today, we support FREE education for 1800 pupils. Providing a collective and measured response for those who have suffered and lost everything through natural disasters, calamities, conflicts, or other misfortunes would be challenging under any circumstances and is much less so when faced by real life situations.

To rebuild the lives of those affected, the young, requires a collaborative and co-operative approach between donors and those in need, to alleviate their poverty and improve their situation. Such an approach permits us to not only assist in the provision of necessities such as water, food, and shelter, but also to go further and empower individuals so that they may become self-sufficient through education or other small gifts that make a gigantic difference to their lives. We are grateful for our sponsors and donors, who have shown selfless devotion in supporting our causes. In addition to our educational projects, the money has gone into a diverse range of ventures, from micro-finance loans to well-digging in water-stressed areas.

This year, Giving Sadaqah continued developing the established four orphanage schools in East Africa. Giving Sadaqah Schools are still achieving excellent selection rates to go on to secondary school. There are currently over 1,800 children from Primary through to early Secondary (Year 10) stages being presented with the gifts of education, food and shelter so that they may acquire the skills necessary to lead independent lives with dignity and promote a more equitable. We are planning to add new education programme to provide pupils with vocational skills, should they not continue their studies at secondary school. Tailoring, welding, computer, and cooking workshops are planning to take place in the afternoon once academic classes have finished.

In order to progress further, Giving Sadaqah has established with the renewed objective of going global, so that thousands more can benefit from opportunities afforded by education.

### **2. - Ramadan Iftar.**

In Ramadan, we give out food baskets, which include the main components of meals, such as Wheat, Oil, Rice, Sugar, Flour, and Spaghetti & Tea. The cost of this basket ranges from £55-£70 depending on the quantity of food required in each basket. Each Ramadan, we usually distribute to 300-500 families with a budget of approximately £15,200. This year, instead of buying from suppliers of food, we have started to innate a business store that supplies and sells food essentials, so the income of the store can be used to assist us financially for the charity.

### **3- Micro financing for poor families.**

We have established a program to support poor families, and instead of providing financial support, we have begun to explore with these families what things they could possibly do to generate revenue, such as selling vegetables, milk, grinding meat, knitting, tea and sandwiches. By establishing these businesses, we request from every family that they payback £10 per month. The objective of this is to not only help these families in making a business that can generate revenue for them, but then using the money we receive to help even more families and to improve the lives of countless families in doing so.

This program now has over 30 families that are now starting to payback and their financial status has improved significantly, since they now have a sustainable form of income through their business. We developed this project, and we have had a lot successful stories, with a good number of management to oversee the project and ensure its success, with the money in the project becoming an endowment for countless families.

### **4- Salaries for Teachers of Orphan Schools:**

In these poorer countries, the average daily income is approximately £1.00, as a result, many people are unable to afford education, as it is not free. And as a consequence, people are forced to flee to unlawful acts of making a sustainable income, such as selling drugs or even being homeless. We provide free education (Primary school to Year 8) in 4 different schools to £1800+ students, both boys and girls. We also cover the expenses of the teachers' salaries, which is approximately £4,000 per month. The students are being educated to near the best standard within the area, with a variety of subjects, such as Arabic, English, Maths, Science & Islamic Studies, including over 140 students yearly who had completely memorised the Quran.

## GIVING SAADAQAH

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### **5. Eid Gift for Orphans:**

We usually distribute around £25 for each child, this will be enough to finance new clothes for each child, and for them to feel the spirit of Eid.

### **Financial Review for the year ended 31 July 2022**

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For the year ended 31 July 2022, GIVING SADAQAH received total sum of £92,539 of which £35,398 was restricted funds and £55,141 were unrestricted funds. Total expenditure for the year ended 31 July 2022 was £90,181. The expenditure for the period was funded but the restricted funds of £35,398 and £54,783 of unrestricted funds. Thus, the charity has made a net surplus of £2,358 for the period.

### **Reserves Policy**

The Charity requires reserves to protect its current activities, to allow the trustees to meet their day-to-day responsibilities and to ensure that it continues to operate as a going concern. The charity reserves stood at £40,580 at the end of the financial year of 31/07/2022.

