HUMAN RELIEF FOUNDATION

England & Wales · Charity number 1126281

Details

Status	Registered
Legal form	Charitable company
Company number	06195282
Registered	2008-10-14
Register	View on the Charity Commission register

Contact

Address	Human Relief Foundation 2 Claremont Bradford West Yorkshire BD7 1BQ
Phone	01274392727
Email	donate@hrf.org.uk
Website	www.hrf.org.uk

Activities

Objects: TO MAKE DONATIONS TO SUCH CHARITABLE INSTITUTIONS AND INDIVIDUALS AT SUCH TIME AND SUCH MANNER AS THE TRUSTEES MAY IN THEIR ABSOLUTE DISCRETION THINK FIT, FOR THE WORLDWIDE RELIEF OF POVERTY, SICKNESS, PROTECTION, PRESERVATION OF GOOD HEALTH AND THE ADVANCEMENT OF EDUCATION.

Activities: Provides humanitarian aid and assistance by responding to emergencies and empowering societies through education and training. The Foundation accepts donations from individuals and institutions within UK and international which are used to implement its humanitarian projects. HRF was first registered with the Charity Commission in 1995 (1043676), then became a company limited by guarantee in 2007.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations
- **What:** The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief
- **Who:** Other Charities Or Voluntary Bodies, The General Public/mankind

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Geography

- **Area of benefit:** OVERSEAS
- Bangladesh
- France
- Ghana
- India
- Iraq
- Jordan
- Kenya
- Lebanon
- Occupied Palestinian Territories
- Pakistan
- Sri Lanka
- Turkey
- Yemen
- Throughout England

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£8,818,332	£9,241,112	£6,909,368	146
2023-12-31	£7,462,749	£7,745,173	£7,249,024	121
2022-12-31	£13,865,556	£13,278,301	£6,733,465	47
2021-12-31	£10,220,174	£9,300,308	£6,146,210	52
2020-12-31	£9,499,696	£8,415,314	£5,226,344	68

Trustees

Name	Role	Appointed
Ayad Al-Rawi		2022-07-03
BARA ABDUL-SALAM		2017-09-17
Dr HAYTHAM AL-KHAFFAF		
MOHANNED RAHMAN		2011-12-02
Suhail Sharief		2017-09-17

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HUMAN RELIEF FOUNDATION

England & Wales - Charity number 1126281

Accounts

COMPANY REGISTRATION NUMBER: 06195282
CHARITY REGISTRATION NUMBER: 1126281
SCOTTISH CHARITY NUMBER: SC038671

Human Relief Foundation

(Company Limited by Guarantee)

Annual Report and Financial Statements

31 December 2024

K B M UK LIMITED
Chartered certified accountants & statutory auditor
1 Concord Business Centre
Concord Road
London
UK
W3 0TJ

Human Relief Foundation

Annual Report and Financial Statements

Year ended 31 December 2024

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Human Relief Foundation

Charity Information

Year ended 31 December 2024

Registered charity name	Human Relief Foundation
Charity registration number	1126281
Company registration number	06195282
Scottish Charity Number	SC038671
Principal office and registered office	2 Claremont Bradford BD7 1BQ England
The trustees	Dr H Al-Khaffaf (Chairman) Mr Bara Abdul-Salam Mr Mohanned Rahman Mr Suhail Sharief Mr Ayad Al-Rawi
Company secretary	Mr Kassim Tokan
Auditor	K B M UK Limited Chartered certified accountants & statutory auditor 1 Concord Business Centre Concord Road London UK W3 0TJ
Bankers	National Westminster 699 Wilmslow Road Manchester UK M20 6NW HSBC UK Bank PLC 47 Market Street Bradford UK Al Rayan Bank 44 Hans Crescent Knightsbridge London SW1X 0LZ
Solicitors	Fieldings Porter Solicitors Silverwell House Bolton UK BL1 1PT

Human Relief Foundation

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2024

The Trustees are pleased to present their annual report together with the consolidated financial statements of the charity and its subsidiary for the year ended 31 December 2024, which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Articles of Association 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).

Mission and strategic objectives

Human Relief Foundation (HRF) is an International Non-Governmental Charitable Organisation. HRF seeks to promote sustainable economic and social development by working with local communities through relief and developmental programmes, supporting them to build a better life and find their own solutions to global problems. For over three decades HRF has been instrumental in helping to save lives and relieve human suffering in some of the poorest regions of the world.

We provide emergency relief and assistance to people caught up in extraordinary, life-threatening situations. Globally, HRF has permanent offices strategically located around the world (Bradford, Amman, Baghdad, Mosul, Aden, Accra, Islamabad, Erbil, Dhaka, Cox's Bazar, London, Glasgow and Birmingham), allowing us to actively provide global assistance whenever and wherever it is needed.

Our mission is to achieve lasting improvement in the quality of life of people, regardless of their gender, race, religion, class or political affiliation, by mobilising resources, building partnerships and developing local capacities to:

- Enable individuals, groups and communities to mitigate the effects of disaster and crisis, prepare for their occurrence and provide humanitarian relief and recovery;
- Assist the disadvantaged in becoming self-reliant by developing their own solutions to development challenges and creating sustainable livelihoods;
- Promote sustainable development and address the root causes of conflict through programmes that target education, shelter, water and sanitation, health and nutrition and humanitarian dialogue;
- Support the vulnerable, disadvantaged and marginalised and enable them to voice their needs; and
- Build local capacities.

The charity relies heavily on the generous donations it receives from fellow charities, individuals and other organisations.

The Trustees have considered the Charity Commission's guidance on public benefit.

This annual report details what we have achieved during the year to 31 December 2024.

Fundraising

The Charity has always applied the policy of fundraising through our own staff and volunteers and does not have any arrangements with commercial participators, professional fundraisers and third party organisations.

Fundraisers and volunteers are recruited primarily where the organisation has an office such as Bradford, London and Birmingham with the intention of raising funds for our charitable objectives.

Human Relief Foundation is a member of the Fundraising Regulator and in 2024 we received no complaints during the year under review.

Human Relief Foundation staff are trained in fundraising methods to ensure that the approach we apply when communicating with members of the public does not cause unnecessary intrusion on a person's privacy or place undue pressure on a person's money or property.

Achievements and performance

IRAQ

Following the end of the violent conflict brought on by ISIL/ISIS, Iraq has been working towards a sustained national stabilisation, through economic and social recovery. Recovery efforts have targeted members of society at all levels and within all facets, with particular emphasis given to the efforts focused on supporting disenfranchised and marginalized groups. Development actors working in the region had established a consensus in 2023 that in order to promote a sustainable cohesive recovery in Iraq, a focus must be given to the reintegration of marginalised groups. This consensus carried through to 2024 and was seen to impact the strategies of many actors, including HRF. Reintegration efforts focusing on livelihood strengthening, social cohesion, and Mental Health and Psycho-Social Support (MHPSS) were of particular importance in areas that were heavily impacted by the conflict.

MHPSS

HRF made significant strides in 2024 in both personnel knowledge and capacity, in regard to the implementation of MHPSS focused projects. This progress was demonstrated by the successful implementation of the project "Socioeconomic Reintegration of Al Hol Returnees and Community Members in Ninewa, Anbar, Kirkuk, and Sala al-Din", with the support of UNDP. With a target of 750 beneficiaries - half of whom were Al Hol Camp returnees and the other half host community members - the project effectively leveraged the positive impact of MHPSS programmes to support the reintegration of vulnerable returnees. Providing 750 individuals with MHPSS including psychoeducation, group and individual sessions based on the severity of the trauma, as well as training on life and emotional skills. The project fostered the resilience of the beneficiaries and their families so that they may be able to better integrate into their communities. Importantly the project rehabilitated two community-based centers to provide these MHPSS services. Throughout the project, HRF staff enhanced their understanding of MHPSS programmes, including their core components, implementation requirements, and impact, thereby strengthening HRF's institutional capacity to deliver similar interventions in the future.

Livelihoods

Sustainable economic growth and social development has been a key driver of HRFs interventions. In 2024, HRF continued the implementation of a number of livelihood focused interventions in Iraq to help achieve this. This included the successful conclusion of HRFs collaboration with UN Women, titled "Strengthening resilience of vulnerable refugee and IDP women impacted by crises, displacement, and disasters due to climate change and exacerbated food insecurity by taking urgent actions to deal with the increasing risks, enabling them to contribute to, and benefit from, disaster risk reduction inclusive of green growth in Kirkuk". As well as HRFs collaboration with UNDP for the project "Supporting a Resilient Economic Recovery by strengthening Small and Medium Enterprises (SMEs) in Baqubah District, Diyala Governorate, Iraq". Each of these projects concluded in 2024, marking their achievement of the objectives established in 2023.

The HRF/UNWomen project aimed to strengthen the resilience of vulnerable women impacted by crises, displacement, and disasters due to climate change and food insecurity, and enabling them to contribute to, and benefit from, Iraq's disaster risk reduction (DRR) inclusive of green growth by focusing on the introduction of green initiatives within female led businesses, by equipping beneficiaries with green innovative skills, business management, capacity building training and awareness raising sessions. The project goal was met by implementing activities that supported the resilience of refugee and IDP women through improved access to green productive and financial assets, and green skills building opportunities, with a focus on entrepreneurship and job placement in Iraq's green economy.

The HRF/UNDP project offered resilient employment opportunities to vulnerable Iraqis, including youth and women, through support provided to SMEs to improve their skills, access to finance, and maintenance of their assets. The activities implemented as part of this project intervention focused on providing skills development training in business management and marketing to support entrepreneurship and SMEs in the targeted areas.

Education

HRF Iraq is dedicated to providing communities in need with education based assistance projects. These projects are integral to the social development of Iraq and its communities. With the support of private donors, in 2024, HRF successfully distributed 550 school bags and full stationery kits to students in Mosul, and provided First Aid training to 23 participants with the goal of building first aid skills and awareness. HRF also partnered with UNDP to implement two projects. One of which was a Men's Vocational Training Computer Course, the course empowered 21 unemployed men with essential computer literacy. The other was a Women's Vocational Training Handicrafts Workshop (UNDP), aimed at providing 20 women with income-generation training in manual crafts.

Orphan sponsorship

Under the HRF Iraq Orphan Sponsorship Programme, cash grants were distributed to over 252 orphans and 16 families as part of the sponsorship. The Orphan Sponsorship Programme also supported the rehabilitation of a house for an orphan's family in Mosul's Wadi Hajar district.

Seasonal Assistance

Every year HRF Iraq implements faith based seasonal assistance programmes, including the Ramadan project, the Eid Al-Adha Sacrifice Project, and the Eid Al-Adha Orphan Gift Distribution. Under these projects HRF is able to provide support in various sectors, such as food security and general humanitarian assistance (i.e. Non-Food Items). The success of these projects is best demonstrated by the scale of their impact. For example, the 2024 Ramadan Project delivered a total of 1080 food baskets, 200 hot meals, 400 student iftars, 200 Eid gifts, and Zakat to 20 families. Other achievements include the delivery of Eid Al-Adha Gifts to 37 orphan boys and girls, the distribution of meat to vulnerable households as part of the Eid Al-Adha Sacrifice Project, and the distribution of over 1,040 blankets and 520 Turkish carpets to 520 vulnerable families under the Winter Relief Assistance project.

Health

HRF Iraq successfully organised for 50 low-income individuals to receive cataract surgeries to help restore their vision and improve their quality of life.

PAKISTAN

Faced with tackling overlapping challenges, relative to economic, political, social, and environmental issues, 2024 in Pakistan was marked by many hardships. Despite modest GDP growth, soaring inflation and inequality have deepened poverty and hardship, especially in underserved regions like Balochistan and Khyber Pakhtunkhwa. Girls and children face severe risks, including child marriage, abuse, and limited access to education and healthcare. Nearly half the population is under 18, but many children remain undocumented, out of school, or malnourished, with 40% stunted and thousands missing vaccinations. Social programmes like BISP and education funds offer vital support but suffer from unequal reach. Meanwhile, digital gaps, underfunded health systems, and vulnerability to climate disasters add to the strain. Refugees and children with disabilities face especially harsh conditions[1]. Though progress is being made through targeted initiatives, vast inequalities and systemic barriers continue to hinder Pakistan's development.

[1] UNICEF Pakistan Annual Report 2024

WASH

Working closely with HRFs generous donors, a number of clean water systems were installed including 45 communal hand pumps (Afridev) for the most vulnerable communities of district Tharparker, Sukkur, Umarkot and Lakki Marwat. In addition to, 3 solar-powered pumps in the water-scarce districts of Tharparker, Sukkur Sindh, and Rajanpur, Punjab. This project provides clean drinking water to marginalized communities. Before installing solar pumps, people in the area had no access to clean drinking water and they had to cover long distances to reach clean drinking water or were compelled to use unsafe drinking water.

Food Security

As part of the seasonal initiatives implemented by HRF, the Pakistan team carried out a series of initiatives to help support security in the region. This included the "Ramadan Food Packs Distribution-2024" initiative that distributed a total of 185 food packs to the extremely poor and deserving families of district Rajanpur. Also, under this initiative during the month of Ramadan, 62 most vulnerable families of UC Fatma district Mardan received Ramadan food packages. The initiative "HRF Hot Meals Distribution-2024" saw the distribution of 100 Hot Meals food baskets to the marginalized and poor families of UC Chak Shekari and Rajanpur city of district Rajanpur. And under the initiative "Qurbani Project-2024" 9 cows were sacrificed in the district Rajanpur of Punjab province of Pakistan and the parcels of fresh meat distributed among 406 poor families. HRF was also pleased to collaborate with the Abu-Yasein foundation to provide Iftar meals to 285 individuals. That project "Abu-Yasein Iftar Meals-2024" was implemented in two phases. In the first phase, 185 individuals were served with Iftar meals. In the second phase, 100 Iftar Food bags were distributed in the poorer communities of Rajanpur.

Health

HRF through its implementing partner LRBT Mansehra conducted 114 sight restoring cataract surgeries during the month of May 2024.

Education

As part of HRFs "Back-to-School" project, school bags were sent to 123 students and overall 286 (girls and boys) received stationary and notebooks for writing. The "Back-to-School" project made a significant impact by distributing school bags to students in Mardan. This effort aims to encourage education for children in these disadvantaged communities.

Orphan sponsorship

In 2024 the Orphan Support Program delivered by HRF focused on providing care and fostering development for vulnerable orphaned children across the programme district of Mardan, Attock and Kohat. The programme aims to address critical needs in health, education, nutrition, and emotional well-being, providing opportunities for orphans to grow in a supportive and empowering environment.

BANGLADESH

Hosting over 1 million Rohingya refugees from Myanmar in the 33 camps across Cox's Bazar district, Bangladesh continued to face significant challenges in 2024, many of which were further exacerbated by natural disasters, civil unrest, and public health emergencies. The UNICEF reported that approximately 18.4 million people, across 29 districts were affected by devastating floods (including in areas that have not experienced foods in over 40 years) and a major cyclone, which left 6.4 million people, mostly women and children, in urgent need of assistance[2]. Many refugees struggled to access basic services due to issues of increased vulnerability in camps brought on by water-borne disease outbreaks, malnutrition, inadequate health facilities, and an acute lack of educational opportunities for adolescents.

[2] UNICEF Bangladesh Humanitarian Situation Report No. 70: 01 January-31 December 2024

Multi-sector Response

External funding was integral to the success of the project "Multi-Sector Assistance for Displaced Rohingya Refugees in Bangladesh" (funded by The Islamic Development Bank) which began implementation in 2020. The project assists Rohingya communities but specifically targets the Refugee and Host community located in Bangladesh's eight sub-districts (Upazila) of Cox's Bazar District. It is oriented towards addressing the three key thematic challenges faced by the Rohingya communities in Kutupalong; urgent and immediate needs, socio-economic development, and environmental sustainability. The project combines several different outputs to provide comprehensive support for vulnerable Rohingya communities in Bangladesh. In 2024 the project was in its final stages, concluding with the end of the project period. The project's success is evident in the increased health awareness, reduced morbidity, improved educational outcomes, and enhanced economic opportunities for women. It is also reflected in the tangible impact it has on the community, including the construction and installation of 4,100 Mid-Term Shelters, 1,025 Shower blocks, 1,025 Toilet blocks, 4,100 Solar Panels, and 4,100 Fire Extinguishers (including training for those households).

Another multi-sector project titled "Eco Village – A project of HRF" was implemented in Bangladesh with the aim of creating sustainable and self-sufficient communities by addressing multiple needs. The project combined shelter, education, health, livelihood, and environmental protection efforts to provide holistic support to the beneficiaries. Designed to address the diverse needs of vulnerable communities, the Eco Village project aimed to create a sustainable and resilient environment for the beneficiaries by integrating various sectors. The project successfully constructed eco-friendly houses using recycled materials and incorporating solar panels, proving safe and sustainable living conditions for the beneficiaries. And established homestead gardens, small farms, and cottages with a learning centre for skills development, creating job opportunities and promoting self-sufficiency among the beneficiaries.

Emergency Response

In response to severe flooding in Bangladesh, HRF Bangladesh launched an Emergency Flood Response project to provide immediate relief and support to affected households. Internal funding was utilised to run the project from September 1 to November 30, 2024, in the Feni district, benefiting 2,500 families (12,500 individuals) with essential food, non-food items, and medical support. HRFs Bangladesh team also responded to the dramatic drop in temperature in the later half of the year, providing emergency relief to families in Lalmonirhat district of Bangladesh with a mass blanket distribution to 500 families under the Warm Cloth Distribution project.

Orphan Sponsorship

As part of HRFs long standing Orphan Support Programme 98 vulnerable children in Pabna, Kushtia, and Rajbari, received monthly stipends in cash or kind monthly comprehensive support, according to their needs, including food, clothing, education, and hygiene items. HRF aims to secure more funding and transform it into a long-term initiative with lasting impact.

WASH

The Water Programme implemented during 2024, saw the installation of 45 tube wells, benefiting 1,125 individuals across different parts of Bangladesh. These wells have provided a consistent and safe water source for drinking, cooking, and other daily needs. The project also focused on building awareness about water safety, hygiene practices, and tube healthy maintenance for long-term sustainability.

Livelihoods

Under HRF Bangladesh's endeavours to support opportunities for livelihood strengthening, The Women Development Project was implemented targeting 60 women in the Pabna District. The Livelihood Skill Training project aimed to enhance the economic independence of disadvantaged women by providing them with valuable skills.

This initiative not only improved their livelihoods but also contributed to the overall economic development of their communities. The initiative was largely seen as a success with all women having benefited from the support, many of whom are now seen to be setting up production houses and running the social business for their livelihood. Livelihood support continued in Bangladesh in the form of educational support though the initiative focused on providing educational support for children and adolescents, focusing on vocational education for women, targeting life skills. This project was supported by the IsDB in Cox's Bazar, and benefited a total of 2,775 individuals.

Shelter
Throughout 2024 HRF Bangladesh repaired shelters for 50 households, equating to 250 individuals, and constructed new shelters for vulnerable Rohingya and host community members, ensuring equitable access to safe housing. The programme emphasised long-term sustainability through proactive shelter condition assessments.

Health
HRF's Health Post in Cox's Bazar served an approximate total of 9,704 Rohingya and host community members, providing comprehensive care like vaccinations, mental health support, and chronic disease management. Beyond medical services, the programme empowered communities through health education, hygiene promotion, and sensitization activities, fostering long-term well-being and a healthier future.

Seasonal initiatives
During the holy month of Ramadan, HRF Bangladesh ensured that vulnerable families had access to essential nutrition. The Food Security - Ramadan project aimed to provide food parcels, Eid gifts, and Iftar packets to needy families, allowing them to observe Ramadan with dignity and comfort. The project, funded by Abu Yasein Foundation, Good Gift, Hamlets, and Limehouse Masjid, was implemented in April 2024 across the Rohingya Camp in Ukhiya Upazila of Cox's Bazar, Pangsha Upazila of Rajbari, and Sathia Upazila of Pabna district. It benefited 925 families with food parcels, provided 1,400 Iftar packets, and distributed 124 Eid gifts to children aged 5-7.

The Qurbani Program supported disadvantaged families through the distribution of Qurbani meat. HRF Bangladesh ensured families had access to essential nutrition and could celebrate Eid joyfully. The project supported 400 households, benefiting 3,100 individuals across Cox's Bazar, Pabna, and Rajbari.

JORDAN

Under the strain of hosting approximately 710,000 refugees[3], the majority of which are Syrian, Jordan is facing a wide array of challenges, and is heavily reliant on international actors' support when it comes to funding the resources available to host communities and refugees. The Jordanian Government, with the support of UN Agencies and the wider international community, consistently implements projects and schemes aimed at providing support to refugees.

Food Security
Throughout the year HRFs Jordan country team implemented a number of initiatives targeting food security. Food parcels were key to these initiatives and HRF worked to provide food support through food parcels containing the main items that the family needs urgently and periodically, up to 15 items, which contribute to alleviating the burden on families in securing bold food items for families.

As part of the seasonal initiatives implemented by HRF, the Jordan team delivered the successful execution of Qurbani inside Jordan on the first day of Eid al-Adha and distribution of fresh meat to poor families, and as part of the Iftar Ramadan project ready-to-eat cooked meals were delivered during Ramadan to poor families and having some families gather to eat as groups.

[3] American Near East Refugee Aid "Jordan Situation Report - November 2024".

Health
Working to support the Hope Centre project in Zaatari camp, donor funds were utilised to help provide physical therapy to Syrian refugees who have been affected by the war in Syria. A total of 290 patients were treated at the centre thanks to HRFs intervention. Under the umbrella of another health centred intervention HRF worked to support the local community providing medicine or paying for medical examinations, treatment, and performing some minor surgeries.

Orphan Sponsorship
Under the HRF Orphan Sponsorship Programme, cash grants are transferred quarterly to the registered orphans' accounts. Cash grants have been transferred to a total of 332 orphans registered under the Orphan Sponsorship Programme.

Humanitarian Assistance
Understanding the significant impact cash assistance can have on vulnerable people, HRF works to provide financial support to families in need through the form of cash grants or payments towards a commitment such as rent, electricity and water bills, or paying instalments for science students. HRFs humanitarian assistance initiatives also included the Eid clothing project for orphans. The project is an orphan's joy project that provides clothing on the occasion of Eid in cooperation with specialized and large stores available in the areas of the presence of orphan families, and with a coupon system for each orphan child, the mother buys what suits the child of clothing.

Shelter
The basic need for shelter is present in all humanitarian contexts. To support the provision of this need HRF Jordan worked with families in the Jerash camp to restore the homes of impoverished families. Rehabilitation work included plastering, tiling, plumbing, electricity, water, insulation and ventilation works.

YEMEN

Yemen continues to experience one of the world's most severe humanitarian crises, with an estimated 18.2 million people expected to require humanitarian aid and protection services in 2024. Although the informal truce largely holds, the country remains deeply affected by ongoing conflict and displacement, protection challenges, climate change impacts, and a worsening economic situation[4].

Health
In a context where neonatal mortality remains high due to inadequate healthcare infrastructure, HRF Yemen with support from Saraah's Fund delivered and installed life-saving neonatal incubators in Seera District, Aden. The project aimed to address the urgent needs of premature and malnourished infants. In addition to equipment delivery, HRF trained local medical staff and supported salaries to ensure continued operation. This intervention is expected to save hundreds of lives annually and enhance neonatal care capacity.

Seasonal Initiatives & Food Security
In a country where meat is a rare luxury for many, HRF Yemen implemented its Qurbani project during Eid Al-Adha 2024 by distributing 110 sheep to 880 vulnerable families across Aden, Abyan, Lahj, and Hadramout. Each sheep supported 8 families, offering them access to fresh meat some for the first time in months. Beyond nutrition, the distribution revived a sense of celebration and equity during Eid, providing emotional relief and reinforcing social bonds in communities struggling under economic hardship.

[4] UN OCHA "Yemen: Humanitarian Response Snapshot - July 2024"

During Ramadan 2024, HRF responded to the deepening food crisis in Yemen by distributing 350 food baskets and 360 Eid gifts to internally displaced persons (IDPs), vulnerable families, and persons with special needs across Aden, Lahj, and Hadramout. In a time when many families were unable to secure basic food or celebrate religious traditions, this intervention helped restore dignity, ease the burden of fasting, and bring joy to hundreds of children and adults. The project also supported orphans in choosing their own Eid clothes.