Unrestricted funds are those funds available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity. Restricted funds subjected to restrictions on their expenditure imposed by the donor or grant-maker through the terms of the donations. The Trustees will keep the level of reserves under constant review in the future.

The Board of Trustees have the pleasure to present independently examined accounts for the GIVING SADAQAH'S activities for the year to 31 July 2022. The financial statements comply with all current statutory requirements, the Constitution, and the Statement of Recommended Practice - Accounting and Reporting by Charities (SORP 2005) and the Charity's governing Charity Commission Scheme, the Charities Act of 2011.

27/05/2023

Approved by

Abdirahman Amin.....



Giving Sadaqah Trustee



# GIVING SAADAQAH

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## **INDEPENDENT EXAMINER'S REPORT TO THE CHARITY TRUSTEES OF GIVING SADAQAH.**

I report to the trustees on my examination of the accounts of GIVING SADAQAH for the year ended 31 July 2022.

### **Responsibilities and basis of report**

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

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

### **Independent examiner's statement**

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

- ☐ Accounting records were not kept in respect of the Charity as required by section 130 of the Act; or
- ☐ The accounts do not accord with those records; or
- ☐ The accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I 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.

Yousif Abdi – Accountant – FCCA

AFLAH ACCOUNTING

UNIT 9, 194 FORE STREET, LONDON, N18 2JB

Date: 27/05/2023

# GIVING SAADAQAH

## STATEMENT OF FINANCIAL ACTIVITIES (Including Income and Expenditure Account) for the year ended 31 JULY 2022

	Notes	UNRESTRICTED FUNDS £	RESTRICTED FUNDS £	TOTAL FUNDS £ 2022	TOTAL FUNDS £ 2021
<b>INCOMING RESOURCES:</b>					
Donations		57,141	35,398	92,539	144,768
Voluntary Grants	(1)		-	0	-
Legacies		-	-	-	-
Gifts in Kind		-	-	-	-
Services		-	-	-	-
Investment Income		-	-	-	-
<b>Total Incoming Resources:</b>		<b>57,141.0</b>	<b>35,398.0</b>	<b>92,539.0</b>	<b>144,768.0</b>
<b>RESOURCES EXPENDED:</b>					
Costs for generating funds		-	-	-	-
Charitable Activities	(2)	(40,498)	(35,398)	(75,896)	145,580
Supported Activities	(2)	(14,285)	-	(14,285)	0
<b>TOTAL RESOURCES EXPENDED:</b>		<b>(54,783)</b>	<b>(35,398)</b>	<b>(90,181)</b>	<b>145,580.0</b>
Net Surplus/Deficit for the year		2,358	0	2,358	(812)
Opening funds Transfer of funds		38,222	-	38,222	39,034
Opening funds Transfer of funds		0	0	0	0
Transfer of funds		0	0	0	0
<b>CLOSING FUNDS:</b>		<b>40,580</b>	<b>0</b>	<b>40,580</b>	<b>38,222</b>

# GIVING SAADAQAH

## BALANCE SHEET AS AT 31 JULY 2022 GIVING SADAQAH

	Notes	2022 £	2021 £
<b><u>FIXED ASSETS</u></b>			
MOTOR VEHICLES	(3)	4,600	4,600
LESS ACCUMULATED DEPRECIATION		(767)	-
NET BOOK VALUE		3,833	4,600
<b>TOTAL FIXED ASSETS</b>		<b>3,833</b>	<b>4,600</b>
<b><u>CURRENT ASSETS</u></b>			
DEBTORS		0	0
INVESTMENTS		9,400	9,400
CASH AT BANK & IN HAND	(4)	43,447	38,222
<b>TOTAL CURRENT ASSETS</b>		<b>52,847</b>	<b>47,622</b>
<b><u>CURRENT LIABILITIES</u></b>			
CREDITORS	(5)	(650)	(920)
<b><u>LONG TERM LIABILITIES</u></b>			
LOANS	(6)	(15,450)	(13,080)
<b>NET ASSETS</b>		<b>40,580</b>	<b>38,222</b>
<b><u>RESERVES:</u></b>			
RESTRICTED FUNDS		0	34,172
UNRESTRICTED FUNDS		40,580	4,050
<b>TOTAL</b>		<b>40,580</b>	<b>38,222</b>