GHANA

Ghana ranked 55th globally and 4th in Sub-Saharan Africa on the 2024 Global Peace Index but faced security threats from regional instability. The country faced a number of challenges including governance deficits, social instability, and regional security risks. However, Ghana was seen to make strong efforts to achieve a number of the UNs Sustainable Development Goals, with advancements being made in regard to healthcare through the National Health Insurance Scheme, and enhanced educational opportunities under the Free Senior High School policy[5].

WASH

A significant number of HRF Ghana's work in 2024 was carried out as part of WASH initiatives sponsored by the funds raised through private donors. The two dominant initiatives implemented were borehole wells and basic water wells. Each borehole well reached an approximate 800 plus beneficiaries, with a total of 3 being constructed over 2024. The installation of a basic water well was the prominent WASH based initiative in Ghana with 29 being installed in 2024. Regions of implementation included; Upper East Region; Oti Region; Northern Region; North East Region; Eastern Region; Central Region; Greater Accra Region; Ashanti Region.

Education

HRF is dedicated to providing communities in need with education based assistance projects in Ghana. These projects aim to foster values of respect, trust, participation and ownership amongst the community members. Under HRFs Ghana Education Project the country team organised for the provision of needed items for Krofufrom School Complex and Extension of electricity from the town to the Center.

Seasonal Initiatives & Food Security

Under HRFs seasonal project "Ramadan Project 2024" 110 households totalling approximately 1500 individual beneficiaries were delivered food packages. This food packages initiative was implemented in the Republic of Benin, and Ghana's Greater Accra, Northern Region, Eastern Region, Central Region, and North East Region. HRF's "Ramadan Project 2024" also organised for the distribution of 285 Iftar Hot Meals in Ghana's Greater Accra Region and Northern Region. Later in the year the project "Qurbani 2024" was initiated in Ghana's Northern Region, North East Region, and Western Region, as well as in the Republic of Benin. With 1200 beneficiaries receiving meat.

Our volunteers

The charity gratefully accepts the help of its 25 volunteers who help the charity to raise funds by working in its shops. Without the commitment of these individuals the contribution made by the sale of donated goods could not be achieved.

Volunteers undertake a variety of roles within retail fundraising including collecting donated goods, sorting and merchandising as well as staffing our 6 retail outlets. The time donated by volunteers' amounts to the equivalent of 20 (2023: 20) full time equivalent staff.

[5] UN Ghana Annual Results Report 2024

Financial review

The trustees are pleased with the financial performance of the charitable group for the year ended 31 December 2024.

The results on the consolidated statement of financial activities show an overall deficit of £339,665, compared to a deficit of £268,738 in the previous financial year.

The trustees would like to see an increase in funding received from institutional donors and voluntary income. The trustees believe that now is the right time to increase its fundraising activities as the economy has recovered from the pandemic as the environment has returned to normality with the restrictions lifted. Overall, the trustees are satisfied with the performance of the organisation given the exceptionally tough trading conditions and an increase in competition.

The trading subsidiary company, Delta One Investments Limited, continues to sell donated goods and the trustees are pleased with its contribution to the funding of the charity.

The trustees are satisfied that the group's assets are available and adequate to fulfil its obligations for the foreseeable future.

Reserves policy

In assessing the appropriate level of reserves to be maintained by the group, the trustees take historic and forecast levels of income and expenditure and their volatility into account. This has resulted in a current policy of maintaining the level of free reserves in the range of 3 to 6 months forward expenditure. The Board reviews the policy on reserves annually.

The current level of funds held by the charity at the year-end amounted to £6,909,369 (2023 - £7,249,024) and included restricted funds of £6,647,875 (2023 - £7,408,139). After deducting restricted funds and fixed assets, including the investment property, the Group had free reserves of £261,493 (2023 – deficit of £159,115).

Plans for future periods

The Trustees hope to increase the organisation's humanitarian activities in Bangladesh as well as expanding operations in all current international field offices. Domestically within the UK, the Board plans to do more community charitable projects and intends to increase the number of charity shops in London.

Reference and administrative Details

For reference and administrative details please see Charity Information on page 1.

Structure, Governance and Management

The Directors of the Charitable Company are its Trustees for the purposes of charity law. The Trustees and Officers serving during the year and since the year end were as follows:

Dr Haytham Al-Khaffaf (Chairman)
Mr Bara Abdul-Salam
Mr Mohanned Rahman
Mr Suhail Sharief
Mr Ayad Al-Rawi

Company Secretary - Mr Kassim Tokan

The Senior Management Team takes day to day responsibility for operational management of the Charity. During the year the Senior Management Team comprised the following key individuals:

Dr Nabeel Ramadhani – Chief Executive Officer/President
Mr Kassim Tokan - Deputy Chief Executive Officer
Mr Mohammed Rahman – Head of International Programmes
Mr Naeem Amza – Accountant

Constitution

Human Relief Foundation is a company limited by guarantee, governed by its articles of association which have not been amended since incorporation on 30 March 2007. The charity registered with the Charity Commission on 14 October 2008 after receiving a gift in kind upon the dissolution of its predecessor charity also named Human Relief Foundation. The liability of members is limited to £1 per member.

The charity has a trading subsidiary, Delta One Investments Limited, a company limited by shares, registered company number 07461733.

Appointment of Trustees

The Board of Trustees consists of local people that collectively have the skills, expertise and experience to ensure that the Charity is managed effectively.

Where a vacancy arises, a new trustee is appointed only by the passing of a resolution of the Board of Trustees.

Trustee induction and training

Trustees are inducted by the Board approving their applications, having regard to their potential contribution towards the Charity's objectives and the need for a broad range of experience amongst Trustees. Once appointed, new Trustees are briefed and given a training handbook. In some cases, it may be mutually agreed that a formal course will be beneficial; the Charity will arrange formal tuition with NCVO or other provider as appropriate.

Organisation

The Board of Trustees administers the Group. The Board normally meets 4 times per year, covering matters pertaining to finance, investment, governance, human resources, fundraising, public relations and retail.

The Board of Trustees includes a range of individuals with the appropriate knowledge and experience. External advisors may be engaged, be they paid or voluntary, where the Board deem it necessary to support them in their role.

A President and Senior Management Team are appointed by the Trustees to manage the day-to-day operations of the Charity. To facilitate effective operations the President and the Senior Management Team under the direction of the President have delegated authority for operational matters.

Related parties and co-operation with other organisations

None of our Trustees receive remuneration or other benefit from their work with the Group. Any connection between a Trustee or member of the Senior Management Team, a supplier, funder, supporter, organisation working collaboratively with, or beneficiary of the Group must be disclosed to the Board of Trustees in the same way as any other contractual relationship with a related party.

The work of the Charity is internationally recognised and in April 2003 Special Consultative Status with the Economic and Social Council of the United Nations was granted. HRF is a signatory of the Code of Conduct for the International Red Cross and Red Crescent Societies and has a partnership agreement with the European Commission Humanitarian Aid (ECHO). It is also a member of the British Overseas National Development Forum (BOND).

The Charity's wholly-owned subsidiary company, Delta One Investments Limited, trades on the Charity's behalf to generate income from the sale of donated goods in its charity shops.

Pay policy for senior staff

The pay of the President and Senior Management Team is reviewed annually and is normally increased in line with inflation and comparable roles within the sector.

Principal risks and uncertainties

The Trustees have identified resources and established review systems to manage organisational risk.

The Trustees maintain a risk register of the risks faced by the Charity and its subsidiary that is reviewed at least annually. The risk register records the risks that may arise in each area of the Charity's operations, along with the policies, systems and procedures in place to mitigate them. Risks are identified, assessed, and scored according to their likelihood and impact. Appropriate steps are then taken to mitigate them in day-to-day operations.

The principal risks and uncertainties faced by the Group at the time of writing are as follows:

- Increase in competition where a growing number of charities are seeking funds from the same donors.
- Compliance requirements with relevant laws and regulations.
- Foreign exchange risk.
- Safeguarding assets against unauthorised use.
- The continued ability to transfer funds to certain jurisdictions.

Statement as to disclosure to our auditor

In so far as the Trustees are aware at the time of approving our Trustees' annual report:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the group's auditor is unaware, and
- the Trustees, having made enquiries of fellow directors and the group's auditor that they ought to have individually taken, have each taken all steps that he/she is obliged to take as a director in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditor

KBM Chartered Certified Accountants and Statutory Auditors have indicated their willingness to be reappointed as auditor.

The Trustees' Report was approved by the Board of Trustees and signed on its behalf by:



Mr Mohanned Rahman
Trustee

Date: 28th-Oct-2025

The Trustees are responsible for preparing a Trustees' Annual Report and Financial Statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable company and the group for that period. In preparing the financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue to operate.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and the group and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

Independent Auditor's Report to the Members of Human Relief Foundation

Year ended 31 December 2024

Opinion

We have audited the financial statements of Human Relief Foundation (the 'charity') for the year ended 31 December 2024 which comprise the statement of financial activities (including income and expenditure account), statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 the Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- Give a true and fair view of the state of the charity's affairs as at 31 December 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- The information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- The trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- Adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- The financial statements are not in agreement with the accounting records and returns; or
- Certain disclosures of trustees' remuneration specified by law are not made; or
- We have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the company through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias;
- Performing audit work over the timing and recognition of revenue and in particular whether it has been recorded in the correct accounting period; and
- Considering whether any restrictions on income are properly identified and that expenditure allocated to restricted income is appropriate.

Independent Auditor's Report to the Members of Human Relief Foundation
(continued)

Year ended 31 December 2024

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



Mr Mohammed Afzaal Bhatti (Senior Statutory Auditor)

For and on behalf of
K B M UK Limited
Chartered Certified accountants & statutory auditor
1 Concord Business Centre
Concord Road
London
W3 0TJ

Date: 28/10/2025

Human Relief Foundation

Charity only Statement of Financial Activities (including income and expenditure account)

Year ended 31 December 2024

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2024 £	Total 2023 £
Income from:					
Donations and non-performance grants	**3**	2,322,093	1,666,247	3,988,340	3,810,861
Income from charitable activities					
Grants receivable	**3**	-	4,221,916	4,221,916	3,155,950
Other income	**3**	4,083	-	4,083	5,230
Income from investments	**3**	106,973	-	106,973	20,044
Total income		2,433,149	5,888,163	8,321,312	6,992,085
Expenditure on:					
Raising funds	**4**	654,032	-	654,032	873,996
Charitable activities	**4**	1,402,086	6,689,098	8,091,184	6,419,827
Total expenditure		2,056,118	6,689,098	8,745,216	7,293,823
Net income		377,031	(800,935)	(423,904)	(301,738)
Transfers between funds		(40,672)	40,672	-	
Other gains and losses					
Unrecognised gain/(loss) on investments		84,249		84,249	42,681
Net income and net movement in funds	**5**	420,608	(760,264)	(339,655)	(259,057)
Total funds brought forward		(159,115)	7,408,139	7,249,024	7,508,081
Total funds carried forward	**12, 13**	261,493	6,647,875	6,909,369	7,249,024

The Statement of Financial Activities complies with the requirements for an income and expenditure account under the Companies Act 2006 and includes all gains and losses recognised in the year.

The results for the year all relate to continuing operations.

A fully detailed charity only Statement of Financial Activities for the year ended 31 December 2023 is shown at note 18.

Human Relief Foundation

Consolidated Statement of Financial Activities (including income and expenditure account)

31 December 2024

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2024 £	Total 2023 £
Income from:					
Donations and non-performance grants	**3**	2,285,316	1,666,247	3,951,563	3,755,105
Other trading activities					
Retail - sale of donated goods		533,797	-	533,797	526,420
Income from charitable activities					
Grants receivable	**3**	-	4,221,916	4,221,916	3,155,950
Other income	**3**	4,083	-	4,083	5,230
Income from investments	**3**	106,973	-	106,973	20,044
Total income		2,930,169	5,888,163	8,818,332	7,462,749
Expenditure on:					
Raising funds	**4**	1,149,928	-	1,149,928	1,325,346
Charitable activities	**4**	1,402,086	6,689,098	8,091,184	6,419,827
Total expenditure		2,552,014	6,689,098	9,241,112	7,745,173
Net income / expenditure	**5**	378,155	(800,935)	(422,780)	(282,424)
Transfers between funds		(40,672)	40,672	-	
Other gains and losses					
Unrecognised gain/(loss) on investments		84,249	-	84,249	42,681
Taxation	**9**	(1,124)	-	(1,124)	(28,995)
Net income and net movement in funds		420,608	(760,264)	(339,655)	(268,738)
Total funds brought forward		(159,115)	7,408,139	7,249,024	7,517,762
Total funds carried forward	**12, 13**	261,493	6,647,875	6,909,369	7,249,024

The Statement of Financial Activities complies with the requirements for an income and expenditure account under the Companies Act 2006 and includes all gains and losses recognised in the year.

The results for the year all relate to continuing operations.

A fully detailed Consolidated Statement of Financial Activities for the year ended 31 December 2023 is shown in note 19.

Human Relief Foundation

Balance Sheets

31 December 2024

	Notes	Group 2024 £	Group 2023 £	Charity 2024 £	Charity 2023 £
Fixed assets					
Tangible assets	**8**	553,896	590,279	537,901	568,979
Investment properties	**9**	125,000	125,000	125,000	125,000
Investments - Subsidiary	**9**	-	-	1	1
Investments - Bitcoin	**9a**	156,765	72,516	156,765	72,516
		835,661	787,795	819,667	766,496
Current assets					
Debtors	**10**	896,069	552,207	1,256,383	1,173,989
Cash at bank and in hand		5,470,236	6,048,095	5,115,211	5,439,138
		6,366,306	6,600,302	6,371,594	6,613,127
Creditors: Amounts falling due within one year	**11**	(292,599)	(139,073)	(281,893)	(130,599)
Net current assets		6,073,706	6,461,229	6,089,701	6,482,528
Total assets less current liabilities		**6,909,369**	**7,249,024**	**6,909,369**	**7,249,024**
Funds of the charity					
Unrestricted funds		261,493	(159,115)	261,493	(159,115)
Restricted funds	**12**	6,647,875	7,408,139	6,647,875	7,408,139
Total funds	**13**	**6,909,369**	**7,249,024**	**6,909,369**	**7,249,024**

The notes on pages 22 to 44 form part of these financial statements.

The financial statements were approved by the board on 28th-Oct-2025 and signed on its behalf by:



Mr Mohanned Rahman
Trustee

Company registration number: 06195282

Human Relief Foundation

Consolidated Statement of Cash Flows

31 December 2024

	Notes	2024	2023
		£	£
Cash generated from operations	16	(684,832)	703,936
Interest Paid		-	(1,981)
Income taxes Paid		-	(25,452)
Net cash provided by operating activities		(684,832)	676,503
Cash flows from investing activities			
Purchase of property, plant and equipment		-	(28,443)
Bank interest received		106,973	19,313
Net cash used in investing activities		106,973	(9,130)
Change in cash and cash equivalents in the year		(577,859)	667,373
Cash and cash equivalents at the beginning of the year		6,048,095	5,380,722
Total cash and cash equivalents at the end of the year		5,470,236	6,048,095

1. Accounting policies
The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

Company information
The Charity is limited by guarantee, with the liability of members limited to £1 per member. The charity is registered in England and Wales with the Charity Commission and in Scotland with the Scottish Charity Regulator. The registered office is 2-4 Claremont, Bradford, BD7 1BQ.

If, upon winding up or dissolution of the charity, there remain any assets after satisfying all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having objectives similar to the charity.

1.1 Accounting convention
The financial statements have been prepared on a going concern basis in accordance with 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) ("Charities SORP (FRS 102)"), the Financial Reporting Standard applicable in the UK and Ireland (FRS 102), the Companies Act 2006, the Charities Act 2011 and the Charities Accounts (Scotland) Regulations 2006.

Human Relief Foundation meets the definition of a public benefit entity under FRS 102.

Assets and liabilities are initially recognised at cost or transaction value unless otherwise stated in the relevant accounting policy notes.

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 £1.

On the grounds that the charitable company's results are consolidated into the charitable company's group accounts the charitable company has taken advantage of certain exemptions conferred by section 1.11 of FRS 102 as follows:

- Exemption from presenting a charitable company statement of cash flows as a primary statement to the financial statements.

1.2 Going concern
The Trustees recognise that the charity has negative unrestricted funds but positive funds overall. Measures were put in place late 2023 to try and alter the balance between restricted and unrestricted donations and the Trustees recognise that further actions need to be taken, which will be done early 2025. Given the charity has a successful track record of fundraising, the Trustees anticipate that the charity will be able to generate the additional unrestricted funds necessary to reverse the negative unrestricted position but that this will be through 2025.

Given the above and the expected level of income and expenditure for 12 months from the authorisation of these financial statements, together with the overall level of reserves and cash at bank, the Trustees believe they will have sufficient resources to meet the charitable company's and group's requirements. Accordingly, the financial statements have been prepared on a going concern basis.

1.3 Basis of consolidation
The financial statements consolidate the results of the charity and its wholly owned subsidiary, Delta One Investments Limited, on a line-by-line basis.

1.4 Income
Income is recognised when the charity has entitlement to the funds, any performance conditions attaching to the item(s) have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from grants is recognised when the charity has entitlement to the funds, any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. Where grant income has been received, but the charity has not met the conditions to become entitled to the income, an income deferral is made.

Donated goods and services
Donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity, which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is recognised in expenditure in the period of receipt.

Income from goods donated for sale in the charity's shops is recognised at the point of sale. As a result of the high volume of low value donated goods received, the cost of recognising these items at fair value on receipt would outweigh the benefit of recognising them in the accounts.

In accordance with the Charities SORP (FRS 102), the value of volunteer time is not recognised in the financial statements.

Investment income
Interest on funds held on deposit is included when receivable and the amount can be measured reliably, normally upon notification of interest paid or payable by the Bank. Rents from investment properties are included when they are receivable by the charity.

1.5 Fund accounting
Unrestricted funds are funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for a particular purpose. Where no on-going restriction remains and all original conditions and restrictions have been met in relation to the original grant or donation, funds are transferred to general funds. The purpose and use of the restricted funds is set out in note 12.

1.6 Expenditure
All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings, they have been apportioned on a basis consistent with the use of the resources.

The cost of raising funds includes fundraising event costs, direct campaigns, general information and public relation costs and their associated support costs.

Expenditure on charitable activities relates to expenditure in furtherance of the charity's objects, including grants awarded and associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which expenditure was incurred.

Allocation of support costs
Support costs are those functions that assist the work of the charity and include administration, finance, human resources, information systems and governance costs. These costs have been allocated between the costs of raising funds and expenditure on charitable activities on the basis set out in note 4.

1.7 Operating leases
Rentals payable under operating leases, including any lease incentives received, are charged to the statement of financial activities on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

1.8 Staff costs
The costs of short-term employee benefits are recognised as a liability and an expense where settlement of obligations does not fall within the same period.

Employee severance pay is recognised within the accounts, on an accruals basis, in the year in which the employee left the organisation.

1.9 Investments
Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently, it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the Statement of Financial Activities.

Investments in subsidiaries are stated at cost and the trustees review the carrying value annually for indications of impairment.

Investments in Bitcoin are carried at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the Statement of Financial Activities.

1.10 Tangible fixed assets
Fixed assets are included on a historical cost basis. It is a policy of the trustees that individual items with a cost below £500 are not capitalised.

Depreciation is provided at the following rates and bases to write off the cost of tangible fixed assets over their estimated useful lives by annual instalments, with a full year's charge in the acquisition year and no charge in the year of disposal:

Freehold buildings	2% straight line
Leasehold buildings	20% straight line
Fixtures and fittings	20% straight line
Motor vehicles	20%reducing balance
Computer equipment	25% straight line

Freehold land is not depreciated.

1.11 Stock
Due to the high volume and low value of stock items, it is impractical to estimate the fair value of goods donated for sale in the charity's shops and to include them on the balance sheet. The value of these goods is instead recognised upon sale

1.12 Financial instruments
The group 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 group's balance sheet when the group 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.

Cash at bank and in hand
Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity held for working capital. Bank overdrafts are shown within borrowing in current liabilities.

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

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset. Impairment losses are recognised in the income and expenditure account.

Creditors, loans and provisions
Creditors, loans and provisions are recognised where the group 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, loans and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial liabilities are only derecognised when, and only when, the group's obligations are discharged, cancelled or they expire.

Amounts recognised as provisions are best estimates of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation.

1.13 Taxation
Human Relief Foundation is a registered charity and as such is a charity within the meaning of schedule 6 of the Finance Act 2010. Accordingly, the Charity is potentially entitled to tax exemption under part11 of the Corporation Tax Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992 in respect of income and gains arising.

The trading subsidiary is liable to corporation tax on its chargeable profits. Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted at the balance sheet date. Low levels of corporation tax arise on the subsidiary as profits are gift aided to the charity.

1.14 Foreign currency
Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to statement of financial activities

1.15 Pensions
The group operates a defined contribution scheme for the benefit of employees. Contributions are charged as an expense to the statement of financial activities in the period in which they fall due.

2. Critical accounting estimates and judgements
In the application of the group'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 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, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Key sources of estimation uncertainty
The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows:

Accrued income
Accrued income has been included within these financial statements when its receipt is considered probable. Management assesses the probability of its receipts by considering contracts and agreements in place, current relationships with funders and, where applicable, work performed.

3. Income

For the year ended 31 December 2024	Unrestricted income £	Restricted income £	Total 2024 £
Donations and non-performance Grants:			
Donations from individuals and charitable organisations (including gift aid)	2,285,316	1,666,247	3,951,563
Gift Aid donation from subsidiary	36,777		36,777
UK Care for Children	-		-
Charity only total	2,322,093	1,666,247	3,988,340
Gift Aid donation from subsidiary	(36,777)		(36,777)
Retail Sale of Donated Goods In subsidiary	533,797		533,797
Group Total	2,819,113	1,666,247	4,485,360
Income from Charitable activities			
Performance related grants receivable:			
Bangladesh IDP Project	-	327,667	327,667
UNDP Diyala / UNDP Cash for Work Project	-	525,390	525,390
UNDP SC-UASAID-RPA-002-23	-	2,265,273	2,265,273
UNDP 318-23	-	35,356	35,356
UNDP SC-SIDA-RPA-001-24	-	1,029,330	1,029,330
UN Women	-	15,808	15,808
IOM - Yemen	-	11,672	11,672
GIZ	-	11,420	11,420
Total	-	4,221,916	4,221,916
Other Income:			
Rental Income	4,083	-	4,083
Total	**4,083**	**-**	**4,083**
Income from investments:			
Bank Deposit Interest	106,973	-	106,973
Exchange Gains		-	-
Total	**106,973**	**-**	**106,973**
CHARITY TOTAL	**2,433,149**	**5,888,163**	**8,321,312**
GROUP TOTAL	**2,930,169**	**5,888,163**	**8,818,332**

3. Income

For the year ended 31 December 2023	Unrestricted income £	Restricted income £	Total 2023 £
Donations and non-performance Grants:			
Donations from individuals and charitable organisations (including gift aid)	1,361,145	2,225,102	3,586,247
Gift Aid donation from subsidiary	55,756		55,756
UK Care for Children	168,858		168,858
Charity only total	1,585,759	2,225,102	3,810,861
Gift Aid donation from subsidiary	(55,756)		(55,756)
Retail Sale of Donated Goods In subsidiary	526,420		526,420
Group Total	2,056,423	2,225,102	4,281,525
Income from Charitable activities			
Performance related grants receivable:			
Bangladesh IDP Project		288,701	288,701
UNDP217 Project		168,022	168,022
UNDP301 Project		619,035	619,035
UNDP318 Project		455,504	455,504
UNDP SC-UASAID-RPA-002-23		1,271,320	1,271,320
UN Women		175,047	175,047
IOM - Yemen		6,982	6,982
GIZ		171,339	171,339
Total	-	3,155,950	3,155,950
Other Income:			
Rental Income	5,230		5,230
Total	**5,230**	**-**	**5,230**
Income from investments:			
Bank Deposit Interest	19,313		19,313
Exchange Gains	731		731
Total	**20,044**	**-**	**20,044**
CHARITY TOTAL	**1,611,033**	**5,381,052**	**6,992,085**
GROUP TOTAL	**2,081,697**	**5,381,052**	**7,462,749**

4. Analysis of Expenditure

For the year ended 31 December 2024	Direct costs	Allocated costs	Total 2024
	£	£	£
Expenditure on raising funds:			
Donations campaign	-	117,080	117,080
Donations - fundraising activities	419,872	117,080	536,952
Charity only total	419,872	234,160	654,032
Retail costs in subsidiary	495,896	-	495,896
Group total	915,768	234,160	1,149,928
Expenditure on charitable activities:			
Health, education and skills development	328,992	114,402	443,394
Widows and orphans support	602,215	243,105	845,320
Qurbani	288,930	114,402	403,332
Emergency and natural disasters	1,295,780	686,415	1,982,195
Grant funded programmes	4,206,200	210,743	4,416,943
	6,722,117	1,369,067	8,091,184
Other expenditure			
Total expenditure (charity only)	7,141,989	1,603,227	8,745,216
Total expenditure (group)	7,637,885	1,603,227	9,241,112

4. Analysis of Expenditure (continued)

For the year ended 31 December 2023	Direct costs	Allocated costs	Total 2023
	£	£	£
Expenditure on raising funds:			
Donations campaign	-	108,840	108,840
Donations - fundraising activities	656,317	108,839	765,156
Charity only total	656,317	217,679	873,996
Retail costs in subsidiary	451,350		451,350
Group total	1,107,667	217,679	1,325,346
Expenditure on charitable activities:			
Health, education and skills development	399,858	120,202	520,060
Widows and orphans support	592,061	247,824	839,885
Qurbani	226,629	116,610	343,239
Emergency and natural disasters	894,007	696,513	1,590,520
Grant funded programmes	2,924,149	201,974	3,126,123
	5,036,704	1,383,123	6,419,827
Other expenditure			
Total expenditure (charity only)	5,693,021	1,600,802	7,293,823
Total expenditure (group)	6,144,371	1,600,802	7,745,173

4. Analysis of Expenditure (continued)

Support costs
Support costs have been allocated based on an estimate by management of time spent by employees contributing to each activity. Support costs have been allocated as follows:

For the year ended 31 December 2024	Employment costs	Premises costs	Administration costs	Total 2024
Donations campaign	45,578	7,154	64,348	117,080
Donations - Fundraising activities	45,578	7,154	64,348	117,080
Health, education, and skills development	-	11,446	102,956	114,402
Widow and orphan support	-	24,323	218,782	243,105
Qurbani	-	11,446	102,956	114,402
Emergency appeals	-	68,677	617,738	686,415
Grant funded projects	82,040	12,877	115,826	210,743
	173,196	143,077	1,286,954	1,603,227

In line with the previous year certain employment costs are allocated directly to fundraising or restricted activities, as appropriate, rather than being included within support costs.

For the year ended 31 December 2023	Employment costs	Premises costs	Administration costs	Total
Donations campaign	36,941	6,536	65,363	108,840
Donations - Fundraising activities	36,941	6,536	65,362	108,839
Health, education, and skills development	-	10,458	109,744	120,202
Widow and orphan support	-	22,223	225,601	247,824
Qurbani	-	10,458	106,152	116,610
Emergency appeals	-	62,747	633,766	696,513
Grant funded projects	66,494	11,765	123,715	201,974
	140,376	130,723	1,329,703	1,600,802

5. Net Income for the Year

Net Income for the year is stated after charging:

	2024 £	2023 £
Depreciation of owned assets	36,381	33,338
Foreign Exchange Gain/loss	22,394	42,426
Operating Lease Charges		71,395
Auditor's remuneration:		
- for the audit of the financial statements	12,000	18,250
- for the provision of other services	3,600	9,650

6. Information regarding trustees and employees

	2024 £	2023 £
Staff Costs Comprise of:		
Wages and Salaries	1,423,836	1,839,293
Social and Security Costs	179,323	172,535
Pension Costs	14,974	4,731
	1,618,134	2,016,558

During the year, the group employed an average of 146 staff (2023 – 121)

The Trustees received no remuneration or benefits during either year. Trustees received a total of £nil (2023 - £nil) in respect of out-of-pocket expenses incurred during the year.

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2024 Number	2023 Number
Staff paid more than £60,000	1	1

During the year the brother of Mr M Rahman, a trustee, was employed by the charity on a full-time basis as the Head of International Programmes. He received gross remuneration of £57,099.96 (2023 - £56,183) during the year.

The key management personnel of the charity and group comprise the trustees and senior management team. The total employee benefits of the key management personnel employed by the charity and group, which encompasses 3 individuals plus the trustees, were £203,176.41 (2023 - £194,738).

7. Taxation

Human Relief Foundation is a registered charity and as such is a charity within the meaning of schedule 6 of the Finance Act 2010. Accordingly, the charity is potentially entitled to tax exemption under part 11 of the Corporation Tax Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992 in respect of income and gains arising. Given this, no tax charge arises on the charity.

The trading subsidiary is liable to corporation tax on its chargeable profits. Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted at the balance sheet date. Details of the current tax charge are included at note 9.

8. Tangible Fixed Assets

Group	Freehold land and buildings	Leasehold Land and buildings	Fixtures and Fittings	Computer Equipment	Motor Vehicles	Total
	£	£	£	£	£	£
Cost						
1 January 2024	685,825	36,464	106,485	106,048	12,426	947,248
Additions						-
Disposals						-
31 December 2024	685,825	36,464	106,485	106,048	12,426	947,248
Depreciation						
1 January 2024	138,224	20,263	94,113	91,945	12,425	356,971
Charge for the year	22,476	3,293	4,168	6,444		36,381
Eliminated in respect of disposals						-
31 December 2024	160,700	23,556	98,282	98,389	12,425	393,351
Net Book Values						
31 December 2024	525,125	12,908	8,203	7,659	1	553,896
31 December 2023	547,600	16,201	12,374	14,104	-	590,279

8. Tangible Fixed Assets (continued)

Charity	Freehold land and buildings £	Leasehold Land and buildings £	Fixtures and Fittings £	Computer Equipment £	Motor Vehicles £	Total £
Cost						
1 January 2024	685,825	20,000	56,692	106,048	12,426	880,991
Additions	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
31 December 2024	685,825	20,000	56,692	106,048	12,426	880,991
Depreciation						
1 January 2024	138,224	20,000	49,419	91,945	12,425	312,014
Charge for the year	22,476	-	2,157	6,444	-	31,076
Eliminated in respect of disposals	-	-	-	-	-	-
31 December 2024	160,700	20,000	51,576	98,389	12,425	343,090
Net Book Values						
31 December 2024	525,125	-	5,116	7,659	1	537,901
31 December 2023	547,600	-	7,275	14,104	-	568,979

9. Investments

The charity and Group

	2024 £	2023 £
UK Investment Property		
Market value at 01 January 2024 and 31 December 2024	125,000	125,000

The investment property has an historic cost of £300,000 and was independently valued by A J Idle MRICS of Andrew Idle Commercial Property Limited on 10 June 2015 on the basis of open market value. The Trustees believe that the valuation still materially represents fair value at the balance sheet date.

9. Investments

The Charity owns 100% of the ordinary share capital of Delta One Investments Limited, a company registered in England and Wales whose principal activity is the sale of donated goods. Under a deed of covenant, the subsidiary gifts its taxable profit to the parent charity as a Gift Aid donation.

The income and expenditure of Delta One Investments Limited, which have been included in these consolidated accounts, for the year ended 31 December 2024 is summarised below:

	2024 £	2023 £
Turnover – sale of donated goods	533,797	526,420
Administrative expenses	(495,896)	(451,350)
Other operating income		-
Profit on ordinary activities for the financial year	37,901	75,070
Interest payable and similar expenses		(1,981)
Gift aid payment to Human Relief Foundation	(36,777)	(55,756)
Profit on ordinary activities before taxation	1,124	17,333
Tax on profit on ordinary activities	(1,124)	(27,014)
Profit retained for the financial year	0	(9,681)

The aggregate assets, liabilities and funds were:

	2024 £	2023 £
Fixed assets	15,995	21,300
Current assets	363,772	620,419
Liabilities	(379,767)	(641,718)
	1	1
Called up share capital	1	1
Profit and loss account	0	-
	1	1

9a. Investments

	2024 £	2023 £
Investment (cryptocurrencies)		
Brought Forward	72,516	29,836
Revaluation	84,249	42,680
Carried Forward	156,765	72,516

Cryptocurrencies were donated to the charity in a prior year and are re-measured at fair value as of the reporting date.

10. Debtors

	Group		Charity	
	2024 £	2023 £	2024 £	2023 £
Trade Debtors	2,089	6,601	2,089	6,601
Amount Owed By subsidiary	-	-	367,479	633,244
Prepayments	394,366	183,190	394,366	94,812
Accrued Income	333,520	330,137	327,667	411,173
Other Debtors	162,848	26,979	162,786	26,917
Taxes and social security costs	3,246	5,300	1,996	1,242
	896,069	552,207	1,256,383	1,173,989

11. Creditors – Amounts falling due within one year

	Group		Charity	
	2024 £	2023 £	2024 £	2023 £
Trade Creditors	99,531	90,906	98,712	90,906
Other Creditors	6,539	7,234	3,853	3,761
Accruals and grant commitments	186,529	40,933	179,328	35,932
Deferred income	-	-	-	-
	292,599	139,073	281,893	130,599

12. Movements in restricted funds

For the year ended 31 December 2024	01-Jan-24	Income	Expenditure	Transfers	31-Dec-24
Health, education and skills development	27,170	188,980	(330,160)	114,010	-
Widows and Orphans support	717	574,981	(602,215)	26,517	-
Qurbani	500,093	120,394	(288,930)	-	331,557
Emergency appeals	6,073,464	769,392	(1,293,433)	-	5,549,423
Bangladesh IDP Project	4,770	327,667	(161,546)	(170,891)	-
UNDP 217 Project	15,978	-	-	(15,978)	-
UNDP 301 Project	10,267	-	-	(10,267)	-
UNDP 318 Project	61,527	35,356	-	(96,883)	-
UN Women Project	107,613	15,808	(39,324)	(84,097)	-
UNDP Diyala Project	-	525,390	(305,960)	-	219,430
GIZ Project	147,464	11,420	(78,934)	-	79,950
IOM Yemen	-	11,672	-	-	11,672
UNDP SC-USAID-RPA-002-23	151,439	2,265,273	(2,313,669)	-	103,043
UNDP SC-SIDA-RPA-001-24	-	1,029,330	(991,990)		37,340
Jordan branch	155,852	2,264	40,477	-	198,593
Iraq branch	151,746	10,236	(323,184)	278,261	117,058
Yemen branch	39	-	- 230	-	- 191
	7,408,139	5,888,163	- 6,689,098	40,672	6,647,876

12. Movements in restricted funds (continued)

For the year ended 31 December 2023	01-Jan-23	Income	Expenditure	Transfers	31-Dec-23
Health, education and skills development	-	427,028	(399,858)		27,170
Widows and Orphans support	-	592,778	(592,061)		717
Qurbani	520,830	205,892	(226,629)		500,093
Emergency appeals	5,975,958	991,513	(894,007)		6,073,464
Bangladesh IDP Project	-	288,701	(283,931)		4,770
UNDP 217 Project	-	168,022	(152,044)		15,978
UNDP 301 Project	-	619,035	(608,768)		10,267
UNDP 318 Project	-	455,504	(393,977)		61,527
UN Women Project	-	175,047	(67,434)		107,613
UNDP Diyala Project	-	-	(11,937)	11,937	-
GIZ Project	-	171,339	(23,875)		147,464
IOM Yemen	-	6,982	(13,892)	6,910	-
UNDP SC-USAID-RPA-002-23	-	1,272,253	(1,120,814)		151,439
Jordan branch	180,870	6,919	(31,937)		155,852
Iraq branch	351,363	-	(199,617)		151,746
Yemen branch	-	39	-		39
	7,029,021	5,381,052	- 5,020,781	18,847	7,408,139

12. Movements in restricted funds (continued)

Restricted funds consist of unspent restricted grants and donations. The nature and application of the restricted funds are as follows:

Fund	Nature and application
Health, education and skills development	Provides support to beneficiaries with healthcare, such as immunisations. Also provides beneficiaries with sponsorship in educational and skills courses to help them become self-reliant.
Widow and orphan support	Provides orphans and vulnerable families with food, water, shelter, education and accommodation.
Qurbani	Facilitates the requirements of the donors where it is obligatory to perform Qurbani. The beneficiaries of this fund are in the poorer countries who will benefit the most.
Emergency appeals	This is intended to aid those beneficiaries who urgently require assistance such as victims of earthquakes, internally displaced people as a result of conflict etc.
Bangladesh IDP Project	Multi-sector assistance for displaced Rohingya refugees in Bangladesh.
UNDP217 Project	Provision of demand-driven vocational training for youth in Mosul, Iraq, in the construction and housing sectors informed by a rapid local market assessment.
UNDP301 Project	Provision for supporting livelihood through agriculture in Sinjar, Sinune and Al-Mahalabia, Ninawa – Iraq.
UNDP 318-22	Supporting a Resilient Economic Recovery by Strengthening the SMEs Sector in Anah, Anbar governorate -Iraq.
UNDP SC-USAID-PRA	Community Security and Integration Process
UN Women	For the empowerment of women.
UNDP Diyala	Supporting a Resilient Economic Recovery by strengthening Small and Medium Enterprises in Baqubah District, Diyala Governorate.
IOM - Yemen	Enhancing the Response Capacity of Humanitarian Actors in Aden Governorate through Prepositioning of Essential Relief Items in Aden
GIZ	Stabilisation Support in Iraq through Violence Prevention
Bangladesh IDP	Multi-sector assistance for displaced Rohingya refugees in Bangladesh.

13. Analysis of assets and liabilities between funds

Group - as at 31 December 2024	Unrestricted Funds £	Restricted Funds £	Total £
Tangible fixed assets	553,896	-	553,896
Investments	281,765	-	281,765
Current assets	(281,569)	6,647,875	6,366,307
Current liabilities	(292,599)	-	(292,599)
Total net assets	261,493	6,647,875	6,909,369

Group - as at 31 December 2023	Unrestricted Funds £	Restricted Funds £	Total £
Tangible fixed assets	590,279		590,279
Investments	197,516		197,516
Current assets	(807,837)	7,408,139	6,600,302
Current liabilities	(139,073)		(139,073)
Total net assets	(159,115)	7,408,139	7,249,024

Charity - as at 31 December 2024	Unrestricted Funds £	Restricted Funds £	Total £
Tangible fixed assets	537,901		537,901
Investments	281,766		281,766
Current assets	(276,281)	6,647,875	6,371,594
Current liabilities	(281,893)		-281,893
Total net assets	261,493	6,647,875	6,909,369

Charity - as at 31 December 2023	Unrestricted Funds £	Restricted Funds £	Total £
Tangible fixed assets	568,979		568,979
Investments	197,517		197,517
Current assets	(795,012)	7,408,139	6,613,127
Current liabilities	(130,599)		(130,599)
Total net assets	(159,115)	7,408,139	7,249,024

14. Operating commitments

At 31 December 2024, the charity and the group had outstanding commitments for future minimum lease payments under non-cancellable operating leases which fall due as follows:-

	The Charity and the Group	
	2024 £	2023 £
Due within 1 year	25,195	25,195
Due between 2 and 5 years	90,654	90,654
Due over 5 years	252,000	252,000
	367,849	367,849

15. Related party transactions

Property rent has been paid to a member of key management personnel during the year, totalling £12,000 (2023 - £12,000).

During the year, Human Relief Foundation ("HRF") conducted the following transactions with its subsidiary, Delta One Investments Limited ("Delta One"):

- Delta One made a gift aid donation under a deed of covenant to HRF of £36,777 (2023 -£55,756).
- At 31 December 2024, HRF was due £367,479 from Delta One (2023 - £633,244)

A number of HRF associated/affiliated charities and non-governmental operations (NGO's) are in operation throughout the world. These do not form part of the same group as HRF, however they do have some common management. HRF paid funds amounting to £280,713 (2023 - £271,892) during the year to these charities and NGO's to assist HRF to deliver/perform its charitable activities. At the year end, HRF had creditor balances totalling £3,380 (2023 - £140,565) owing to these charities/NGO's.

16. Reconciliation of net movements in funds to net cash flows from operating activities

	2024 £	2023 £
	-	-
Net movement in funds	339,655	268,738
Adjustments for:		
Depreciation charges	36,381	33,338
Interest received	(106,973)	(19,313)
Loss on disposal of fixed assets	-	573
Income tax	-	25,452
Finance costs		1,981
Unrealised (gain)/loss on investment	(84,249)	(42,681)
Movement in debtors	(343,862)	1,397,397
Movement in creditors	153,526	(424,073)
Net cash provided by operating activities	**(684,832)**	**703,936**

17. Analysis of changes in group net debt

The charity had no net debt during either the current or preceding year

18. Comparative charity only Statement of Financial Activities (including Income and Expenditure Account for the Year Ended 31 December 2023

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2023 £
Income from:				
Donations and non-performance grants		1,585,759	2,225,102	3,810,861
Income from charitable activities				
Grants receivable			3,155,950	3,155,950
Other income		5,230		5,230
Income from investments		20,044		20,044
Total income		1,611,033	5,381,052	6,992,085
Expenditure on:				
Raising funds		873,996		873,996
Charitable activities		1,399,046	5,020,781	6,419,827
Total expenditure		2,273,042	5,020,781	7,293,823
Net income and net movement in funds		(638,175)	379,118	(259,057)
Total funds brought forward		479,060	7,029,021	7,508,081
Total funds carried forward		(159,115)	7,408,139	7,249,024

19. Comparative Consolidated Statement of Financial Activities (including Income and Expenditure Account for the Year Ended 31 December 2023

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2023 £
Income from:				
Donations and non-performance grants		1,530,003	2,225,102	3,755,105
Other trading activities				
Retail - sale of donated goods		526,420	-	526,420
Income from charitable activities				
Grants receivable			3,155,950	3,155,950
Other income		5,230		5,230
Income from investments		20,044		20,044
Total income		2,081,697	5,381,052	7,462,749
Expenditure on:				
Raising funds		1,325,346		1,325,346
Charitable activities		1,399,046	5,020,781	6,419,827
Total expenditure		2,724,392	5,020,781	7,745,173
Net income and net movement in funds		(647,856)	379,118	(268,738)
Total funds brought forward		488,741	7,029,021	7,517,762
Total funds carried forward		(159,115)	7,408,139	7,249,024

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HUMAN RELIEF FOUNDATION

England & Wales - Charity number 1126281

Accounts

Registered Charity Number: 1126281
Company Number: 06195282
Scottish Charity Number: SC038671

Human Relief Foundation
(Company Limited by Guarantee)

Annual Report and Financial Statements

for the year ended 31 December 2023

Human Relief Foundation

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Human Relief Foundation

Charity Information

Trustees
Dr Haytham Al-Khaffaf (Chairman)
Mr Bara Abdul-Salam
Mr Mohanned Rahman
Mr Suhail Sharief
Mr Ayad Al-Rawi

Company Secretary
Mr Kassim Tokan

Registered charity number
1126281

Company number
06195282

Scottish charity number
SC038671

Principal and registered office
2 Claremont
Bradford
BD7 1BQ

Auditor
Azets Audit Services Limited
Triune Court
Monks Cross Drive
York
YO32 9GZ

Bankers
National Westminster Bank
699 Wilmslow Road
Manchester
M20 6NW

HSBC UK Bank PLC
47 Market Street
Bradford
BD1 1LW

Al Rayan Bank
44 Hans Crescent
Knightsbridge
London
SW1X 0LZ

Solicitors
Fieldings Porter Solicitors
Silverwell House
Bolton
BL1 1PT

Human Relief Foundation

Report of the Trustees for the year ended 31 December 2023

The Trustees are pleased to present their annual report together with the consolidated financial statements of the charity and its subsidiary for the year ended 31 December 2023, which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Articles of Association 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).

Mission and strategic objectives

Human Relief Foundation (HRF) is an International Non-Governmental Charitable Organisation. HRF seeks to promote sustainable economic and social development by working with local communities through relief and developmental programmes, supporting them to build a better life and find their own solutions to global problems. For over three decades HRF has been instrumental in helping to save lives and relieve human suffering in some of the poorest regions of the world.

We provide emergency relief and assistance to people caught up in extraordinary, life-threatening situations. Globally, HRF has permanent offices strategically located around the world (Bradford, Amman, Baghdad, Mosul, Aden, Accra, Islamabad, Erbil, Dhaka, Cox's Bazar, London, Glasgow and Birmingham), allowing us to actively provide global assistance whenever and wherever it is needed.

Our mission is to achieve lasting improvement in the quality of life of people, regardless of their gender, race, religion, class or political affiliation, by mobilising resources, building partnerships and developing local capacities to:

- Enable individuals, groups and communities to mitigate the effects of disaster and crisis, prepare for their occurrence and provide humanitarian relief and recovery;
- Assist the disadvantaged in becoming self-reliant by developing their own solutions to development challenges and creating sustainable livelihoods;
- Promote sustainable development and address the root causes of conflict through programmes that target education, shelter, water and sanitation, health and nutrition and humanitarian dialogue;
- Support the vulnerable, disadvantaged and marginalised and enable them to voice their needs; and
- Build local capacities.

The charity relies heavily on the generous donations it receives from fellow charities, individuals and other organisations.

The Trustees have considered the Charity Commission's guidance on public benefit.

This annual report details what we have achieved during the year to 31 December 2023.

Fundraising

The Charity has always applied the policy of fundraising through our own staff and volunteers and does not have any arrangements with commercial participators, professional fundraisers and third party organisations.

Fundraisers and volunteers are recruited primarily where the organisation has an office such as Bradford, London and Birmingham with the intention of raising funds for our charitable objectives.

Human Relief Foundation is a member of the Fundraising Regulator and in 2023 we received no complaints during the year under review.

Human Relief Foundation staff are trained in fundraising methods to ensure that the approach we apply when communicating with members of the public does not cause unnecessary intrusion on a person's privacy or place undue pressure on a person's money or property.

Report of the Trustees for the year ended 31 December 2023 (continued)

Achievements and performance

IRAQ

Iraq has entered a stage of economic and social recovery following the end of years of violent conflict brought on by ISIL/ISIS. This post-conflict period has seen a significant rise in the number of people making the decision to return to their areas of origin, the estimated total being almost 5 million. As of September 2022, 1.17 million people were categorised as Internally Displaced Persons (IDP). Reintegration analysis has found that a culmination of factors that include housing, land and property (HLP); safety, security and social relations; and access to livelihoods and economic security, all pose as barriers to IDPs and returnees during their attempts at reintegration. It was the consensus of international development agencies at the start of 2023 that a focus on reintegration was required in order to promote both social and economic stability and advance the development of the country. Reintegration efforts focusing on livelihood strengthening and Mental Health and Psychosocial Support were of particular importance in areas that were heavily impacted by the conflict.

Mental Health and Psychosocial Support Services (MHPSS)

HRF endeavours to advance in its areas of impact, this includes expanding the scope of work to include new networks and areas of focus. A key example of this is HRF's continuation and successful completion of the project "Community Security and Integration Process (CSIP-V)". Through this project HRF, with the support of UNDP, provided vocational and business management skills training, alongside the provision of MHPSS support, to enhance environmentally sustainable livelihoods and socio-economic reintegration. Following the conclusion of the project, business and Mentorship Support was provided to 1,000 beneficiaries (500 Discharged Volunteer Fighters and their family members, 500 Victims of ISIL), and MHPSS was provided to a total of 2,000 people, including the same 1,000. Additionally, renewable energy training had been provided to 1,000 beneficiaries including the support for mainstreaming renewable energy solutions in their business plans. The awareness raising was conducted at community level to raise the importance of renewable energy. Ultimately, the project positively impacted beneficiaries' livelihoods, mental health and psychosocial wellbeing. The provision of grant opportunities facilitated the growth of businesses, moreover, enhancing income generation. Additionally, through the project's intervention, target beneficiaries' mental health and psychosocial wellbeing showed significant improvement proceeding the project's finalisation.

Livelihoods

As part of HRF's goals to influence sustainable positive change to the lives of people in need, HRF Iraq has focused aspects of its attention to the livelihoods sector. In 2023 the country team, along with support from HQ staff, oversaw the continuation and successful completion of the project "Supporting Sustainable Livelihoods through Agriculture in Sinjar, Sinune and Al-Mahalabia, Ninawa". The primary focus of this project was the development of value chains in Sinjar, Sinuni and Muhalabiyah. This was achieved through community outreach, specifically aimed at youth and women, which allowed the project to select 200 individuals who would be provided opportunities for skills development in the fields of food processing and packaging. The project also improved active farmers' (200 individuals) knowledge around sustainable livestock management and business management, ultimately assisting with the creation of agribusiness plans, and offering grants to the best 150 proposals. This livelihood focus was sustained through the initiation of a new project, "Skills Development in the Construction - Housing Sector. Kirkuk Governorate, Iraq". The project aimed to provide demand-driven and sustainable employment opportunities for youth in Hawija in the construction and housing sectors through skills development informed by a rapid local market assessment and job placements with local employers.