## GIVING SAADAQAH

### NOTE 1

DONORS	RESTRICTED (2022)	UNRESTRICTED (2022)	TOTAL 2022 (£)	TOTAL 2021 (£)
DONATIONS	35,398.00	57,141.00	92,539.00	144,768.00
<b>TOTAL</b>	<b>35,398.00</b>	<b>57,141.00</b>	<b>92,539.00</b>	<b>144,768.00</b>

### NOTE 2

EXPENSE	RESTRICTED FUNDS (£)	UNRESTRICTED FUNDS (£)	TOTAL - 2022	2021
CHARITABLE ACTIVITIES	35,398.00	40,498.00	75,896.00	126,336.00
VOLUNTEER		3,112.00	3,112.00	1,614.00
RENT		4,200.00	4,200.00	
UTILITIES		280.00	280.00	
TRAVEL		65.00	65.00	
SERVICE CHARGES		912.00	912.00	
OFFICE & TELEPHONE EXPENSES		504.00	504.00	2,779.00
STORAGE		3,795.00	3,795.00	
BANK CHARGES		-	0.00	
DEPRECIATION		767.00	767.00	
PROFESSIONAL FEES FEES		650.00	650.00	851.00
SELF-SUSTAINABLE INVESTMENT			0.00	9,400.00
VEHICLE PURCHASE				4,600.00
			0.00	
			0.00	
	<b>35,398.00</b>	<b>54,783.00</b>	<b>90,181.00</b>	<b>145,580.00</b>

## GIVING SAADAQAH

### **Tangible fixed assets**

Fixed assets costing in excess of £250 are capitalised and are shown at historical cost. Depreciation is provided, after taking into account of any grants receivable. Tangible fixed assets are depreciated at 20% reducing balance.

	£
At Cost 01/06/2021	4,600
Additions	-
Disposals	-
Revaluations	-
Transfers	-
As at 31 JULY 2022	<u>4,600</u>
<b>Depreciation:</b>	
Accumulated Depreciation as 01/06/2021	-
Charge for the year at 31 July 22	(767)
<b>Net Book Value at 31 JULY 2022</b>	<u><b>3,833</b></u>

### **NOTE 4**

#### **CASH AT BANK AND IN HAND**

The Organisation's cash balance is £43,447 as at 31 JULY 2022

### **NOTE 5**

#### **CREDITORS**

The association has had correctly accrued for an unpaid invoice of £650, which related to works/services that were carried out in the financial year ending 31 JULY 2022

### **NOTE 6**

#### **LOANS (BANK)**

	£
BANK LOAN	22,000
Repaid	(6,550)
Balance at 31/07/2023	<u><b>15,450</b></u>

## GIVING SAADAQAH

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### EMPLOYMENT COSTS

	2022	2021
	£	£
Payroll Costs	£0	£0

### TRUSTEES EXPENSES

The trustees neither received nor waived any emoluments during the period

## Notes to the Financial Statements

7.1 The financial statements have been prepared in accordance with the historical cost convention and all applicable accounting standards. They follow the recommendations laid out in the Statement of Recommended Practice, Accounting and Reporting by Charities (SORP, 2005).

Voluntary income received by way of donations and gifts is included in full in the statement of financial activities.

7.2. Where unconditional entitlement to grants receivable is dependent upon fulfilment of conditions within the charity's control, the incoming resources are recognized when there is sufficient evidence that conditions will be met. Where there is uncertainty as to whether the charity can meet such conditions, the incoming resource is deferred.

7.3. Restricted funds: Donations and other incoming resources assigned by the donor or grant-maker. Restricted funds will be used in accordance with the specified purposes.

7.4. Unrestricted funds: Donations and other incoming resources available for use at the discretion of the trustees in furtherance of the charitable purposes.

7.5. Costs of generating funds relate to the costs incurred by the charitable company in inducing third parties to make voluntary contributions to it, as well as the cost of any fundraising activities.

7.6. Governance costs are the costs associated with meeting constitutional and statutory requirements and include any costs associated with the strategic management of the charity's activities.