Furthermore, HRF provided vocational training to over 300 trainees. The subjects included electrical repairs and maintenance, air conditioning maintenance, software and programming, photography skills, tailoring, event management, bakery and computer skills. The diverse subject range ensured participation from both genders allowing the trainees to pursue their newly acquired skills in areas suitable with the social norms of Iraq.

Report of the Trustees for the year ended 31 December 2023 (continued)

Achievements and performance (continued)

WASH
HRF's ongoing WASH projects oversaw the implementation of multiple safe water sources in various regions across Iraq. This included the water well which was dug in the Raduneea area near Al-Safwa Mosque. HRF observed the issue of water scarcity, resulting from a lack of an appropriate water network in the area. Installing the water well near the mosque, assisted 75 families who are residents of the local village. HRF continued in its WASH projects via water well drilling in governorates across Iraq. To do so, HRF began collecting donations for drilling wells in Iraq. These donations were collected and used to dig wells in Anbar, where 5 wells were drilled in the city, bringing safe drinking water to an estimated 900 families.

Food Security
During Ramadan, over 15,000 benefitted from food items and for Qurbani, we were able to provide meat to over 9,000 individuals.

Education
HRF implemented the school bag and stationery project for orphans and those in need in schools, as well as what was referred to as the 'second meal' initiative. After the initial distribution of the first school meal bags which did not include orphaned children, HRF appealed to several schools to include their orphaned students in this initiative. The Director-General agreed to this plan and HRF began distributing a second round of the school bags, with the addition of stationery with each bag in Anah. This reached an estimated 400 orphaned children.

Orphan sponsorship
HRF has been running orphan sponsorships internationally for many years. In Iraq, throughout 2023, over 200 orphans and vulnerable families were sponsored.

Non-Food items (NFI's)
During the year, over 3,000 individuals benefitted from our Winterisation project, receiving many items of clothing, blankets and other NFIs to keep them warm over the winter months.

Humanitarian Assistance
As part of HRF's annual Ramadan Projects, Ramadan baskets were distributed to 100 families in need. Additionally, HRF's Eid Project organised the distribution of clothes to children, women and men in the camps in Amiriyat Al-Fallujah and Al-Latifiya, as well as families in Salah al-Din (Yathrib) and in Anbar (Karma). The combined outreach of both distributions reached a total of 1,000 families.

Health
HRF, in cooperation with philanthropists, provided treatment to cancer patients and those suffering from chronic diseases. Reaching 30 families in total from impoverished communities.

<u>YEMEN</u>

The protracted conflict in Yemen has led the country into a state of complex protection issues. These issues are characterised by high numbers of civilian casualties, protracted large scale displacement, marginalisation, and discriminatory norms. Leading many of the country's citizens to rely on negative coping mechanisms, examples of which include child marriage. The significant length of time in which the country has been under this strain has led to the severe deterioration of economic conditions, as well as the collapse of both civilian infrastructure and basic services. The recommendations for approaching aiding Yemen's humanitarian situation as outlined by UN OCHA, highlight a need for interventions in the following sectors, Camp Coordination and Camp Management; Education; Food Security and Agriculture; Health; Nutrition; Protection; Shelter and Non-Food Items; and Water Sanitation Hygiene.

Achievements and performance (continued)

Humanitarian Assistance
HRF's internally funded projects oversaw the implementation of different forms of humanitarian intervention during Ramadan; including the provision of food supplies to vulnerable families, which supported both the nutritional and health of these families, moreover improving their quality of life. Additionally, HRF's Qurbani project targeted improving nutrition for poor and beneficiary families who were unable to buy meat due to their economic and financial situation, ultimately reaching 2,800 individuals. The beneficiaries of this project resided in the governorates Aden, Lahj, Abyn, Hadramout and Taiez households were IDPs and vulnerable members of the host community.

HRF Yemen is pleased to report the successful completion of the "Enhancing the Response Capacity of Humanitarian Actors in Aden Governorate through Prepositioning of Essential Relief Items in Aden", implemented with support from IOM. The project achieved all pre-established activities and goals, namely the project outcome "Outcome 1: emergency relief items are dispatched to partners on a timely basis" and its corresponding "Output 1.1: Emergency relief items are prepositioned". To do so the HRF team managed the operational and administrative aspects of a Warehouse in Yemen's Aden governorate. The warehouse served as a facility for IOM to store and dispatch emergency relief items including non-food items (NFI), enhanced emergency shelter kits (EESKs) and hygiene kits. Upon the project's conclusion a total of 147,711 items deployed and 69,698 were received during implementation. HRF's field team upheld a meticulous standard of organisation and ensured all items were properly organised to avoid any loss or damages and stored in a safe and secure environment. Those achievements have contributed to the project objective concerning the delivery of a timely response to the emergency needs of conflict and crises affected persons.

<u>PAKISTAN</u>

Pakistan's vulnerability to natural disasters has resulted in devastating humanitarian consequences. Flooding is a prominent challenge faced by communities. In the 2023 monsoon season, heavy rains caused the overflow of rivers leading to the loss of lives and infrastructure. The country is also at risk of earthquakes, and in March 2023 Pakistan, specifically the region of Khyber Pakhtunkhwa, felt the aftershocks of the 6.8 magnitude earthquake that struck Afghanistan. This vulnerability to natural disasters compounds the pre-existing challenges faced by Pakistan regarding Water, Sanitation and Hygiene (WASH) and Food Security. The strain experienced by local communities, is evidenced by the acute child malnutrition, the recognised drivers of which are poor maternal nutrition, deficient sanitation and hygiene facilities and practices, inadequate childcare and feeding practices, food prices inflation, food insecurity and limited access to essential nutrition services and nutritious diets. As the leading implementing agency UNICEF appealed for humanitarian and development assistance to concentrate on the following sectors WASH; Heath; Nutrition; Education; Child Protection; Prevention of Sexual Exploitation and Abuse (PSEA); Social and Behaviour Change, Community Engagement and Accountability; Disaster Risk Reduction/Winterization.

Livelihood
The Skill Development and Livelihood Programme implemented by HRF, with assistance from Institute of Skill Development Mansehra, is an ongoing initiative with the goal of providing key livelihood skills to women and girls. The programme's outcome focuses on supporting employability and income generation with the goal of having a sustained positive impact on the quality of life of families currently faced with limited livelihood opportunities. In 2023, the programme successfully trained 100 Trainees and an estimated 700 families benefited from the programme's impact.

Report of the Trustees for the year ended 31 December 2023 (continued)

Achievements and performance (continued)

WASH
HRF Pakistan worked throughout 2023 to install clean water systems across areas with high numbers of vulnerable communities. Including 60 communal hand pumps (Afridev), targeting the vulnerable communities in the areas of Tharparkhar and Umerkot. And 19 household-level small hand pumps (Shallow) for the vulnerable communities in Rajanpur and Mardan. These WASH projects extended to solar-powered water well initiatives, with HRF installing one solar-powered pump in the water-deficient villages of Tharparkhar to provide clean drinking water to those in need. Prior to the installation of the solar pumps, community members had no access to clean drinking water and were forced to travel long distances to fetch clean drinking water, or they were compelled to use unsafe drinking water.

Food Security
Throughout Ramadan 2023 HRF collaborated with a number of charitable organisations. This included: UHR though which distributed 350 food parcels in underdeveloped and flood-affected districts in Sindh (i.e. Shikarpur and Dadu), benefiting an estimated 2,450 individuals; Sind Development Organization (SDO) who's field team distributed food parcels to 346 families (2,422 individuals); and Abu- Yasein Foundation-UK, through which 20 food parcels were distributed in Shikarpur Sindh, benefiting 140 individuals. HRF's private donors also allowed for the distribution of 35 food parcels to families in need in the district of Rajanpur, Punjab, Pakistan, benefiting 250 individuals. As part of HRF's Iftar projects HRF collaboured again with the Abu Yasein Foundation and through its field team to provide Iftar meals to 100 individuals, and distribute 100 food baskets in the district Rajanpur, benefitting an estimated 700 individuals. Additionally, HRF in collaboration with Gift of Kindness, provided cooked food to 200 families in need in the district of Mardan, benefiting 1,400 individuals. Furthermore, HRF's food security projects included the Qurbani project, in which 250 parcels of fresh meat of Qurbani were distributed amongst the most marginalised and flood-affected families in the district of Rajanpur, Punjab. Reaching 250 families and an estimated 1,750 individuals.

Orphan sponsorship
Under the HRF Orphan Sponsorship Programme, cash grants are transferred quarterly to the registered orphans' accounts. Cash grants have been transferred to a total of 60 orphans registered under the Orphan Sponsorship Programme.

<u>BANGLADESH</u>

By December 2023 Bangladesh was host to approximately 971,904 Rohingya refugees from Myanmar in 33 camps in Cox's Bazar District and Bhasan Char of Noakhali District, 51% of them children. Despite the efforts of the Bangladeshi government, these camps are severely overcrowded and pose many challenges to the Refugees, including their limited access to education, protection, food, water, shelter and health services. Women and children are particularly at risk of the consequences of these challenges, such as increased risk of mortality, morbidity and protection violations. UN agencies have issued a call for humanitarian assistance to provide essential services to the Refugee population, as well as the Bangladeshi host community.

Humanitarian Assistance
HRF has been a proud lead actor in the implementation of the project "Multi-Sector Assistance for Displaced Rohingya Refugees in Bangladesh" (funded by Islamic Development Bank) which began implementation in 2020. The project assists Rohingya communities, but specifically targets the Refugee and Host community located in Bangladesh's eight sub-districts (Upazila) of Cox's Bazar District. It is oriented towards addressing the three key thematic challenges faced by the Rohingya communities in Kutupalong; urgent and immediate needs, socio-economic development, and environmental sustainability. The project combines a number of different outputs to provide comprehensive support for vulnerable Rohingya communities in Bangladesh.

Report of the Trustees for the year ended 31 December 2023 (continued)

Achievements and performance (continued)

As part of HRF's work with the Refugee community, HRF is actively implementing programmes targeting the betterment of individuals' quality of life within the camps. For example, 100% of enrolled children in Camp 16 received comprehensive school supplies, resulting in increased access to education and enhanced learning experience. HRF remains committed to addressing the need and seeking continued support for long-term educational empowerment. HRF's work in the Refugee camps also extends to fire response. Following a devastating fire in Camp 11, HRF rebuilt 2,000 shelters, allowing many families to return home.

The support provided by HRF's generous individual private donors has allowed for the implementation of multiple forms of humanitarian assistance including HRF's Winter Support Programme. The Winter Support Programme targeted 2,400 individuals across eight districts and provided them with warm blankets, to help improve their well-being during the winter months. Private donor support also funded the Flood Response Programme and allowed HRF to mobilise resources to deliver emergency relief to flood-ravaged villages, ensuring families did not go hungry.

Food Security
HRF's Qurbani Programme arranged for 4,460 underprivileged individuals across eight districts to receive sacrificial meat according to Islamic guidelines, focusing on marginalised communities. HRF France, HRF UK, and other donors contributed to the programme's success. Similar food assistance was provided as part of the Ramadan Food Support Programme, through which 450 families received essential food assistance during the month of Ramadan.

Orphan Sponsorship
As part of HRF's long standing Orphan Support Programme 100 vulnerable children in Cox's Bazar received comprehensive monthly support, including food, clothing, education, and hygiene items. HRF aims to secure more funding and transform it into a long-term initiative with lasting impact.

Health
HRF's Health Post in Cox's Bazar served over 13,800 Rohingya and host community members, providing comprehensive care like vaccinations, mental health support, and chronic disease management. Beyond medical services, the programme empowered communities through health education, hygiene promotion, and sensitization activities, fostering long-term well-being and a healthier future.

Shelter
Throughout 2023 HRF Bangladesh repaired shelters for 176 households and constructed new shelters for vulnerable Rohingya and host community members, ensuring equitable access to safe housing. The programme emphasised long-term sustainability through proactive shelter condition assessments.

Livelihoods
As part of an ongoing effort to enhance the livelihoods of vulnerable communities, HRF Bangladesh implemented a 'Sewing Programme'. This programme was designed to target the development of the livelihoods of impoverished women. Following its implementation the programme was seen to have brought back some comfort into the lives of the female beneficiaries.

WASH
The Water Programme implemented during 2023, saw the installation of 22 tube wells in the Pabna District, providing clean and safe drinking water to 110 families and 550 individuals. The project also focused on building awareness about water safety, hygiene practices, and tube healthy maintenance for long-term sustainability.

Report of the Trustees for the year ended 31 December 2023 (continued)

Achievements and performance (continued)

JORDAN

Hosting approximately 730,000 Syrian Refugees Jordan's humanitarian situation is under significant strain. The protracted nature of the Syrian conflict has left many Refugees in a suspended state of limbo, with many faced to endure the uncertainty alongside challenges posed to their health, education and economic prospects. In order to support these communities, the Jordanian Government, with the support of UN Agencies and the wider international community, began implementing projects and schemes aimed at providing support to Refugees.

Humanitarian Assistance
HRF understands the impact of cash assistance on impoverished families. This is why HRF worked to provide financial support to families in need through the form of cash grants or payments towards a commitment such as rent, electricity and water bills. These cash initiatives reached 455 families. HRF's humanitarian assistance also supported the Hope Center project in Zaatari camp. The project provides physical therapy to Syrian refugees who have been affected by the war in Syria. Through this work HRF reached 400 patients. Additionally, as part of HRF's home restoration project the construction of an apartment to accommodate the number of families was completed, alongside the renovation of houses in danger of collapse.

Orphan Sponsorship
Under the HRF Orphan Sponsorship Programme, cash grants are transferred quarterly to the registered orphans' accounts. Cash grants have been transferred to a total of 481 orphans registered under the Orphan Sponsorship Programme.

Food Security
Through various food security initiatives HRF's Jordan team provided support to vulnerable communities in the region. This included the distribution of basic foodstuffs to 1,793 impoverished families in the form of parcels, and the distribution of slaughtered sacrificial meat inside Jordan to 43 family`s via HRF's 2023 Qurbani project.

Health
HRF assisted 3 families through the provision of medicine and by covering the cost of medical examinations, treatment, and some minor surgeries.

GHANA

Due to its proximity to the ongoing crisis in the central Sahel countries (Burkina Faso, Mali and the Niger) Ghana is facing the constant threat of a spillover from the conflict, causing instability in the northern region of the country. In addition to this, humanitarian agencies and international actors monitored the human rights situation in Ghana throughout 2023 and found there to be serious human rights violations. A 2023 investigation published by the US Department of State highlighted multiple credible reports of cruel, inhuman, or degrading treatment or punishment by or on behalf of the government, as well as serious restrictions on freedom of expression and media freedom. Reports also indicated significant threats faced by marginalised groups such as women, children, persons with disabilities, and members of the LGBTQ+ community. Humanitarian organisations, such as Amnesty International, called on the implementation of initiatives that would focus on providing support to marginalised groups.

Report of the Trustees for the year ended 31 December 2023 (continued)

Achievements and performance (continued)

WASH
HRF's WASH initiatives saw to the installation of 53 Basic Water Wells and 6 Boreholes / Electric Water Well. The combined impact of both of these forms of wells reached an estimated 2,755 families. By providing water wells, these families not alone ensured they had access to clean water but also in turn added to their lives a leading step to improved health, social welfare and economic well-being. Towards the development of our Clean Water program, each project goes forward with the provision of water with the longer term in mind.

Education
HRF is dedicated to providing communities in need with education based assistance projects in Ghana. These projects aim to foster values of respect, trust, participation and ownership amongst the community members. In 2023, HRF in partnership with Group of Good deeds, constructed a school complex at Krofufrom in the Western region of Ghana. Teachers were also supported at Sahar Educational Complex in Dungu, Tamale and as Expansion works on Ibadullah Education Complex in the Northern Region of Ghana. Benefitting a total of 200 pupils and 12 teachers.

Community Maintenance
As part of HRF's goal to rehabilitate and develop local Mosques, in order to provide a suitable place to pray and perform worship, while also providing a suitable place to perform religious lessons. HRF's team in Ghana conducted maintenance works at The People's Masjid, as well as the construction of 4 Mosques, each or which is estimated to have benefited 150 people.

Seasonal Projects
Through HRF's annual Cows of Qurbani Project, Sadaqa Project, and Ramadan Project, HRF supported the food security of local communities. This involved the delivery of Ramadan Food Packages containing essential food items, the provision of 400 Iftar meals to 400 vulnerable people, and 780 beneficiaries receiving Qurbani meat packages.

Orphan Sponsorship
Under the HRF Orphan Sponsorship Programme, cash grants were transferred quarterly to the registered orphans' accounts. A total of 8 orphans registered under the Orphan Sponsorship Programme received transfers of the cash grants.

UKRAINE

On 24 February 2022, the Russian Federation launched an illegal invasion of Ukraine. The geographical and political landscape of the invasion underwent shifts throughout 2022 and 2023 and in response to the steadily increasing number of people in need of humanitarian assistance and the shifting accessibility of various regions, humanitarian actors entered the country. HRF, recognising this need, began its process of registration in Ukraine and was officially registered in 2023. With this registration, HRF became eligible to conduct its work in-country and allowed for the programmes team to begin the process of finding suitable projects that align with the goals, objectives, and capability of HRF. Through a process of partner mapping HRF successfully partnered with the Ukrainian organisation Angels of Salvation (AoS). In partnership with AoS, HRF implemented a project aimed at supporting the civilian population in Ukraine's Donetsk region. The support aimed to strengthen food security by purchasing and distributing 167 Family Food Packages to 167 people currently living in the region.

Our volunteers

The charity gratefully accepts the help of its 25 volunteers who help the charity to raise funds by working in its shops. Without the commitment of these individuals the contribution made by the sale of donated goods could not be achieved.

Report of the Trustees for the year ended 31 December 2023 (continued)

Our volunteers (continued)

Volunteers undertake a variety of roles within retail fundraising including collecting donated goods, sorting and merchandising as well as staffing our 6 retail outlets. The time donated by volunteers amounts to the equivalent of 20 (2022: 20) full time equivalent staff.

Financial review

The trustees are satisfied with the financial performance of the charitable group for the year ended 31 December 2023.

The results on the consolidated statement of financial activities show a deficit of £282,424, compared to a surplus of £953,031 in the previous financial year.

The trustees would like to see an increase in funding received from institutional donors and voluntary income. The trustees believe that now is the right time to increase its fundraising activities as the economy has recovered from the pandemic as the environment has returned to normality with the restrictions lifted. Overall, the trustees are satisfied with the performance of the organisation given the exceptionally tough trading conditions and an increase in competition.

The trading subsidiary company, Delta One Investments Limited, continues to sell donated goods and the trustees are pleased with its contribution to the funding of the charity.

The trustees are satisfied that the group's assets are available and adequate to fulfil its obligations for the foreseeable future.

Reserves policy

In assessing the appropriate level of reserves to be maintained by the group, the trustees take historic and forecast levels of income and expenditure and their volatility into account. This has resulted in a current policy of maintaining the level of free reserves in the range of 3 to 6 months forward expenditure. The Board reviews the policy on reserves annually.

The current level of funds held by the charity at the year-end amounted to £7,249,024 (2022 - £7,517,762) and included restricted funds of £7,408,139 (2022 - £7,029,021). After deducting restricted funds and fixed assets, including the investment property, the Group had a deficit of free reserves of £946,910 (2022 - £261,842 deficit). Given the deficit of free reserves the current policy is not met in the current or preceding year. The board is working on plans to strengthen the free reserves of the charity to meet future requirements.

Plans for future periods

The Trustees hope to increase the organisation's humanitarian activities in Yemen as well as expanding operations in all current international field offices. Domestically within the UK, the Board plans to do more community charitable projects and intends to increase the number of charity shops in London.

Reference and administrative details

For reference and administrative details please see Charity Information on page 1.

Report of the Trustees for the year ended 31 December 2023 (continued)

Structure, Governance and Management

The Directors of the Charitable Company are its Trustees for the purposes of charity law. The Trustees and Officers serving during the year and since the year end were as follows:

Dr Haytham Al-Khaffaf (Chairman)
Mr Bara Abdul-Salam
Mr Mohanned Rahman
Mr Suhail Sharief
Mr Ayad Al-Rawi

Company Secretary - Mr Kassim Tokan

The Senior Management Team takes day to day responsibility for operational management of the Charity. During the year the Senior Management Team comprised the following key individuals:

Dr Nabeel Ramadhani – Chief Executive Officer/President
Mr Kassim Tokan - Deputy Chief Executive Officer
Mr Mohammed Rahman – Head of International Programmes
Mr Naeem Amza – Accountant

Constitution

Human Relief Foundation is a company limited by guarantee, governed by its articles of association which have not been amended since incorporation on 30 March 2007. The charity registered with the Charity Commission on 14 October 2008 after receiving a gift in kind upon the dissolution of its predecessor charity also named Human Relief Foundation. The liability of members is limited to £1 per member.

The charity has a trading subsidiary, Delta One Investments Limited, a company limited by shares, registered company number 07461733.

Appointment of Trustees

The Board of Trustees consists of local people that collectively have the skills, expertise and experience to ensure that the Charity is managed effectively.

Where a vacancy arises, a new trustee is appointed only by the passing of a resolution of the Board of Trustees.

Trustee induction and training

Trustees are inducted by the Board approving their applications, having regard to their potential contribution towards the Charity's objectives and the need for a broad range of experience amongst Trustees. Once appointed, new Trustees are briefed and given a training handbook. In some cases, it may be mutually agreed that a formal course will be beneficial; the Charity will arrange formal tuition with NCVO or other provider as appropriate.

Organisation

The Board of Trustees administers the Group. The Board normally meets 4 times per year, covering matters pertaining to finance, investment, governance, human resources, fundraising, public relations and retail.

The Board of Trustees includes a range of individuals with the appropriate knowledge and experience. External advisors may be engaged, be they paid or voluntary, where the Board deem it necessary to support them in their role.

Report of the Trustees for the year ended 31 December 2023 (continued)

Organisation (continued)

A President and Senior Management Team are appointed by the Trustees to manage the day-to-day operations of the Charity. To facilitate effective operations the President and the Senior Management Team under the direction of the President have delegated authority for operational matters.

Related parties and co-operation with other organisations

None of our Trustees receive remuneration or other benefit from their work with the Group. Any connection between a Trustee or member of the Senior Management Team, a supplier, funder, supporter, organisation working collaboratively with, or beneficiary of the Group must be disclosed to the Board of Trustees in the same way as any other contractual relationship with a related party.

The work of the Charity is internationally recognised and in April 2003 Special Consultative Status with the Economic and Social Council of the United Nations was granted. HRF is a signatory of the Code of Conduct for the International Red Cross and Red Crescent Societies and has a partnership agreement with the European Commission Humanitarian Aid (ECHO). It is also a member of the British Overseas National Development Forum (BOND).

The Charity's wholly-owned subsidiary company, Delta One Investments Limited, trades on the Charity's behalf to generate income from the sale of donated goods in its charity shops.

Pay policy for senior staff

The pay of the President and Senior Management Team is reviewed annually and is normally increased in line with inflation and comparable roles within the sector.

Principal risks and uncertainties

The Trustees have identified resources and established review systems to manage organisational risk.

The Trustees maintain a risk register of the risks faced by the Charity and its subsidiary that is reviewed at least annually. The risk register records the risks that may arise in each area of the Charity's operations, along with the policies, systems and procedures in place to mitigate them. Risks are identified, assessed, and scored according to their likelihood and impact. Appropriate steps are then taken to mitigate them in day-to-day operations.

The principal risks and uncertainties faced by the Group at the time of writing are as follows:

- Increase in competition where a growing number of charities are seeking funds from the same donors.
- Compliance requirements with relevant laws and regulations.
- Foreign exchange risk.
- Safeguarding assets against unauthorised use.
- The continued ability to transfer funds to certain jurisdictions.

Human Relief Foundation

Report of the Trustees for the year ended 31 December 2023 (continued)

Statement as to disclosure to our auditor

In so far as the Trustees are aware at the time of approving our Trustees' annual report:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the group's auditor is unaware, and
- the Trustees, having made enquiries of fellow directors and the group's auditor that they ought to have individually taken, have each taken all steps that he/she is obliged to take as a director in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditor

Azets Audit Services Limited have indicated their willingness to be reappointed as auditor.

The Trustees' Report was approved by the Board of Trustees and signed on its behalf by:



Mr Mohanned Rahman
Trustee
Date: 20/12/2024

Human Relief Foundation

Trustees' responsibilities in relation to the financial statements

The Trustees are responsible for preparing a Trustees' Annual Report and Financial Statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable company and the group for that period. In preparing the financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue to operate.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and the group and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

Human Relief Foundation

Independent Auditor's Report to the Members of Human Relief Foundation

Opinion
We have audited the financial statements of Human Relief Foundation ('the charitable company') and its subsidiary ('the group') for the year ended 31 December 2023 which comprise of the consolidated and charity statement of financial activities, the group and charity balance sheets, the consolidated statement of cash flows and the related notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and charitable company's affairs as at 31 December 2023 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Basis for opinion
We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern
In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's or the group's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information
The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Independent Auditor's Report to the Members of Human Relief Foundation (continued)

Opinions on other matters prescribed by the Companies Act 2006
In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the strategic report and the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the strategic report and the directors' report) has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception
In the light of the knowledge and understanding of the group and charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' annual report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and Charities Accounts (Scotland) Regulations 2006 (as amended) require us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us;
- the financial statements are not in agreement with the accounting records and returns;
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees
As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements
We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and in accordance with the Acts and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Independent Auditor's Report to the Members of Human Relief Foundation (continued)

Extent to which the audit was considered capable of identifying irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the company through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias;
- Performing audit work over the timing and recognition of revenue and in particular whether it has been recorded in the correct accounting period; and
- Considering whether any restrictions on income are properly identified and that expenditure allocated to restricted income is appropriate.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Human Relief Foundation

Independent Auditor's Report to the Members of Human Relief Foundation (continued)

Use of our report
This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members and trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company, the charitable company's members as a body and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Alan Sidebottom

Alan Sidebottom
Senior Statutory Auditor

Date: 20/12/2024

For and on behalf of Azets Audit Services Limited
Statutory Auditor

Triune Court
Monks Cross Drive
York
YO32 9GZ

Human Relief Foundation

Charity only Statement of Financial Activities (including Income and Expenditure Account) for the year ended 31 December 2023

	Notes	Unrestricted funds £	Restricted funds £	2023 Total £	Restated 2022 Total £
Income from:					
Donations and non-performance grants	**3**	1,585,759	2,225,102	3,810,861	6,422,388
Income from charitable activities					
Grants receivable	**3**	-	3,155,950	3,155,950	7,052,067
Other income	**3**	5,230	-	5,230	6,430
Income from investments	**3**	20,044	-	20,044	701
Total income		1,611,033	5,381,052	6,992,085	13,481,586
Expenditure on:					
Raising funds	**4**	873,996	-	873,996	918,006
Charitable activities	**4**	1,399,046	5,020,781	6,419,827	11,618,054
Total expenditure		2,273,042	5,020,781	7,293,823	12,536,060
Net income/(expenditure)		(662,009)	360,271	(301,738)	945,526
Transfers between funds		(18,847)	18,847	-	-
Other recognised gains/(losses)					
Unrecognised gain on investment		42,681	-	42,681	-
Net movement in funds	**5**	(638,175)	379,118	(259,057)	945,526
Total funds brought forward		479,060	7,029,021	7,508,081	6,562,555
Total funds carried forward	**12, 13**	(159,115)	7,408,139	7,249,024	7,508,081

The Statement of Financial Activities complies with the requirements for an income and expenditure account under the Companies Act 2006 and includes all gains and losses recognised in the year.

The results for the year all relate to continuing operations.

A fully detailed charity only Statement of Financial Activities for the year ended 31 December 2022 is shown at note 18.

Human Relief Foundation

Consolidated Statement of Financial Activities (including Income and Expenditure Account) for the year ended 31 December 2023

	Notes	Unrestricted funds £	Restricted funds £	2023 Total £	Restated 2022 Total £
Income from:					
Donations and non-performance grants	**3**	1,530,003	2,225,102	3,755,105	6,351,790
Other trading activities					
Retail - sale of donated goods		526,420	-	526,420	482,728
Income from charitable activities					
Grants receivable	**3**	-	3,155,950	3,155,950	7,052,067
Other income	**3**	5,230	-	5,230	6,430
Income from investments	**3**	20,044	-	20,044	701
Total income		2,081,697	5,381,052	7,462,749	13,893,716
Expenditure on:					
Raising funds	**4**	1,325,346	-	1,325,346	1,322,631
Charitable activities	**4**	1,399,046	5,020,781	6,419,827	11,618,054
Total expenditure		2,724,392	5,020,781	7,745,173	12,940,685
Net income/(expenditure)	**5**	(642,695)	360,271	(282,424)	953,031
Transfers between funds		(18,847)	18,847	-	-
Other recognised gains/(losses)					
Unrecognised gain on investment		42,681	-	42,681	-
Taxation and interest (in subsidiary)	**9**	(28,995)	-	(28,995)	-
Net movement in funds		(647,856)	379,118	(268,738)	953,031
Total funds brought forward		488,741	7,029,021	7,517,762	6,564,731
Total funds carried forward	**12, 13**	(159,115)	7,408,139	7,249,024	7,517,762

The Statement of Financial Activities complies with the requirements for an income and expenditure account under the Companies Act 2006 and includes all gains and losses recognised in the year.

The results for the year all relate to continuing operations.

A fully detailed Consolidated Statement of Financial Activities for the year ended 31 December 2022 is shown in note 19.

Human Relief Foundation

Balance Sheets as at 31 December 2023

		Group		Charity	
		2023	2022 Restated	2023	2022 Restated
	Notes	£	£	£	£
Fixed assets					
Tangible assets	**8**	590,279	595,747	568,979	588,472
Investment properties	**9**	125,000	125,000	125,000	125,000
Investments - Subsidiary	**9**	-	-	1	1
Investments - Bitcoin	**9a**	72,516	29,836	72,516	29,836
		787,795	750,583	766,496	743,309
Current assets					
Debtors	**10**	552,207	1,949,604	1,173,989	2,508,047
Cash at bank and in hand		6,048,095	5,380,722	5,439,138	4,809,903
		6,600,302	7,330,326	6,613,127	7,317,950
Creditors: Amounts falling due within one year	**11**	(139,073)	(563,147)	(130,599)	(553,178)
Net current assets		6,461,229	6,767,179	6,482,528	6,764,772
Total assets less current liabilities		7,249,024	7,517,762	7,249,024	7,508,081
Funds of the charity					
Unrestricted funds		(159,115)	488,741	(159,115)	479,060
Restricted funds	**12**	7,408,139	7,029,021	7,408,139	7,029,021
Total funds	**13**	7,249,024	7,517,762	7,249,024	7,508,081

The notes on pages 23 to 46 form part of these financial statements.

The financial statements were approved by the board on 20/12/2024 and signed on its behalf by:

Mr Mohanned Rahman
Trustee

Company registration number: 06195282

Human Relief Foundation

Consolidated Statement of Cash Flows for the year ended 31 December 2023

	Notes	2023 £	2022 As restated £
Cash generated from operations	**16**	703,936	78,346
Interest paid		(1,981)	-
Income taxes paid		(25,452)	-
Net cash provided by operating activities		676,503	78,346
Cash flows from investing activities			
Purchase of property, plant and equipment		(28,443)	(14,904)
Bank interest received		19,313	701
Net cash used in investing activities		(9,130)	(14,203)
Increase in cash and cash equivalents in the year		667,373	64,143
Cash and cash equivalents at the beginning of the year		5,380,722	5,316,579
Total cash and cash equivalents at the end of the year		6,048,095	5,380,722

Human Relief Foundation

Notes to the Consolidated Financial Statements for the year ended 31 December 2023

1. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

Company information

The Charity is limited by guarantee, with the liability of members limited to £1 per member. The charity is registered in England and Wales with the Charity Commission and in Scotland with the Scottish Charity Regulator. The registered office is 2-4 Claremont, Bradford, BD7 1BQ.

If, upon winding up or dissolution of the charity, there remain any assets after satisfying all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having objectives similar to the charity.

1.1 Accounting convention

The financial statements have been prepared on a going concern basis in accordance with 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) ("Charities SORP (FRS 102)"), the Financial Reporting Standard applicable in the UK and Ireland (FRS 102), the Companies Act 2006, the Charities Act 2011 and the Charities Accounts (Scotland) Regulations 2006.

Human Relief Foundation meets the definition of a public benefit entity under FRS 102.

Assets and liabilities are initially recognised at cost or transaction value unless otherwise stated in the relevant accounting policy notes.

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 £1.

On the grounds that the charitable company's results are consolidated into the charitable company's group accounts the charitable company has taken advantage of certain exemptions conferred by section 1.11 of FRS 102 as follows:

- Exemption from presenting a charitable company statement of cash flows as a primary statement to the financial statements.

1.2 Going concern

The Trustees recognise that the charity has negative unrestricted funds but positive funds overall. Measures were put in place late 2023 to try and alter the balance between restricted and unrestricted donations and the Trustees recognise that further actions need to be taken, which will be done early 2025. Given the charity has a successful track record of fundraising, the Trustees anticipate that the charity will be able to generate the additional unrestricted funds necessary to reverse the negative unrestricted position but that this will be through 2025.

Given the above and the expected level of income and expenditure for 12 months from the authorisation of these financial statements, together with the overall level of reserves and cash at bank, the Trustees believe they will have sufficient resources to meet the charitable company's and group's requirements. Accordingly, the financial statements have been prepared on a going concern basis.

1.3 Basis of consolidation

The financial statements consolidate the results of the charity and its wholly owned subsidiary, Delta One Investments Limited, on a line by line basis.

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

1.4 Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attaching to the item(s) have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from grants is recognised when the charity has entitlement to the funds, any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. Where grant income has been received, but the charity has not met the conditions to become entitled to the income, an income deferral is made.

Donated goods and services

Donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity, which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is recognised in expenditure in the period of receipt.

Income from goods donated for sale in the charity's shops is recognised at the point of sale. As a result of the high volume of low value donated goods received, the cost of recognising these items at fair value on receipt would outweigh the benefit of recognising them in the accounts.

In accordance with the Charities SORP (FRS 102), the value of volunteer time is not recognised in the financial statements.

Investment income

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

Rents from investment properties are included when they are receivable by the charity.

1.5 Fund accounting

Unrestricted funds are funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for a particular purpose. Where no on-going restriction remains and all original conditions and restrictions have been met in relation to the original grant or donation, funds are transferred to general funds. The purpose and use of the restricted funds is set out in note 12.

1.6 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings, they have been apportioned on a basis consistent with the use of the resources.

The cost of raising funds includes fundraising event costs, direct campaigns, general information and public relation costs and their associated support costs.

Expenditure on charitable activities relates to expenditure in furtherance of the charity's objects, including grants awarded and associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which expenditure was incurred.

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

Allocation of support costs
Support costs are those functions that assist the work of the charity and include administration, finance, human resources, information systems and governance costs. These costs have been allocated between the costs of raising funds and expenditure on charitable activities on the basis set out in note 4.

1.7 Operating leases
Rentals payable under operating leases, including any lease incentives received, are charged to the statement of financial activities on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

1.8 Staff costs
The costs of short-term employee benefits are recognised as a liability and an expense where settlement of obligations does not fall within the same period.

Employee severance pay is recognised within the accounts, on an accruals basis, in the year in which the employee left the organisation.

1.9 Investments
Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently, it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the Statement of Financial Activities.

Investments in subsidiaries are stated at cost and the trustees review the carrying value annually for indications of impairment.

Investments in Bitcoin are carried at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the Statement of Financial Activities.

1.10 Tangible fixed assets
Fixed assets are included on a historical cost basis. It is a policy of the trustees that individual items with a cost below £500 are not capitalised.

Depreciation is provided at the following rates and bases to write off the cost of tangible fixed assets over their estimated useful lives by annual instalments, with a full year's charge in the acquisition year and no charge in the year of disposal:

Freehold buildings	2% straight line
Leasehold buildings	20% straight line
Fixtures and fittings	20% straight line
Motor vehicles	20% reducing balance
Computer equipment	25% straight line

Freehold land is not depreciated.

1.11 Stock
Due to the high volume and low value of stock items, it is impractical to estimate the fair value of goods donated for sale in the charity's shops and to include them on the balance sheet. The value of these goods is instead recognised upon sale.

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

1.12 Financial instruments

The group 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 group's balance sheet when the group 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.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity held for working capital. Bank overdrafts are shown within borrowing in current liabilities.

Debtors

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

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset. Impairment losses are recognised in the income and expenditure account.

Creditors, loans and provisions

Creditors, loans and provisions are recognised where the group 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, loans and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial liabilities are only derecognised when, and only when, the group's obligations are discharged, cancelled or they expire.

Amounts recognised as provisions are best estimates of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation.

1.13 Taxation

Human Relief Foundation is a registered charity and as such is a charity within the meaning of schedule 6 of the Finance Act 2010. Accordingly, the Charity is potentially entitled to tax exemption under part 11 of the Corporation Tax Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992 in respect of income and gains arising.

The trading subsidiary is liable to corporation tax on its chargeable profits. Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted at the balance sheet date. Low levels of corporation tax arise on the subsidiary as profits are gift aided to the charity.

1.14 Foreign currency

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to statement of financial activities.

1.15 Pensions

The group operates a defined contribution scheme for the benefit of employees. Contributions are charged as an expense to the statement of financial activities in the period in which they fall due.

2. Critical accounting estimates and judgements

In the application of the group'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 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, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Key sources of estimation uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows:

Accrued income

Accrued income has been included within these financial statements when its receipt is considered probable. Management assesses the probability of its receipts by considering contracts and agreements in place, current relationships with funders and, where applicable, work performed.

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

3. Income

For the year ended 31 December 2023	Unrestricted income £	Restricted income £	2023 Total £
Donations and non-performance grants:			
Donations from individuals and charitable organisations (including Gift Aid)	1,361,145	2,225,102	3,586,247
Gift Aid donation from subsidiary	55,756	-	55,756
UK Care for Children	168,858	-	168,858
Charity only total	1,585,759	2,225,102	3,810,861
Gift Aid donation from subsidiary	(55,756)	-	(55,756)
Group total	1,530,003	2,225,102	3,755,105
Income from charitable activities			
Performance related grants receivable:			
Bangladesh IDP Project	-	288,701	288,701
UNDP217 Project	-	168,022	168,022
UNDP301 Project	-	619,035	619,035
UNDP318 Project	-	455,504	455,504
UNDP SC-USAID-RPA-002-23	-	1,271,320	1,271,320
UN Women	-	175,047	175,047
IOM - Yemen	-	6,982	6,982
GIZ	-	171,339	171,339
Charity and group total	-	3,155,950	3,155,950
Other income			
Rental income	5,230	-	5,230
Charity and group total	5,230	-	5,230
Income from investments			
Bank deposit interest	19,313	-	19,313
Exchange gains	731	-	731
Charity and group total	20,044	-	20,044

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

3. Income (continued)

For the year ended 31 December 2022 - Restated	Unrestricted income £	Restricted income £	2022 Total £
Donations and non-performance grants:			
Donations from individuals and charitable organisations (including Gift Aid)	1,133,899	4,979,883	6,113,782
Gift Aid donation from subsidiary	70,598	-	70,598
UK Care for Children	238,008	-	238,008
Donations in kind			
Charity only total	1,442,505	4,979,883	6,422,388
Gift Aid donation from subsidiary	(70,598)	-	(70,598)
Group total	1,371,907	4,979,883	6,351,790
Income from charitable activities			
Performance related grants receivable:			
Bangladesh IDP Project	-	2,516,088	2,516,088
OCHA Project	-	38,497	38,497
UNDP216 Project	-	104,103	104,103
UNDP217 Project	-	176,308	176,308
UNDP301 Project	-	85,249	85,249
UNDP327 Project	195,516	2,469,828	2,665,344
UNDP421 Project	-	474,123	474,123
WFP Project	-	992,355	992,355
Charity and group total	195,516	6,856,551	7,052,067
Other income			
Rental income	6,430	-	6,430
Charity and group total	6,430	-	6,430
Income from investments			
Bank deposit interest	701	-	701
Charity and group total	701	-	701

Included within donations from individuals and charitable organisations is Gift Aid amounting to £322,186 (2022 - £293,434).

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

4. Analysis of expenditure

For the year ended 31 December 2023	Direct costs £	Allocated costs £	Total 2023 £
Expenditure on raising funds:			
Donations campaign	-	108,840	108,840
Donations - fundraising activities	656,317	108,839	765,156
Charity only total	656,317	217,679	873,996
Retail costs in subsidiary	451,350	-	451,350
Group total	1,107,667	217,679	1,325,346
Expenditure on charitable activities:			
Health, education and skills development	399,858	120,202	520,060
Widows and orphans support	592,061	247,824	839,885
Qurbani	226,629	116,610	343,239
Emergency and natural disasters	894,007	696,513	1,590,520
Grant funded programmes	2,924,149	201,974	3,126,123
	5,036,704	1,383,123	6,419,827
Total expenditure (charity only)	5,693,021	1,600,802	7,293,823
Total expenditure (group)	6,144,371	1,600,802	7,745,173

Retail costs in subsidiary expenditure includes staff costs totalling £266,848 (2022 - £243,232).

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

4. Analysis of expenditure (continued)

For the year ended 31 December 2022 - Restated	Direct costs £	Allocated costs £	Total 2022 £
Expenditure on raising funds:			
Donations campaign	-	202,665	202,665
Donations - fundraising activities	242,456	472,885	715,341
Charity only total	242,456	675,550	918,006
Retail costs in subsidiary	404,625	-	404,625
Group total	647,081	675,550	1,322,631
Expenditure on charitable activities:			
Health, education and skills development	449,530	318,175	767,705
Widows and orphans support	1,050,478	288,278	1,338,756
Qurbani	851,235	190,826	1,042,061
Emergency and natural disasters	1,123,995	645,080	1,769,075
Grant funded programmes	6,452,651	247,806	6,700,457
	9,927,889	1,690,165	11,618,054
Total expenditure (charity only)	10,170,345	2,365,715	12,536,060
Total expenditure (group)	10,574,970	2,365,715	12,940,685

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

4. Analysis of expenditure (continued)

Support costs
Support costs have been allocated based on an estimate by management of time spent by employees contributing to each activity. Support costs have been allocated as follows:

For the year ended 31 December 2023	Employment costs £	Premises costs £	Administration costs £	Total 2023 £
Donations campaign	36,941	6,536	65,363	108,840
Donations - fundraising activities	36,941	6,536	65,362	108,839
Health, education and skills development	-	10,458	109,744	120,202
Widows and orphans support	-	22,223	225,601	247,824
Qurbani	-	10,458	106,152	116,610
Emergency and natural disasters	-	62,747	633,766	696,513
Grant funded programmes	66,494	11,765	123,715	201,974
	140,376	130,723	1,329,703	1,600,802

Certain employment costs are now allocated directly to fundraising or restricted activities, as appropriate, rather than being included within support costs.

For the year ended 31 December 2022 - Restated	Employment costs £	Premises costs £	Administration costs £	Total 2022 £
Donations campaign	99,495	16,472	86,698	202,665
Donations - fundraising activities	232,154	38,435	202,296	472,885
Health, education and skills development	66,330	10,981	240,864	318,175
Widows and orphans support	82,912	13,727	191,639	288,278
Qurbani	66,330	10,981	113,515	190,826
Emergency and natural disasters	207,280	34,317	403,483	645,080
Grant funded programmes	74,621	12,354	160,831	247,806
	829,122	137,267	1,399,326	2,365,715

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

5. Net income for the year

Net income for the year is stated after charging:

	2023 £	2022 Restated £
Depreciation of owned assets	33,338	28,924
Foreign exchange loss/(gain)	42,426	(11,118)
Operating lease charges	71,395	44,700
Auditor's remuneration:		
- for the audit of the financial statements (Charity: £15,000, 2022 - £13,500)	18,250	16,500
- for the provision of other services	9,650	4,250

6. Information regarding trustees and employees

	2023 £	2022 Restated £
Staff costs comprise		
Wages and salaries	1,839,293	1,976,032
Social security costs	172,535	244,960
Pension costs	4,731	20,971
	2,016,558	**2,241,963**

During the year, the group employed an average of 121 staff (2022 – 140 (as restated)).

The Trustees received no remuneration or benefits during either year. Trustees received a total of £nil (2022 - £nil) in respect of out of pocket expenses incurred during the year.

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2023 Number	2022 Number
£60,000 - £70,000	1	1

During the year the brother of Mr M Rahman, a trustee, was employed by the charity on a full-time basis as the Head of International Programmes. He received gross remuneration of £56,183 (2022 - £55,000) during the year.

The key management personnel of the charity and group comprise the trustees and senior management team. The total employee benefits of the key management personnel employed by the charity and group, which encompasses 3 individuals plus the trustees, were £194,738 (2022 - £191,249).

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

7. Taxation

Human Relief Foundation is a registered charity and as such is a charity within the meaning of schedule 6 of the Finance Act 2010. Accordingly, the charity is potentially entitled to tax exemption under part 11 of the Corporation Tax Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992 in respect of income and gains arising. Given this, no tax charge arises on the charity.

The trading subsidiary is liable to corporation tax on its chargeable profits. Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted at the balance sheet date. Details of the current tax charge are included at note 9.

8. Tangible fixed assets

Group	Freehold land and buildings £	Leasehold land and buildings £	Fixtures and fittings £	Computer equipment £	Motor Vehicles £	Total £
Cost						
1 January 2023 (restated)	685,825	20,000	102,386	90,850	12,426	911,487
Additions	-	16,464	4,450	7,529	-	28,443
Disposals	-	-	(351)	(856)	-	(1,207)
31 December 2023	685,825	36,464	106,485	97,523	12,426	938,723
Depreciation						
1 January 2023 (restated)	115,749	20,000	90,366	77,199	12,426	315,740
Charge for the year	22,476	263	3,987	6,612	-	33,338
Eliminated in respect of disposals	-	-	(242)	(392)	-	(634)
31 December 2023	138,225	20,263	94,111	83,419	12,426	348,444
Net book values						
31 December 2023	547,600	16,201	12,374	14,104	-	590,279
31 December 2022 (restated)	570,076	-	12,020	13,651	-	595,747

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

8. Tangible fixed assets (continued)

Charity	Freehold land and buildings £	Leasehold land and buildings £	Fixtures and fittings £	Computer equipment £	Motor Vehicles £	Total £
Cost						
1 January 2023 (restated)	685,825	20,000	52,593	90,850	12,426	861,694
Additions	-	-	4,450	7,529	-	11,979
Disposals	-	-	(351)	(856)	-	(1,207)
31 December 2023	685,825	20,000	56,692	97,523	12,426	872,466
Depreciation						
1 January 2023 (restated)	115,749	20,000	47,848	77,199	12,426	273,222
Charge for the year	22,476	-	1,811	6,612	-	30,899
Eliminated in respect of disposals	-	-	(242)	(392)	-	(634)
31 December 2023	138,225	20,000	49,417	83,419	12,426	303,487
Net book values						
31 December 2023	547,600	-	7,275	14,104	-	568,979
31 December 2022 (restated)	570,076	-	4,745	13,651	-	588,472

9. Investments

The Charity and the Group

	2023 £	2022 £
UK investment property		
Market value at 1 January 2023 and 31 December 2023	125,000	125,000

The investment property has an historic cost of £300,000 and was independently valued by A J Idle MRICS of Andrew Idle Commercial Property Limited on 10 June 2015 on the basis of open market value. The Trustees believe that the valuation still materially represents fair value at the balance sheet date.

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

9. Investments (continued)

Charity

	2023 £	2022 £
Shares in subsidiary undertaking		
Delta One Investments Limited	1	1

The Charity owns 100% of the ordinary share capital of Delta One Investments Limited, a company registered in England and Wales whose principal activity is the sale of donated goods. Under a deed of covenant, the subsidiary gifts its taxable profit to the parent charity as a Gift Aid donation.

The income and expenditure of Delta One Investments Limited, which have been included in these consolidated accounts, for the year ended 31 December 2023 is summarised below:

	2023 £	2022 £
Turnover – sale of donated goods	526,420	482,728
Administrative expenses	(451,350)	(404,625)
Other operating income	-	-
Profit on ordinary activities for the financial year	75,070	78,103
Interest payable on overdue tax	(1,981)	-
Gift aid payment to Human Relief Foundation	(55,756)	(70,598)
Profit on ordinary activities before taxation	17,333	7,505
Tax on profit on ordinary activities		
- Current tax charge	(1,562)	-
- Adjustment in respect of prior years	(25,452)	-
Profit retained for the financial year	(9,681)	7,505

The aggregate assets, liabilities and funds were:

	2023 £	2022 £
Fixed assets	21,300	7,275
Current assets	620,419	580,976
Liabilities	(641,718)	(578,569)
	1	9,682

Represented by:

Called up share capital	1	1
Profit and loss account	-	9,681
	1	9,682

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

9a. Investments

The Charity and the Group

	2023 £	2022 £
Investment (cryptocurrencies)		
Brought forward	29,836	77,306
Revaluation	42,680	(47,470)
Carried forward	72,516	29,836

Cryptocurrencies were donated to the charity in a prior year and are remeasured at fair value as of the reporting date.

10. Debtors

	Group		Charity	
	2023 £	2022 restated £	2023 £	2022 restated £
Trade debtors	6,601	3,238	6,601	3,238
Amount owed by subsidiary	-	-	633,244	568,600
Prepayments	183,190	419,226	94,812	419,226
Accrued income	330,137	1,482,234	411,173	1,482,234
Other debtors	26,979	39,271	26,917	29,114
Taxes and social security costs	5,300	5,635	1,242	5,635
	552,207	1,949,604	1,173,989	2,508,047

11. Creditors – Amounts falling due within one year

	Group		Charity	
	2023 £	2022 restated £	2023 £	2022 restated £
Trade creditors	90,906	278,720	90,906	278,720
Other creditors	7,234	245,109	3,761	239,640
Accruals and grant commitments	40,933	39,318	35,932	34,818
Deferred income	-	-	-	-
	139,073	563,147	130,599	553,178

Deferred income	2023 £	2022 £
Deferred income brought forward	-	2,855
Amounts released in the year	-	(2,855)
Income deferred during the year	-	-
Deferred income carried forward	-	-

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

12. Movements in restricted funds

The Charity and the Group

For the year ended 31 December 2023	1 January 2023 £	Income £	Expenditure £	Transfers £	31 December 2023 £
Health, education and skills development	-	427,028	(399,858)		27,170
Widow and orphan support	-	592,778	(592,061)		717
Qurbani	520,830	205,892	(226,629)		500,093
Emergency appeals	5,975,958	991,513	(894,007)		6,073,464
Bangladesh IDP Project	-	288,701	(283,931)		4,770
UNDP217 Project	-	168,022	(152,044)		15,978
UNDP301 Project	-	619,035	(608,768)		10,267
UNDP 318 Project	-	455,504	(393,977)		61,527
UNDP SC-USAID-RPA-002-23	-	1,272,253	(1,120,814)		151,439
UN Women Project	-	175,047	(67,434)		107,613
UNDP Diyala Project	-	-	(11,937)	11,937	-
IOM - Yemen Project	-	6,982	(13,892)	6,910	-
GIZ Project	-	171,339	(23,875)		147,464
Jordan branch fund	180,870	6,919	(31,937)		155,852
Iraq branch fund	351,363	-	(199,617)		151,746
Yemen branch fund	-	39	-		39
	7,029,021	5,381,052	(4,422,335)	18,847	7,408,139

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

12. Movements in restricted funds (continued)

For the year ended 31 December 2022	1 January 2022 £	Income £	Expenditure £	31 December 2022 £
Health, education and skills development	148,126	299,323	(447,449)	-
Widow and orphan support	57,038	602,242	(659,280)	-
Qurbani	-	1,372,065	(851,235)	520,830
Emergency appeals	4,601,600	2,706,253	(1,331,895)	5,975,958
Bangladesh IDP Project	-	2,516,088	(2,516,088)	-
OCHA Project	-	38,497	(38,497)	-
UNDP216 Project	-	104,103	(104,103)	-
UNDP217 Project	-	176,308	(176,308)	-
UNDP301 Project	-	85,249	(85,249)	-
UNDP327 Project	-	2,469,828	(2,469,828)	-
UNDP421 project	-	474,123	(474,123)	-
WFP Project	-	992,355	(992,355)	-
Jordan branch fund	71,068	-	109,802	180,870
Iraq branch fund	242,644	-	108,719	351,363
	5,120,476	11,836,434	(9,927,889)	7,029,021

Human Relief Foundation

12. Movements in restricted funds (continued)

Restricted funds consist of unspent restricted grants and donations. The nature and application of the restricted funds are as follows:

Fund	Nature and application
Health, education and skills development	Provides support to beneficiaries with healthcare, such as immunisations. Also provides beneficiaries with sponsorship in educational and skills courses to help them become self-reliant.
Widow and orphan support	Provides orphans and vulnerable families with food, water, shelter, education and accommodation.
Qurbani	Facilitates the requirements of the donors where it is obligatory to perform Qurbani. The beneficiaries of this fund are in the poorer countries who will benefit the most.
Emergency appeals	This is intended to aid those beneficiaries who urgently require assistance such as victims of earthquakes, internally displaced people as a result of conflict etc.
Bangladesh IDP Project	Multi-sector assistance for displaced Rohingya refugees in Bangladesh.
OCHA Project	Distribution of sealing off kits (SOKs) to 1,253 households and 140 emergency shelter repairs in Kirkuk, Iraq.
UNDP216 Project	Promoting economic recovery through entrepreneurship and business creation in Muthanna Governorate in Iraq.
UNDP217 Project	Provision of demand-driven vocational training for youth in Mosul, Iraq, in the construction and housing sectors informed by a rapid local market assessment.
UNDP301 Project	Provision for supporting livelihood through agriculture in Sinjar, Sinune and Al-Mahalabia, Ninawa – Iraq.
UNDP 318-22	Supporting a Resilient Economic Recovery by Strengthening the SMEs Sector in Anah, Anbar governorate -Iraq.
UNDP SC-USAID-PRA	Community Security and Integration Process
UN Women	For the empowerment of women.
UNDP Diyala	Supporting a Resilient Economic Recovery by strengthening Small and Medium Enterprises in Baqubah District, Diyala Governorate.
IOM - Yemen	Enhancing the Response Capacity of Humanitarian Actors in Aden Governorate through Prepositioning of Essential Relief Items in Aden
GIZ	Stabilisation Support in Iraq through Violence Prevention
Bangladesh IDP	Multi-sector assistance for displaced Rohingya refugees in Bangladesh.
UNDP327 Project	Supporting Livelihoods & Economic Reintegration for Returnee Communities in Iraq through livelihood interventions including; community-based initiatives, business training, grant distribution and vocational training.
UNDP421 Project	Provide support to micro, small and medium-sized enterprises in Sinjar and Sinunni, Ninawa - Iraq.
WFP	Delivering daily school meals to 46,000 students across 148 schools in Qadisyah, Iraq and to 15,000 students across 57 schools in Salad Al-Din, Iraq.

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

13. Analysis of assets and liabilities between funds

Group - as at 31 December 2023	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	590,279	-	590,279
Investments	197,516	-	197,516
Current assets	(807,837)	7,408,139	6,600,302
Current liabilities	(139,073)	-	(139,073)
Total net assets	(159,115)	7,408,139	7,249,024

Group - as at 31 December 2022 Restated	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	595,747	-	595,747
Investments	154,836	-	154,836
Current assets	301,305	7,029,021	7,330,326
Current liabilities	(563,147)	-	(563,147)
Total net assets	488,741	7,029,021	7,517,762

Charity - as at 31 December 2023	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	568,979	-	568,979
Investments	197,517	-	197,517
Current assets	(795,012)	7,408,139	6,613,127
Current liabilities	(130,599)	-	(130,599)
Total net assets	(159,115)	7,408,139	7,249,024

Charity - as at 31 December 2022 Restated	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	588,472	-	588,472
Investments	154,837	-	154,837
Current assets	288,929	7,029,021	7,317,950
Current liabilities	(553,178)	-	(553,178)
Total net assets	479,060	7,029,021	7,508,081

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

14. Operating commitments

At 31 December 2023, the charity and the group had outstanding commitments for future minimum lease payments under non-cancellable operating leases which fall due as follows:-

	The Charity and the Group	
	2023 £	2022 £
Due within 1 year	25,195	21,000
Due between 2 and 5 years	90,654	84,000
Due over 5 years	252,000	271,250
	367,849	376,250

15. Related party transactions

Property rent has been paid to a member of key management personnel during the year, totalling £12,000 (2022 - £12,000).

During the year, Human Relief Foundation ("HRF") conducted the following transactions with its subsidiary, Delta One Investments Limited ("Delta One"):

- Delta One made a gift aid donation under a deed of covenant to HRF of £55,756 (2022 - £78,103).

- At 31 December 2023, HRF was due £633,244 from Delta One (2022 - £568,600 (restated)).

A number of HRF associated/affiliated charities and non-governmental operations (NGO's) are in operation throughout the world. These do not form part of the same group as HRF, however they do have some common management. HRF paid funds amounting to £271,982 (2022 - £386,505 (as restated)) during the year to these charities and NGO's to assist HRF to deliver/perform its charitable activities. At the year end, HRF had creditor balances totalling £140,565 (2022 - £88,894 (as restated)) owing to these charities/NGO's.

16. Reconciliation of net movement in funds to net cash flow from operating activities

	2023 £	2022 As restated £
Net movement in funds	(268,738)	953,031
Adjustments for:		
Depreciation charges	33,338	28,924
Interest received	(19,313)	(701)
Loss on disposal of fixed assets	573	372
Income tax	25,452	-
Finance costs	1,981	-
Unrealised (gain)/loss on investment	(42,681)	47,470
Decrease / (increase) in debtors	1,397,397	(818,534)
Decrease in creditors	(424,073)	(132,216)
Net cash provided by operating activities	703,936	78,346

17. Analysis of changes in group net debt

The charity had no net debt during either the current or preceding year.

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

18. Comparative charity only Statement of Financial Activities (including Income and Expenditure Account) for the year ended 31 December 2022 – restated

	Unrestricted funds £	Restricted funds £	2022 Total £
Income from:			
Donations and non-performance grants	1,442,505	4,979,883	6,422,388
Income from charitable activities			
Grants receivable	195,516	6,856,551	7,052,067
Other income	6,430	-	6,430
Income from investments	701	-	701
Total income	1,645,152	11,836,434	13,481,586
Expenditure on:			
Raising funds	918,006	-	918,006
Charitable activities	1,690,165	9,927,889	11,618,054
Total expenditure	2,608,171	9,927,889	12,536,060
Net income and net movement in funds	(963,019)	1,908,545	945,526
Total funds brought forward	1,442,079	5,120,476	6,562,555
Total funds carried forward	479,060	7,029,021	7,508,081

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

19. Comparative Consolidated Statement of Financial Activities (including Income and Expenditure Account) for the year ended 31 December 2022 – restated

	Unrestricted funds £	Restricted funds £	2022 Total £
Income from:			
Donations and non-performance grants	1,371,907	4,979,883	6,351,790
Other trading activities			
Retail - sale of donated goods	482,728	-	482,728
Income from charitable activities			
Grants receivable	195,516	6,856,551	7,052,067
Other income	6,430	-	6,430
Income from investments	701	-	701
Total income	2,057,282	11,836,434	13,893,716
Expenditure on:			
Raising funds	1,322,631	-	1,322,631
Charitable activities	1,690,165	9,927,889	11,618,054
Total expenditure	3,012,796	9,927,889	12,940,685
Net income and net movement in funds	(955,514)	1,908,545	953,031
Total funds brought forward	1,339,446	5,225,285	6,564,731
Total funds carried forward	383,932	7,133,830	7,517,762

Notes to the Consolidated Financial Statements for the year ended 31 December 2023 (continued)

20. Prior year adjustment

A prior year adjustment has been made to account for 3 overseas branches which were previously believed to be charities in their own right. This adjustment affects the financial statements as noted below:

A. Adjustment to funds at 1 January 2022 to introduce branch assets and liabilities at this date, excluding any amounts owed to/from the UK charity. This balance amounted to £418,521.
B. Adjustment to net income for 2022 to account for income and expenditure directly attributable to the overseas branches during the year. The net effect of this adjustment was an increase to the surplus for 2022 of £210,407 for both the Charity and the consolidated funds.
C. As a result of accounting for such entities as branches, expenditure in the prior year had been overstated by £155,369 and incorrectly allocated to the unrestricted funds of the Charity.

The net effect of the adjustments is shown in the tables below.

Charity

	Funds as at 1 January 2022		Funds at 31 December 2022		Surplus/(deficit) for the year ended 31 December 2022	
	Unrestricted £	Restricted £	Unrestricted £	Restricted £	Unrestricted £	Restricted £
As previously stated	1,337,270	4,806,764	226,996	6,496,788	(1,110,274)	1,690,024
Prior period adjustment – correction of error:						
A	104,809	313,712	104,809	313,712	-	-
B	-	-	(8,114)	218,521	(8,114)	218,521
C	-	-	155,369	-	155,369	-
As restated	1,442,079	5,120,476	479,060	7,029,021	(963,019)	1,908,545

Consolidated

	Funds as at 1 January 2022		Funds at 31 December 2022		Surplus/(deficit) for the year ended 31 December 2022	
	Unrestricted £	Restricted £	Unrestricted £	Restricted £	Unrestricted £	Restricted £
As previously stated	1,339,446	4,806,764	236,677	6,496,788	(1,102,769)	1,690,024
Prior period adjustment – correction of error:						
A	104,809	313,712	104,809	313,712	-	-
B	-	-	(8,114)	218,521	(8,114)	218,521
C	-	-	155,369	-	155,369	-
As restated	1,444,255	5,120,476	488,741	7,029,021	(955,514)	1,908,545

HUMAN RELIEF FOUNDATION

England & Wales - Charity number 1126281

Accounts

Registered Charity Number: 1126281
Company Number: 06195282
Scottish Charity Number: SC038671

Human Relief Foundation
(Company Limited by Guarantee)

Annual Report and Financial Statements

for the year ended 31 December 2022

Human Relief Foundation

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Human Relief Foundation

Charity Information

Trustees
Dr Haytham Al-Khaffaf (Chairman)
Mr Bara Abdul-Salam
Mr Mohanned Rahman
Mr Suhail Sharief
Mr Ayad Al-Rawi (Appointed 3 July 2022)

Company Secretary
Mr Kassim Tokan

Registered charity number
1126281

Company number
06195282

Scottish charity number
SC038671

Principal and registered office
2 Claremont
Bradford
BD7 1BQ

Auditor
Azets Audit Services Limited
Triune Court
Monks Cross Drive
York
YO32 9GZ

Bankers
National Westminster Bank
699 Wilmslow Road
Manchester
M20 6NW

HSBC UK Bank PLC
47 Market Street
Bradford
BD1 1LW

Al Rayan Bank
44 Hans Crescent
Knightsbridge
London
SW1X 0LZ

Solicitors
Fieldings Porter Solicitors
Silverwell House
Bolton
BL1 1PT

Human Relief Foundation

Report of the Trustees for the year ended 31 December 2022

The Trustees are pleased to present their annual report together with the consolidated financial statements of the charity and its subsidiary for the year ended 31 December 2022, which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Articles of Association 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).

Mission and strategic objectives

Human Relief Foundation (HRF) is an International Non-Governmental Charitable Organisation. HRF seeks to promote sustainable economic and social development by working with local communities through relief and developmental programmes, supporting them to build a better life and find their own solutions to global problems. For over three decades HRF has been instrumental in helping to save lives and relieve human suffering in some of the poorest regions of the world.

We provide emergency relief and assistance to people caught up in extraordinary, life-threatening situations. Globally, HRF has permanent offices strategically located around the world (Bradford, Amman, Baghdad, Mosul, Aden, Accra, Islamabad, Erbil, Dhaka, Cox's Bazar, London, Glasgow, Birmingham, Manchester, Lyon and Paris), allowing us to actively provide global assistance whenever and wherever it is needed.

Our mission is to achieve lasting improvement in the quality of life of people, regardless of their gender, race, religion, class or political affiliation, by mobilising resources, building partnerships and developing local capacities to:

- Enable individuals, groups and communities to mitigate the effects of disaster and crisis, prepare for their occurrence and provide humanitarian relief and recovery;
- Assist the disadvantaged in becoming self-reliant by developing their own solutions to development challenges and creating sustainable livelihoods;
- Promote sustainable development and address the root causes of conflict through programmes that target education, shelter, water and sanitation, health and nutrition and humanitarian dialogue;
- Support the vulnerable, disadvantaged and marginalised and enable them to voice their needs; and
- Build local capacities.

The charity relies heavily on the generous donations it receives from fellow charities, individuals and other organisations.

The Trustees have considered the Charity Commission's guidance on public benefit.

This annual report details what we have achieved during the year to 31 December 2022.

Fundraising

The Charity has always applied the policy of fundraising through our own staff and volunteers and does not have any arrangements with commercial participators, professional fundraisers and third party organisations.

Fundraisers and volunteers are recruited primarily where the organisation has an office such as Bradford, Manchester, London and Birmingham with the intention of raising funds for our charitable objectives.

Human Relief Foundation is a member of the Fundraising Regulator and in 2022 we received no complaints during the year under review.

Report of the Trustees for the year ended 31 December 2022 (continued)

Human Relief Foundation staff are trained in fundraising methods to ensure that the approach we apply when communicating with members of the public does not cause unnecessary intrusion on a person's privacy or place undue pressure on a person's money or property.

Achievements and performance

Iraq

The humanitarian situation in Iraq has improved considerably since the end of the conflict against ISIS in 2017. The impact of the twin shocks experienced in 2020 from the COVID-19 pandemic and decrease of oil prices has become less intensive, due to the lifting of most COVID-19 preventative measures and the increase in oil prices. Iraq's economy is now growing, and many jobs have been regained.

However, simultaneously, humanitarian needs and displacement remain stubbornly persistent for a relatively small but extremely vulnerable population. The remaining challenges require both continuation of the life-saving humanitarian operation and long-term structural solutions beyond the humanitarian response.

Aligned with the UN humanitarian approach, HRF Iraq has succeeded in implementing projects addressing short-term life saving needs and contributing to the country's long-term development.

HRF successfully implemented livelihood projects, some of which were rolling over from the previous year, benefitted a total of 2,780 vulnerable community members through the generous funds provided by UNDP. In Ninewa, HRF, in partnership with UNDP Iraq, supported 150 Micro, Small and Medium-sized Enterprises (MSMEs) in Sinjar and Sinuni to increase their capacities and competitiveness through business skills development; small business grants for start-up, business expansion or re-start; and business coaching and mentoring. A large-scale, multi-output livelihoods programme reached 2,600 individuals across three governorates (Anbar, Ninewa, Salah al-Din) with livelihood support interventions including community-based initiatives, business training and grant distribution, and vocational training opportunities. HRF Iraq also provided entrepreneurship skills development and business creation in digital and green economy sectors through its project "Promoting Economic Recovery Through Entrepreneurship and Business Creation in Muthanna Governorate" by providing opportunities for 50 most vulnerable youths, specifically those affected by the economic impact of COVID-19.

HRF also started a couple of new projects with UNDP in 2022. In the northern district of Sinjar, HRF provided business training for 150 beneficiaries and business asset grants to 100 of those with the best business plans. In Kirkuk, HRF provided demand-driven and sustainable employment opportunities for 220 youth in the construction and housing sectors through skills development informed by a rapid local market assessment and job placements with local employers.

Our continued partnership with WFP to deliver the national school feeding programme in Salah al Din and Qadisiya governorates for 2021-2022 school years successfully ended with the intended achievement. HRF was able to distribute 424,000 food baskets to 11,080 school age children in Salah al Din, and 1,172,090 food baskets to 44,936 school age children in Qadisiya.

Finally, HRF Iraq office were able to carry out a wealth of activities across the country thanks to the funding raised internally:

- Water project, leading the construction of multiple wells across differing governorates, benefiting a total of 75 families.
- Provide heating oil to alleviate the cold wave's impact, particularly on vulnerable groups. providing displaced families with quantities of Kerosene, a heating resource, to help them cope with the harsh weather conditions.
- Food parcels distribution to families in the Al-Ubaidi area of Anah city, located in Anbar province, who have lost their breadwinner.
- Orphans' sponsorship program
- Food parcels & Blankets distribution to those residing in Al-Ameriya camp.

- Distribution of the food parcels to families in need who were affected by the spread of COVID-19.
- Ramadan Projects (Seasonal) distributed food parcels to families in need.
- Distribution of Eid clothes to children in the camps (Amiriyat Al-Fallujah and Al-Latifiya camp)
- Ice block distribution. Due to the ongoing power cuts and absence of electricity in the camps, coupled with the soaring temperatures, HRF received appeals from camp management and resident families requesting ice to cool down the water in their tanks. Responding to these requests, HRF's Baghdad office provided daily quantities of ice blocks to help with water cooling in the camps.
- Qurbani project (Seasonal), meat was distributed to poor families in a number of Iraqi provinces and to the displaced people in the camps.
- Sewing machine & accessories were provided to families in need to support their livelihoods and enable them to earn a living.
- Food parcels distribution. Food Parcels distributed to families in Yathrib, Iraq's Salahuddin province.
- Orphans Sponsorships program. Through collaboration with benefactors, the Baghdad office conducts the distribution of cash to sponsor orphans who have lost their breadwinners.
- Digging Water wells. Due to the prevailing drought in several cities in Iraq and the scarcity of drinking water, people have been compelled to use unclean water for drinking and washing, resulting in the emergence of certain diseases. In response, the Foundation has undertaken the digging of wells in various governorates of Iraq to alleviate the impact of water scarcity and provide assistance to impoverished families who cannot afford potable water.
- Educational courses for children who do not know how to read and write. The Foundation offers educational courses to children who have surpassed the legal age to enrol in school, aiming to teach them reading and writing skills.
- School bags and stationery distribution. To support families who cannot afford the expenses of their children's education and to encourage orphaned and underprivileged students to stay in school and continue their studies, the Foundation distributed school bags and stationery.

Yemen

Eight years of conflict within Yemen has left millions of people suffering from its effects, and it is important to recognise that the impact of this conflict is experienced in conjunction with pre-existing economic instability and the compounding effect of climate change. HRF recognised this need and initiated attempts to further strengthen our team's capacity within the country. As a result of this endeavour, 2022 saw significant growth for HRFs presence in Yemen.

HRFs internally funded projects oversaw the implementation of four different forms of humanitarian intervention during Ramadan; including Iftar Ramadan (hot meals), Zakat El-Fiter, Eid gifts and Ramadan food baskets. Additionally, HRFs Qurbani project distributed 2,262 kilograms of meat to 348 households. The beneficiaries of which resided in Aden, Hadramout and households were IDPs and host community members who met the vulnerability criteria.

HRFs increased presence within the region has allowed our team to form strong ties with significant global actors that are active in the region, a key example being HRFs partnership with IOM. Through this partnership HRF manages all operational and administrative aspects of a Warehouse in Yemen's Aden governorate. The warehouse serves as a facility for IOM to store and dispatch emergency relief items including non-food items (NFI), enhanced emergency shelter kits (EESKs) and hygiene kits. In doing so HRF has strengthened its ties with the international community and a significant global donor. The strength of this relationship is most keenly demonstrated by the project's contract being extended three times, twice at the direct request of IOM.

With humanitarian data indicating a number of 21.6 million people likely to require humanitarian assistance in 2023, HRF continues to strive for growth within Yemen. To do so we actively participate in cluster meetings to stay informed of current developments, as well as foster our current relationships with partners in the region and develop new partnerships also.

Report of the Trustees for the year ended 31 December 2022 (continued)

Pakistan

The Global Climate Risk Index (2021) recorded Pakistan as the eight most vulnerable country to climate change, with a heightened risk of earthquakes and floods. 2022 was one of the worst years on record for flash flooding in Pakistan. The IFRC estimates 33 million people were affected, 20 million of whom are still subjected to living in dire conditions. A recorded 14 million people lost or suffered serious damage to their homes. This exacerbated vulnerability resulted in the forced displacement of 7.9 million people and 589,000 people residing in relief camps, as of October 2022.

In response to this crisis, HRF distributed food parcels (500 Families), tents (200 families), hygiene kits (500 families) and kitchen sets (200 Families). In addition to the delivery of safe drinking water to 400 families daily, and a further 50 emergency toilets were installed for at least 200 families. Alongside its emergency response, HRFs continued implementation of communal handpumps regions with high rates of water scarcity, saw to the installation of handpumps and water purification systems that throughout 2022 assisted over 11,850 people; regions included Rajanpur, Mardan, Lakki Marwat, Sukkur, Bajaur, Mohmand, Khyber and Khurram. Additionally, as part of HRF's aim to tackle food insecurity in the region, our Ramadan project distributed food parcels to 4,350 individuals. And during Eid Ul Adha, meat of 11 cattle were distributed in Mardan (3 cattle) and Rajanpur (8 cattle).

HRFs Orphan Sponsorship programme maintained its continued commitment to supporting and protecting vulnerable children from violence, neglect and exploitation, with 50 families and 350 persons, being supported in Charsadda, Mardan, Kohat, Mohamand, Khyber and Khurram.

Each of these programmes facilitate HRF's continued integration of its humanitarian and development presence in the region while simultaneously ensuring its sustainability.

Finally, in December 2022, HRF was formally registered as an International Non-Governmental Organisation. Allowing for further growth in the country, as HRF plans to begin its search for international multilateral donor funding, such as that provided by UN agencies.

Bangladesh

In the years since the initial outbreak of COVID-19, Bangladesh has been burdened with the exacerbation of pre-existing vulnerabilities and the hit of rising inflation, shrinking foreign currency reserves, as well as price spikes for fuel, fertiliser, and food commodities. It is important to note that significant steps were taken to regain stability, however, food insecurity remains a concern. While household food security levels improved in the second half of 2022 compared with June-July, WFP reports low-income households faced high food insecurity due to income instability and high food prices.

Bangladesh now hosts over 952,000 Rohingya Refugees (33,000 more than in 2021), and vulnerability levels remain concerningly high for both the refugees and the host community. In response to the prevalent need, HRF has been implementing the 'Multi-Sector Assistance for Displaced Rohingya Refugees in Bangladesh' project (Funded by The Islamic Development Bank) in Cox's Bazar Dhaka. This project aims at addressing the three key thematic challenges faced by the Rohingya communities in Kutupalong; urgent and immediate needs, socio-economic development, and environmental sustainability. The Multi-Sector Assistance for Displaced Rohingya Refugees in Bangladesh project started in September 2019 and will run up to September 2023. The project combines a number of different outputs to provide comprehensive support for vulnerable Rohingya communities in Bangladesh. This includes; the construction of 4,100 shelters with WASH facilities, 2 health centres, 2 primary learning centres, 1 multi-purpose centre, the delivery of livelihoods training, the distribution of LPG stoves and gas refills, and the planting of 50,000 trees. As of December 2022, HRF has made significant progress in meeting its project outputs. This includes the construction of 345 host community shelters in different sub-districts of Cox's Bazar district. The installation of solar lights for 4,100 households; for which beneficiaries were provided with training on maintenance. HRF also completed the construction of all shower and toilet blocks. In-line with the target number of blocks envisioned in the project document, HRF has completed the construction of 1,025 shower blocks and 1,025 toilet blocks to support at least 4,100 Rohingya households. Currently, the project is on track to reach its target of 79,790 direct beneficiaries.

Report of the Trustees for the year ended 31 December 2022 (continued)

To complement the IsDB-funded project, HRF also succeeded in acquiring funds from the private sector as well as from generous individual donors. This allowed HRF to provide humanitarian assistance and strengthen the socio-economic resilience of Rohingya people and Host Communities in Cox's Bazar through the further construction of Mid-term Shelter (MTS), a learning centre (pre-primary school) for Rohingya Children in the Camp, a prayer centre (Masjid) for Rohingya people in the Camp and a water network, including the host community's Deep Tube well (DTW). The project benefitted 4,263 Individuals (907 households). In addition, HRF individual funds allowed us to construct more MTS and DTW installations, distribute Homestead input and sewing machines, and conduct awareness sessions.

Finally, HRF Bangladesh was able to carry out a wealth of activities across the country thanks to the funding raised internally. This included the distribution of food as part of HRFs work during Ramadan and Iftar that reached 2,490 individuals and 1,960 individuals respectively. And a further 480 Rohingya households received meat of cows and goats through HRF's Qurbani project. HRF Pakistan also ensured the support of 2500 flood victims with the provision of food and nutrition packages. Additionally, thanks to HRFs installation of hand pumps in partnership with a local CSO, 350 individuals gained access to clean water. Mosquito net and blankets were distributed for 2500 vulnerable people including orphans in Cox's Bazar districts. HR also assisted 65 Orphans through the food distribution project.

Jordan

In 2022 Jordan was host to around 753,000 refugees, making it the country with the second largest number of refugees per capita. As an urbanised upper-middle-income country, Jordan has been described as a pillar of stability within a volatile region of the globe. However, it is important to note global inflation has had a significant impact on Jordan's economy. This situation is further compounded by the high unemployment rate, which the World Bank reports remains above pre-pandemic levels (22.6% in Q2-2022), especially among women (29.4%) and youth (46.1% among those under 25 years old).

With Jordan's economy relying heavily on imports (80% staple foods imported) The recent war in Ukraine has exacerbated Jordan's pre-existing economic difficulties through its impact on global energy and food supply. With food prices increasing by 3.3% in 2022 compared to 2021, vulnerable Jordanians and refugees are at increased risk of food insecurity as the average wages remained almost fixed, moreover, diminishing purchasing power.

In response to this, HRF implemented multiple projects throughout 2022 targeting food security and financial aid for vulnerable Jordanians. This included 7 Qurbani projects aiding a total of 3,120 beneficiaries with parcels of frozen meat; HRFs Ramadan projects providing both food parcels and financial aid to 6,083 beneficiaries, HRFs Seasonal Project & Social Welfare Fund of 2022 aided 924 individuals; with further projects supporting another 110 beneficiaries.

Ghana

As a lower middle-income country, Ghana is predisposed to economic vulnerability. With the war in Ukraine having a significant effect on global supply chains in 2022, Ghana experienced unsustainable import costs that impacted the productivity of industries and led to rising inflation in food, transport and services. WFP notes that the high cost of living undermined the purchasing power of Ghana's citizens, leaving households more vulnerable. Additionally, despite considerable progress in the country's education sector, around four million local children between the ages 6 and 13 years do not attend school. In order to best respond to the challenges Ghanaians were facing, HRF focused its effort on implementing programmes targeting Education and Clean Water Provision.

HRF understands the significance of Education regardless of the country of context, as such throughout 2022 HRF oversaw and financed the construction of 1 school block, the completion of 2-class blocks, as well as the provision of educational materials and furnishing of classrooms. We estimate that through this work over 1,000 children will see the benefits to their education and future prospects.

Report of the Trustees for the year ended 31 December 2022 (continued)

Furthermore, through our work targeting Clean Water, HRF's team in Ghana continued to provide vulnerable communities with clean, safe water for drinking, bathing, cleaning and preparing food. Over 22,000 people and their livestock across 8 regions were given access to clean water in Ghana by constructing a total of 76 Basic Water Wells and 11 Borehole/Electric Water Wells, the completion of which benefited a total of 22,600 people.

In addition to this, thanks to the generous contributions of our donors, in 2022 HRF built 4 education centres in various communities, giving their local communities access to education and access to clean drinking water benefiting approximately 1,150 people.

During Ramadan the team in Ghana distributed 300 food packs across 2 regions, benefiting 300 families (about 1,200 people). The Food Packs were given to vulnerable families including widows and orphans, the elderly as well as those living in rural communities. Finally, as a part of Eid'ul Adha HRF provided cows for sacrifice, ensuring those most vulnerable in the community are given their fair share of the meat.

Ukraine

On 24 February 2022, the Russian Federation launched an illegal invasion of Ukraine. The geographical and political landscape of the invasion underwent shifts throughout 2022 and in response to the steadily increasing number of people in need of humanitarian assistance and the shifting accessibility of various regions, humanitarian actors entered the country. HRF, recognising this need, began its process of registration in Ukraine and was officially registered in 2022. With this registration, HRF became eligible to conduct its work in-country and allowed for the programmes team to begin the process of finding suitable projects that align with the goals, objectives, and capability of HRF.

Our volunteers

The charity gratefully accepts the help of its 25 volunteers who help the charity to raise funds by working in its shops. Without the commitment of these individuals the contribution made by the sale of donated goods could not be achieved.

Volunteers undertake a variety of roles within retail fundraising including collecting donated goods, sorting and merchandising as well as staffing our 6 retail outlets. The time donated by volunteers amounts to the equivalent of 20 (2021: 20) full time equivalent staff.

Financial review

The trustees are pleased with the financial performance of the charitable group for the year ended 31 December 2022.

The results on the consolidated statement of financial activities show an overall surplus of £587,255, compared to a surplus of £919,866 in the previous financial year.

The trustees are pleased with the increase in funding received from institutional donors. Although the voluntary income has decreased from the previous financial year, the trustees believe that this is expected and inevitable due to the pandemic and they hope that the voluntary income will recover now that the pandemic restrictions are lifted. Overall, the trustees are satisfied with the performance of the organisation given the exceptionally tough trading conditions due to the pandemic.

The trading subsidiary company, Delta One Investments Limited, continues to sell donated goods and the trustees are pleased with its contribution to the funding of the charity.

The trustees are satisfied that the group's assets are available and adequate to fulfil its obligations for the foreseeable future.

Report of the Trustees for the year ended 31 December 2022 (continued)

Reserves policy

In assessing the appropriate level of reserves to be maintained by the group, the trustees take historic and forecast levels of income and expenditure and their volatility into account. This has resulted in a current policy of maintaining the level of free reserves in the range of 3 to 6 months forward expenditure. The Board reviews the policy on reserves annually.

The current level of funds held by the charity at the year-end amounted to £6,733,465 (2021 - £6,146,210) and included restricted funds of £6,496,788 (2021 – £4,806,764). After deducting restricted funds and fixed assets, including the investment property, the Group had a deficit of free reserves of £394,857 (2021 – surplus £704,605). Given the deficit of free reserves the current policy is not met in the current or preceding year. The board is working on plans to strengthen the free reserves of the charity to meet future requirements.

Plans for future periods

The Trustees hope to increase the organisation's humanitarian activities in Yemen as well as expanding operations in all current international field offices. Domestically within the UK, the Board plans to do more community charitable projects and intends to increase the number of charity shops in London.

Reference and administrative Details

For reference and administrative details please see Charity Information on page 1.

Structure, Governance and Management

The Directors of the Charitable Company are its Trustees for the purposes of charity law. The Trustees and Officers serving during the year and since the year end were as follows:

Dr Haytham Al-Khaffaf (Chairman)
Mr Bara Abdul-Salam
Mr Mohanned Rahman
Mr Suhail Sharief
Mr Ayad Al-Rawi (Appointed 3 July 2022)

Company Secretary - Mr Kassim Tokan

The Senior Management Team takes day to day responsibility for operational management of the Charity. During the year the Senior Management Team comprised the following key individuals:

Dr Nabeel Ramadhani – Chief Executive Officer/President
Mr Kassim Tokan - Deputy Chief Executive Officer
Mr Mohammed Rahman – Head of International Programmes
Ms Sandra Craven – Finance Manager (Resigned 7 April 2022)
Mr Naeem Amza – Accountant (Appointed 11 April 2022)

Constitution

Human Relief Foundation is a company limited by guarantee, governed by its articles of association which have not been amended since incorporation on 30 March 2007. The charity registered with the Charity Commission on 14 October 2008 after receiving a gift in kind upon the dissolution of its predecessor charity also named Human Relief Foundation. The liability of members is limited to £1 per member.

The charity has a trading subsidiary, Delta One Investments Limited, a company limited by shares, registered company number 07461733.

Report of the Trustees for the year ended 31 December 2022 (continued)

Appointment of Trustees

The Board of Trustees consists of local people that collectively have the skills, expertise and experience to ensure that the Charity is managed effectively.

Where a vacancy arises, a new trustee is appointed only by the passing of a resolution of the Board of Trustees.

Trustee induction and training

Trustees are inducted by the Board approving their applications, having regard to their potential contribution towards the Charity's objectives and the need for a broad range of experience amongst Trustees. Once appointed, new Trustees are briefed and given a training handbook. In some cases, it may be mutually agreed that a formal course will be beneficial; the Charity will arrange formal tuition with NCVO or other provider as appropriate.

Organisation

The Board of Trustees administers the Group. The Board normally meets 4 times per year, covering matters pertaining to finance, investment, governance, human resources, fundraising, public relations and retail.

The Board of Trustees includes a range of individuals with the appropriate knowledge and experience. External advisors may be engaged, be they paid or voluntary, where the Board deem it necessary to support them in their role.

A President and Senior Management Team are appointed by the Trustees to manage the day-to-day operations of the Charity. To facilitate effective operations the President and the Senior Management Team under the direction of the President have delegated authority for operational matters.

Related parties and co-operation with other organisations

None of our Trustees receive remuneration or other benefit from their work with the Group. Any connection between a Trustee or member of the Senior Management Team, a supplier, funder, supporter, organisation working collaboratively with, or beneficiary of the Group must be disclosed to the Board of Trustees in the same way as any other contractual relationship with a related party.

The work of the Charity is internationally recognised and in April 2003 Special Consultative Status with the Economic and Social Council of the United Nations was granted. HRF is a signatory of the Code of Conduct for the International Red Cross and Red Crescent Societies and has a partnership agreement with the European Commission Humanitarian Aid (ECHO). It is also a member of the British Overseas National Development Forum (BOND).

The Charity's wholly-owned subsidiary company, Delta One Investments Limited, trades on the Charity's behalf to generate income from the sale of donated goods in its charity shops.

Pay policy for senior staff

The pay of the President and Senior Management Team is reviewed annually and is normally increased in line with inflation and comparable roles within the sector.

Report of the Trustees for the year ended 31 December 2022 (continued)

Principal risks and uncertainties

The Trustees have identified resources and established review systems to manage organisational risk.

The Trustees maintain a risk register of the risks faced by the Charity and its subsidiary that is reviewed at least annually. The risk register records the risks that may arise in each area of the Charity's operations, along with the policies, systems and procedures in place to mitigate them. Risks are identified, assessed, and scored according to their likelihood and impact. Appropriate steps are then taken to mitigate them in day-to-day operations.

The principal risks and uncertainties faced by the Group at the time of writing are as follows:

- Increase in competition where a growing number of charities are seeking funds from the same donors.
- Compliance requirements with relevant laws and regulations.
- Foreign exchange risk.
- Safeguarding assets against unauthorised use.
- The continued ability to transfer funds to certain jurisdictions.

Statement as to disclosure to our auditor

In so far as the Trustees are aware at the time of approving our Trustees' annual report:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the group's auditor is unaware, and
- the Trustees, having made enquiries of fellow directors and the group's auditor that they ought to have individually taken, have each taken all steps that he/she is obliged to take as a director in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditor

Azets Audit Services Limited have indicated their willingness to be reappointed as auditor.

The Trustees' Report was approved by the Board of Trustees and signed on its behalf by:



Mr Mohanned Rahman
Trustee

Date: 27/09/2023

Human Relief Foundation

Trustees' responsibilities in relation to the financial statements

The Trustees are responsible for preparing a Trustees' Annual Report and Financial Statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable company and the group for that period. In preparing the financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue to operate.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and the group and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

Human Relief Foundation

Independent Auditor's Report to the Members of Human Relief Foundation

Opinion
We have audited the financial statements of Human Relief Foundation ('the charitable company') and its subsidiary ('the group') for the year ended 31 December 2022 which comprise of the consolidated and charity statement of financial activities, the group and charity balance sheets, the consolidated statement of cash flows and the related notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and charitable company's affairs as at 31 December 2022 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charites and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Basis for opinion
We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern
In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's or the group's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information
The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Independent Auditor's Report to the Members of Human Relief Foundation (continued)

Opinions on other matters prescribed by the Companies Act 2006
In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the strategic report and the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the strategic report and the directors' report) has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception
In the light of the knowledge and understanding of the group and charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' annual report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and Charities Accounts (Scotland) Regulations 2006 (as amended) require us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us;
- the financial statements are not in agreement with the accounting records and returns;
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees
As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements
We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and in accordance with the Acts and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Independent Auditor's Report to the Members of Human Relief Foundation (continued)

Extent to which the audit was considered capable of identifying irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the company through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias;
- Performing audit work over the timing and recognition of revenue and in particular whether it has been recorded in the correct accounting period; and
- Considering whether any restrictions on income are properly identified and that expenditure allocated to restricted income is appropriate.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Human Relief Foundation

Independent Auditor's Report to the Members of Human Relief Foundation (continued)

Use of our report
This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members and trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company, the charitable company's members as a body and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Alan Sidebottom

Alan Sidebottom
Senior Statutory Auditor

Date: 27/09/2023

For and on behalf of Azets Audit Services Limited
Statutory Auditor

Triune Court
Monks Cross Drive
York
YO32 9GZ

Human Relief Foundation

Charity only Statement of Financial Activities (including Income and Expenditure Account) for the year ended 31 December 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Income from:					
Donations and non-performance grants	**3**	1,414,345	4,979,883	6,394,228	6,705,021
Income from charitable activities					
Grants receivable	**3**	195,516	6,856,551	7,052,067	3,153,462
Other income	**3**	6,430	-	6,430	7,044
Income from investments	**3**	701	-	701	32
Total income		1,616,992	11,836,434	13,453,426	9,865,559
Expenditure on:					
Raising funds	**4**	918,006	-	918,006	1,031,763
Charitable activities	**4**	1,809,260	10,146,410	11,955,670	7,913,930
Total expenditure		2,727,266	10,146,410	12,873,676	8,945,693
Net income and net movement in funds	**5**	(1,110,274)	1,690,024	579,750	919,866
Total funds brought forward		1,337,270	4,806,764	6,144,034	5,224,168
Total funds carried forward	**12, 13**	226,996	6,496,788	6,723,784	6,144,034

The Statement of Financial Activities complies with the requirements for an income and expenditure account under the Companies Act 2006 and includes all gains and losses recognised in the year.

The results for the year all relate to continuing operations.

A fully detailed charity only Statement of Financial Activities for the year ended 31 December 2021 is shown at note 18.

Human Relief Foundation

Consolidated Statement of Financial Activities (including Income and Expenditure Account) for the year ended 31 December 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Income from:					
Donations and non-performance grants	**3**	1,343,747	4,979,883	6,323,630	6,626,885
Other trading activities					
Retail - sale of donated goods		482,728	-	482,728	336,441
COVID 19 Business interruption grants		-	-	-	96,310
Income from charitable activities					
Grants receivable	**3**	195,516	6,856,551	7,052,067	3,153,462
Other income	**3**	6,430	-	6,430	7,044
Income from investments	**3**	701	-	701	32
Total income		2,029,122	11,836,434	13,865,556	10,220,174
Expenditure on:					
Raising funds	**4**	1,322,631	-	1,322,631	1,386,378
Charitable activities	**4**	1,809,260	10,146,410	11,955,670	7,913,930
Total expenditure		3,131,891	10,146,410	13,278,301	9,300,308
Net income and net movement in funds	**5**	(1,102,769)	1,690,024	587,255	919,866
Total funds brought forward		1,339,446	4,806,764	6,146,210	5,226,344
Total funds carried forward	**12, 13**	236,677	6,496,788	6,733,465	6,146,210

The Statement of Financial Activities complies with the requirements for an income and expenditure account under the Companies Act 2006 and includes all gains and losses recognised in the year.

The results for the year all relate to continuing operations.

A fully detailed Consolidated Statement of Financial Activities for the year ended 31 December 2021 is shown in note 19.

Human Relief Foundation

Balance Sheets as at 31 December 2022

	Notes	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Fixed assets					
Tangible assets	**8**	506,534	509,841	499,259	508,024
Investment properties	**9**	125,000	125,000	125,000	125,000
Investments - Subsidiary	**9**	-	-	1	1
Investments - Bitcoin	**9a**	29,836	77,306	29,836	77,306
		661,370	712,147	654,096	710,331
Current assets					
Debtors	**10**	2,026,039	1,131,070	2,584,482	1,527,238
Cash at bank and in hand		4,935,043	5,002,867	4,364,224	4,601,611
		6,961,082	6,133,937	6,948,706	6,128,849
Creditors: Amounts falling due within one year	**11**	(888,987)	(699,874)	(879,018)	(695,146)
Net current assets		6,072,095	5,434,063	6,069,688	5,433,703
Total assets less current liabilities		**6,733,465**	**6,146,210**	**6,723,784**	**6,144,034**
Funds of the charity					
Unrestricted funds		236,677	1,339,446	226,996	1,337,270
Restricted funds	**12**	6,496,788	4,806,764	6,496,788	4,806,764
Total funds	**13**	**6,733,465**	**6,146,210**	**6,723,784**	**6,144,034**

The notes on pages 20 to 41 form part of these financial statements.

The financial statements were approved by the board on 27/09/2023 and signed on its behalf by:

Mr Mohanned Rahman
Trustee

Company registration number: 06195282

Human Relief Foundation

Consolidated Statement of Cash Flows for the year ended 31 December 2022

	Notes	2022 £	2021 £
Net cash (used in)/provided by operating activities	**16**	(53,621)	(345,318)
Cash flows from investing activities			
Purchase of property, plant and equipment		(14,904)	(5,400)
Purchase of investments in Bitcoin		-	(99,193)
Disposal of investments in Bitcoin		-	273,291
Bank interest received		701	32
Net cash provided by/(used in) investing activities		(14,203)	168,730
(Decrease)/increase in cash and cash equivalents in the year		(67,824)	(176,588)
Cash and cash equivalents at the beginning of the year		5,002,867	5,179,455
Total cash and cash equivalents at the end of the year		4,935,043	5,002,867

Human Relief Foundation

Notes to the Consolidated Financial Statements for the year ended 31 December 2022

1. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

Company information

The Charity is limited by guarantee, with the liability of members limited to £1 per member. The charity is registered in England and Wales with the Charity Commission and in Scotland with the Scottish Charity Regulator. The registered office is 2-4 Claremont, Bradford, BD7 1BQ.

If, upon winding up or dissolution of the charity, there remain any assets after satisfying all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having objectives similar to the charity.

1.1 Accounting convention

The financial statements have been prepared on a going concern basis in accordance with 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) ("Charities SORP (FRS 102)"), the Financial Reporting Standard applicable in the UK and Ireland (FRS 102), the Companies Act 2006, the Charities Act 2011 and the Charities Accounts (Scotland) Regulations 2006.

Human Relief Foundation meets the definition of a public benefit entity under FRS 102.

Assets and liabilities are initially recognised at cost or transaction value unless otherwise stated in the relevant accounting policy notes.

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 £1.

On the grounds that the charitable company's results are consolidated into the charitable company's group accounts the charitable company has taken advantage of certain exemptions conferred by section 1.11 of FRS 102 as follows:

- Exemption from presenting a charitable company statement of cash flows as a primary statement to the financial statements.

1.2 Going concern

The Trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from the authorisation of these financial statements and concluded that the level of reserves and cash at bank, together with budgeted income and expenditure, is sufficient to meet the charitable company's and group's requirements. Thus, the financial statements have been prepared on a going concern basis.

1.3 Basis of consolidation

The financial statements consolidate the results of the charity and its wholly owned subsidiary, Delta One Investments Limited, on a line by line basis.

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

1.4 Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attaching to the item(s) have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from grants is recognised when the charity has entitlement to the funds, any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. Where grant income has been received, but the charity has not met the conditions to become entitled to the income, an income deferral is made.

Donated goods and services

Donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity, which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is recognised in expenditure in the period of receipt.

Income from goods donated for sale in the charity's shops is recognised at the point of sale. As a result of the high volume of low value donated goods received, the cost of recognising these items at fair value on receipt would outweigh the benefit of recognising them in the accounts.

In accordance with the Charities SORP (FRS 102), the value of volunteer time is not recognised in the financial statements.

Investment income

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

Rents from investment properties are included when they are receivable by the charity.

1.5 Fund accounting

Unrestricted funds are funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for a particular purpose. Where no on-going restriction remains and all original conditions and restrictions have been met in relation to the original grant or donation, funds are transferred to general funds. The purpose and use of the restricted funds is set out in note 12.

1.6 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings, they have been apportioned on a basis consistent with the use of the resources.

The cost of raising funds includes fundraising event costs, direct campaigns, general information and public relation costs and their associated support costs.

Expenditure on charitable activities relates to expenditure in furtherance of the charity's objects, including grants awarded and associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which expenditure was incurred.

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

Allocation of support costs
Support costs are those functions that assist the work of the charity and include administration, finance, human resources, information systems and governance costs. These costs have been allocated between the costs of raising funds and expenditure on charitable activities on the basis set out in note 4.

1.7 Operating leases
Rentals payable under operating leases, including any lease incentives received, are charged to the statement of financial activities on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

1.8 Staff costs
The costs of short-term employee benefits are recognised as a liability and an expense where settlement of obligations does not fall within the same period.

Employee severance pay is recognised within the accounts, on an accruals basis, in the year in which the employee left the organisation.

1.9 Investments
Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently, it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the Statement of Financial Activities.

Investments in subsidiaries are stated at cost and the trustees review the carrying value annually for indications of impairment.

1.10 Tangible fixed assets
Fixed assets are included on a historical cost basis. It is a policy of the trustees that individual items with a cost below £500 are not capitalised.

Depreciation is provided at the following rates and bases to write off the cost of tangible fixed assets over their estimated useful lives by annual instalments, with a full year's charge in the acquisition year and no charge in the year of disposal:

Freehold buildings	2% straight line
Leasehold buildings	20% straight line
Fixtures and fittings	20% straight line
Motor vehicles	20% reducing balance
Computer equipment	25% straight line

Freehold land is not depreciated.

1.11 Stock
Due to the high volume and low value of stock items, it is impractical to estimate the fair value of goods donated for sale in the charity's shops and to include them on the balance sheet. The value of these goods is instead recognised upon sale.

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

1.12 Financial instruments

The group 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 group's balance sheet when the group 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.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity held for working capital. Bank overdrafts are shown within borrowing in current liabilities.

Debtors

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

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset. Impairment losses are recognised in the income and expenditure account.

Creditors, loans and provisions

Creditors, loans and provisions are recognised where the group 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, loans and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial liabilities are only derecognised when, and only when, the group's obligations are discharged, cancelled or they expire.

Amounts recognised as provisions are best estimates of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation.

1.13 Taxation

Human Relief Foundation is a registered charity and as such is a charity within the meaning of schedule 6 of the Finance Act 2010. Accordingly, the Charity is potentially entitled to tax exemption under part 11 of the Corporation Tax Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992 in respect of income and gains arising.

The trading subsidiary is liable to corporation tax on its chargeable profits. Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted at the balance sheet date. Minimal corporation tax arises on the subsidiary as profits are gift aided to the charity.

1.14 Foreign currency

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to statement of financial activities.

1.15 Pensions

The group operates a defined contribution scheme for the benefit of employees. Contributions are charged as an expense to the statement of financial activities in the period in which they fall due.

2. Critical accounting estimates and judgements

In the application of the group'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 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, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Key sources of estimation uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows:

Accrued income

Accrued income has been included within these financial statements when its receipt is considered probable. Management assesses the probability of its receipts by considering contracts and agreements in place, current relationships with funders and, where applicable, work performed. At the year end, accrued income totalled £1,482,234 (2021 - £874,442).

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

3. Income

For the year ended 31 December 2022	Unrestricted income £	Restricted income £	2022 Total £
Donations and non-performance grants:			
Donations from individuals and charitable organisations (including Gift Aid)	1,105,739	4,979,883	6,085,622
Gift Aid donation from subsidiary	70,598	-	70,598
UK Care for Children	238,008	-	238,008
Charity only total	1,414,345	4,979,883	6,394,228
Gift Aid donation from subsidiary	(70,598)	-	(70,598)
Group total	1,343,747	4,979,883	6,323,630
Income from charitable activities			
Performance related grants receivable:			
Bangladesh IDP Project	-	2,516,088	2,516,088
OCHA Project	-	38,497	38,497
UNDP216 Project	-	104,103	104,103
UNDP217 Project	-	176,308	176,308
UNDP301 Project	-	85,249	85,249
UNDP327 Project	195,516	2,469,828	2,665,344
UNDP421 Project	-	474,123	474,123
WFP Project	-	992,355	992,355
Charity and group total	195,516	6,856,551	7,052,067
Other income			
Rental income	6,430	-	6,430
Charity and group total	6,430	-	6,430
Income from investments			
Bank deposit interest	701	-	701
Charity and group total	701	-	701

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

3. Income (continued)

For the year ended 31 December 2021	Unrestricted income £	Restricted income £	2021 Total £
Donations and non-performance grants:			
Donations from individuals and charitable organisations (including Gift Aid)	2,322,930	4,249,267	6,572,197
Gift Aid donation from subsidiary	132,023	-	132,023
Google advertising – gift in kind	801	-	801
Charity only total	2,455,754	4,249,267	6,705,021
Gift Aid donation from subsidiary	(132,023)	-	(132,023)
Furlough income in subsidiary	53,887	-	53,887
Group total	2,377,618	4,249,267	6,626,885
Income from charitable activities			
Performance related grants receivable:			
Bangladesh IDP Project	-	1,364,659	1,364,659
OCHA Project	-	953,075	953,075
UNDP051 Project	-	31,924	31,924
UNDP216 Project	-	155,055	155,055
UNDP217 Project	-	176,092	176,092
UNDP327 Project	-	65,895	65,895
UNHabitat Project	-	8,043	8,043
WFP Project	-	398,719	398,719
Charity and group total	-	3,153,462	3,153,462
Other income			
Rental income	6,080	-	6,080
Foreign currency translation	964	-	964
Charity and group total	7,044	-	7,044
Income from investments			
Bank deposit interest	32	-	32
Charity and group total	32	-	32

Included within donations from individuals and charitable organisations is Gift Aid amounting to £293,434 (2021 - £393,535).

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

4. Analysis of expenditure

For the year ended 31 December 2022	Direct costs £	Allocated costs £	Total 2022 £
Expenditure on raising funds:			
Donations campaign	-	202,665	202,665
Donations - fundraising activities	242,456	472,885	715,341
Charity only total	242,456	675,550	918,006
Retail costs in subsidiary	404,625	-	404,625
Group total	647,081	675,550	1,322,631
Expenditure on charitable activities:			
Health, education and skills development	449,530	318,175	767,705
Widows and orphans support	1,050,478	288,278	1,338,756
Qurbani	851,235	190,826	1,042,061
Emergency and natural disasters	1,123,995	645,080	1,769,075
Grant funded programmes	6,671,172	366,901	7,038,073
	10,146,410	1,809,260	11,955,670
Total expenditure (charity only)	10,388,866	2,484,810	12,873,676
Total expenditure (group)	10,793,491	2,484,810	13,278,301

Retail costs in subsidiary expenditure includes staff costs totalling £243,232 (2021 - £214,805).

Notes to the Consolidated Financial Statements for the year ended 31 December 2022(continued)

4. Analysis of expenditure (continued)

For the year ended 31 December 2021	Direct costs £	Allocated costs £	Total 2021 £
Expenditure on raising funds:			
Donations campaign	-	171,180	171,180
Donations - fundraising activities	461,163	399,420	860,583
Charity only total	461,163	570,600	1,031,763
Retail costs in subsidiary	354,615	-	354,615
Group total	815,778	570,600	1,386,378
Expenditure on charitable activities:			
Health, education and skills development	504,664	258,700	763,364
Widows and orphans support	496,548	236,942	733,490
Qurbani	480,246	158,123	638,369
Emergency and natural disasters	1,794,499	532,636	2,327,135
Grant funded programmes	3,153,462	298,110	3,451,572
	6,429,419	1,484,511	7,913,930
Total expenditure (charity only)	6,890,582	2,055,111	8,945,693
Total expenditure (group)	7,245,197	2,055,111	9,300,308

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

4. Analysis of expenditure (continued)

Support costs
Support costs have been allocated based on an estimate, by management, of time spent by employees contributing to each activity. Support costs have been allocated as follows:

For the year ended 31 December 2022	Employment costs £	Premises costs £	Administration costs £	Overseas office overhead costs £	Total 2022 £
Donations campaign	99,495	16,472	86,698	-	202,665
Donations - fundraising activities	232,154	38,435	202,296	-	472,885
Health, education and skills development	66,330	10,981	57,799	183,065	318,175
Widows and orphans support	82,912	13,727	72,249	119,390	288,278
Qurbani	66,330	10,981	57,799	55,716	190,826
Emergency and natural disasters	207,280	34,317	180,621	222,862	645,080
Grant funded programmes	74,621	12,354	65,024	214,902	366,901
	829,122	137,267	722,486	795,935	2,484,810

For the year ended 31 December 2021	Employment costs £	Premises costs £	Administration costs £	Overseas office overhead costs £	Total 2021 £
Donations campaign	112,003	15,937	43,240	-	171,180
Donations - fundraising activities	261,341	37,185	100,894		399,420
Health, education and skills development	74,669	10,624	28,827	144,580	258,700
Widows and orphans support	93,336	13,280	36,034	94,292	236,942
Qurbani	74,669	10,624	28,827	44,003	158,123
Emergency and natural disasters	233,340	33,201	90,084	176,011	532,636
Grant funded programmes	84,003	11,952	32,430	169,725	298,110
	933,361	132,803	360,336	628,611	2,055,111

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

5. Net income for the year

Net income for the year is stated after charging:

	2022 £	2021 £
Depreciation of owned assets	17,841	23,473
Foreign exchange gain	115,925	33,439
Operating lease charges	44,700	89,826
Auditor's remuneration:		
- for the audit of the financial statements (Charity - £13,500, 2021 - £10,500)	16,500	13,200
- for the provision of other services	4,250	3,600

6. Information regarding trustees and employees

	2022 £	2021 £
Staff costs comprise		
Wages and salaries	972,123	1,047,258
Social security costs	79,258	79,113
Pension	20,971	21,795
	1,072,352	1,148,166

During the year, the group employed an average of 47 staff (2021 – 52).

The Trustees received no remuneration or benefits during either year. Trustees received a total of £nil (2021 - £nil) in respect of out of pocket expenses incurred during the year.

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2022 Number	2021 Number
£60,000 - £70,000	1	-

During the year the brother of Mr M Rahman, a trustee, was employed by the charity on a full-time basis as the Head of International Programmes. He received gross remuneration of £55,000 (2021 - £45,000) during the year.

The key management personnel of the charity and group comprise the trustees and senior management team. The total employee benefits of the key management personnel employed by the charity and group, which encompasses 3 individuals plus the trustees, were £191,249 (2021 - £157,133).

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

7. Taxation

Human Relief Foundation is a registered charity and as such is a charity within the meaning of schedule 6 of the Finance Act 2010. Accordingly, the charity is potentially entitled to tax exemption under part 11 of the Corporation Tax Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992 in respect of income and gains arising. Given this, no tax charge arises on the charity.

The trading subsidiary is liable to corporation tax on its chargeable profits. Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted at the balance sheet date. As all profits arising in the subsidiary are gift aided to the parent charitable company no corporation tax arises.

8. Fixed assets

Group	Freehold land and buildings £	Leasehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Total £
Cost						
1 January 2022	534,519	20,000	86,474	8,993	84,117	734,103
Additions	-	-	10,218	-	4,686	14,904
Disposals	-	-	-	(8,993)	-	(8,993)
31 December 2022	534,519	20,000	96,692	-	88,803	740,014
Depreciation						
1 January 2022	44,068	20,000	82,173	8,621	69,400	224,262
Charge for the year	7,345	-	2,906	-	7,588	17,839
Eliminated in respect of disposals	-	-	-	(8,621)	-	(8,621)
31 December 2022	51,413	-	85,079	-	76,988	233,480
Net book values						
31 December 2022	483,106	-	11,613	-	11,815	506,534
31 December 2021	490,451	-	4,301	372	14,717	509,841

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

8. Fixed assets (continued)

Charity	Freehold land and buildings £	Leasehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Total £
Cost						
1 January 2022	534,519	20,000	44,399	8,993	84,117	692,028
Additions	-	-	2,500	-	4,686	7,186
Disposals	-	-	-	(8,993)	-	(8,993)
31 December 2022	534,519	20,000	46,899	-	88,803	690,221
Depreciation						
1 January 2022	44,068	20,000	41,915	8,621	69,400	184,004
Charge for the year	7,345	-	646	-	7,588	15,579
Eliminated in respect of disposals	-	-	-	(8,621)	-	(8,621)
31 December 2022	51,413	20,000	42,561	-	76,988	190,962
Net book values						
31 December 2022	483,106	-	4,338	-	11,815	499,259
31 December 2021	490,451	-	2,484	372	14,717	508,024

All tangible assets were used for charitable purposes.

9. Investments

The Charity and the Group

	2022 £	2021 £
UK investment property		
Market value at 1 January 2022 and 31 December 2022	125,000	125,000

The investment property has an historic cost of £300,000 and was independently valued by A J Idle MRICS of Andrew Idle Commercial Property Limited on 10 June 2015 on the basis of open market value. The Trustees believe that the valuation still materially represents fair value at the balance sheet date.

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

9. Investments (continued)

Charity

	2022 £	2021 £
Shares in subsidiary undertaking		
Delta One Investments Limited	1	1

The Charity owns 100% of the ordinary share capital of Delta One Investments Limited, a company registered in England and Wales. Delta One Investments Limited's principal activity is the sale of donated goods. Under a deed of covenant, the subsidiary gifts its taxable profit to the parent charity as a Gift Aid donation.

The income and expenditure of Delta One Investments Limited, which have been included in these consolidated accounts, for the year ended 31 December 2022 is summarised below:

	2022 £	2021 £
Turnover – sale of donated goods	482,728	336,441
Administrative expenses	(404,625)	(354,615)
Other operating income	-	150,197
Profit on ordinary activities for the financial year	78,103	132,023
Gift aid payment to Human Relief Foundation	(70,598)	(132,023)
Profit on ordinary activities before taxation	-	-
Tax on profit on ordinary activities	-	-
Profit retained for the financial year	7,505	-

The aggregate assets, liabilities and funds were:

	2022 £	2021 £
Fixed assets	7,275	1,817
Current assets	580,976	410,001
Liabilities	(578,569)	(409,641)
	9,682	2,177
Represented by:		
Called up share capital	1	1
Profit and loss account	9,681	2,176
	9,682	2,177

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

9a. Investments

The Charity and the Group

	2022 £	2021 £
Investment (cryptocurrencies)		
Brought forward	77,306	-
Fair value of gift	-	251,404
Additions	-	99,193
Disposals	-	(273,291)
Revaluation	(47,470)	-
Carried forward	29,836	77,306

Cryptocurrencies are remeasured to fair value as of the reporting date.

10. Debtors

	Group		Charity	
	2022 £	2021 £	2022 £	2021 £
Trade debtors	3,238	3,756	3,238	3,756
Amount owed by subsidiary	-	-	568,600	404,913
Prepayments	495,661	218,144	495,661	218,144
Accrued income	1,482,234	874,442	1,482,234	874,442
Other debtors	39,271	34,728	29,114	25,983
Taxes and social security costs	5,635	-	5,635	-
	2,026,039	1,131,070	2,584,482	1,527,238

11. Creditors – Amounts falling due within one year

	Group		Charity	
	2022 £	2021 £	2022 £	2021 £
Trade creditors	372,756	303,891	372,756	303,891
Other creditors	245,109	118,657	239,640	118,128
Accruals and grant commitments	271,122	274,471	266,622	270,272
Deferred income	-	2,855	-	2,855
	888,987	699,874	879,018	695,146

Deferred income	2022 £	2021 £
Deferred income at 1 January 2022	2,855	1,234,770
Amounts released from previous years	(2,855)	(1,234,770)
Income deferred during the year	-	2,855
Deferred income at 31 December 2022	-	2,855

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

12. Movements in restricted funds

The Charity and the Group

For the year ended 31 December 2022	1 January 2022 £	Income £	Expenditure £	31 December 2022 £
Health, education and skills development	148,126	299,323	(447,449)	-
Widow and orphan support	57,038	602,242	(659,280)	-
Qurbani	-	1,372,065	(851,235)	520,830
Emergency appeals	4,601,600	2,706,253	(1,331,895)	5,975,958
Bangladesh IDP Project	-	2,516,088	(2,516,088)	-
OCHA Project	-	38,497	(38,497)	-
UNDP216 Project	-	104,103	(104,103)	-
UNDP217 Project	-	176,308	(176,308)	-
UNDP301 Project	-	85,249	(85,249)	-
UNDP327 Project	-	2,469,828	(2,469,828)	-
UNDP421 project	-	474,123	(474,123)	-
WFP Project	-	992,355	(992,355)	-
	4,806,764	11,836,434	(10,146,410)	6,496,788

For the year ended 31 December 2021	1 January 2021 £	Income £	Expenditure £	31 December 2021 £
Health, education and skills development	39,294	613,496	(504,664)	148,126
Widow and orphan support	-	553,586	(496,548)	57,038
Qurbani	-	480,246	(480,246)	-
Emergency appeals	3,794,160	2,601,939	(1,794,499)	4,601,600
Bangladesh IDP Project	-	1,364,659	(1,364,659)	-
OCHA Project	-	953,075	(953,075)	-
UNDP051 Project	-	31,924	(31,924)	-
UNDP216 Project	-	155,055	(155,055)	-
UNDP217 Project	-	176,092	(176,092)	-
UNDP327 Project	-	65,895	(65,895)	-
UNHabitat Project	-	8,043	(8,043)	-
WFP Project	-	398,719	(398,719)	-
	3,833,454	7,402,729	(6,429,419)	4,806,764

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

12. Movements in restricted funds (continued)

Restricted funds consist of unspent restricted grants and donations. The nature and application of the restricted funds are as follows:

Fund	Nature and application
Health, education and skills development	Provides support to beneficiaries with healthcare, such as immunisations. Also provides beneficiaries with sponsorship in educational and skills courses to help them become self-reliant.
Widow and orphan support	Provides orphans and vulnerable families with food, water, shelter, education and accommodation.
Qurbani	Facilitates the requirements of the donors where it is obligatory to perform Qurbani. The beneficiaries of this fund are in the poorer countries who will benefit the most.
Emergency appeals	This is intended to aid those beneficiaries who urgently require assistance such as victims of earthquakes, internally displaced people as a result of conflict etc.
Bangladesh IDP Project	Multi-sector assistance for displaced Rohingya refugees in Bangladesh.
OCHA Project	Distribution of sealing off kits (SOKs) to 1,253 households and 140 emergency shelter repairs in Kirkuk, Iraq.
UNDP051 Project	Employment of 600 beneficiaries for waste management and removal in Erbil and Sulayamniyah governorates in Iraq.
UNDP216 Project	Promoting economic recovery through entrepreneurship and business creation in Muthanna Governorate in Iraq.
UNDP217 Project	Provision of demand-driven vocational training for youth in Mosul, Iraq, in the construction and housing sectors informed by a rapid local market assessment.
UNDP301 Project	Provision for supporting livelihood through agriculture in Sinjar, Sinune and Al-Mahalabia, Ninawa – Iraq.
UNDP327 Project	Supporting Livelihoods & Economic Reintegration for the Returnee Communities in Iraq through livelihood interventions including; community-based initiatives, business training, grant distribution and vocational training.
UNDP421 Project	Provide support to micro, small and medium-sized enterprises in Sinjar and Sinunni, Ninawa - Iraq.
WFP	Delivering daily school meals to 46,000 students across 148 schools in Qadisyah, Iraq and to 15,000 students across 57 schools in Salad Al-Din, Iraq.

Notes to the Consolidated Financial Statements for the year ended 31 December 2022(continued)

13. Analysis of assets and liabilities between funds

Group - as at 31 December 2022	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	506,534	-	506,534
Investments	154,836	-	154,836
Current assets	464,294	6,496,788	6,961,082
Current liabilities	(888,987)	-	(888,987)
Total net assets	236,677	6,496,788	6,733,465

Group - as at 31 December 2021	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	509,841	-	509,841
Investments	202,306	-	202,306
Current assets	1,327,173	4,806,764	6,133,937
Current liabilities	(699,874)	-	(699,874)
Total net assets	1,339,446	4,806,764	6,146,210

Charity - as at 31 December 2022	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	499,259	-	499,259
Investments	154,837	-	154,837
Current assets	451,918	6,496,788	6,948,706
Current liabilities	(879,018)	-	(879,018)
Total net assets	226,996	6,496,788	6,723,784

Charity - as at 31 December 2021	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	508,024	-	508,024
Investments	202,307	-	202,307
Current assets	1,322,085	4,806,764	6,128,849
Current liabilities	(695,146)	-	(695,146)
Total net assets	1,337,270	4,806,764	6,144,034

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

14. Operating commitments

At 31 December 2022, the charity and the group had outstanding commitments for future minimum lease payments under non-cancellable operating leases which fall due as follows:-

	The Charity and the Group	
	2022 £	2021 £
Due within 1 year	21,000	40,150
Due between 2 and 5 years	63,000	63,000
Due over 5 years	292,250	313,250
	376,250	416,400

15. Related party transactions

Property rent has been paid to a member of key management personnel during the year, totalling £12,000 (2021 - £12,000).

During the year, Human Relief Foundation ("HRF") conducted the following transactions with its subsidiary, Delta One Investments Limited ("Delta One"):

- Delta One made a gift aid donation under a deed of covenant to HRF of £78,103 (2021 - £132,023).

- At 31 December 2022, HRF was due £576,105 from Delta One (2021 - £404,913).

A number of HRF associated/affiliated charities and non-governmental operations (NGO's) are in operation throughout the world. These do not form part of the same group as HRF, however they do have some common management. HRF paid funds amounting to £2,854,242 (2021 - £1,661,636) during the year to these charities and NGO's to assist HRF to deliver/perform its charitable activities. At the year end, HRF had creditor balances totalling £231,805 (2021 - £179,827) owing to these charities/NGO's.

16. Reconciliation of net movement in funds to net cash flow from operating activities

	2022 £	2021 £
Net movement in funds	587,255	919,866
Adjustments for:		
Depreciation charges	17,841	23,473
Interest received	(701)	(32)
Gift in kind – cryptocurrencies	-	(251,404)
Decrease in investment	47,470	-
Increase in debtors	(894,969)	(228,048)
Increase/(decrease) in creditors	189,113	(809,173)
Net cash provided by operating activities	(53,621)	(345,318)

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

17. Analysis of changes in group net debt

The charity had no net debt during either the current or preceding year.

18. Comparative charity only Statement of Financial Activities (including Income and Expenditure Account) for the year ended 31 December 2021

	Unrestricted funds £	Restricted funds £	2021 Total £
Income from:			
Donations and non-performance grants	2,455,754	4,249,267	6,705,021
Income from charitable activities			
Grants receivable	-	3,153,462	3,153,462
Other income	7,044	-	7,044
Income from investments	32	-	32
Total income	2,462,830	7,402,729	9,865,559
Expenditure on:			
Raising funds	1,031,763	-	1,031,763
Charitable activities	1,484,511	6,429,419	7,913,930
Total expenditure	2,516,274	6,429,419	8,945,693
Net income and net movement in funds	(53,444)	973,310	919,866
Total funds brought forward	1,390,714	3,833,454	5,224,168
Total funds carried forward	1,337,270	4,806,764	6,144,034

Notes to the Consolidated Financial Statements for the year ended 31 December 2022 (continued)

19. Comparative Consolidated Statement of Financial Activities (including Income and Expenditure Account) for the year ended 31 December 2021

	Unrestricted funds £	Restricted funds £	2021 Total £
Income from:			
Donations and non-performance grants	2,377,618	4,249,267	6,626,885
Other trading activities			
Retail - sale of donated goods	336,441	-	336,441
COVID 19 Business interruption grants	96,310	-	96,310
Income from charitable activities			
Grants receivable	-	3,153,462	3,153,462
Other income	7,044	-	7,044
Income from investments	32	-	32
Total income	2,817,445	7,402,729	10,220,174
Expenditure on:			
Raising funds	1,386,378	-	1,386,378
Charitable activities	1,484,511	6,429,419	7,913,930
Total expenditure	2,870,889	6,429,419	9,300,308
Net income and net movement in funds	(53,444)	973,310	919,866
Total funds brought forward	1,392,890	3,833,454	5,226,344
Total funds carried forward	1,339,446	4,806,764	6,146,210

HUMAN RELIEF FOUNDATION

England & Wales - Charity number 1126281

Accounts

Registered Charity Number: 1126281
Company Number: 06195282
Scottish Charity Number: SC 038671

Human Relief Foundation
(Company Limited by Guarantee)

Annual Report and Financial Statements

for the year ended 31 December 2021

Human Relief Foundation

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Human Relief Foundation

Charity Information

Trustees
Dr Haytham Al-Khaffaf (Chairman)
Mr Bara Abdul-Salam
Mr Mohanned Rahman
Mr Ayad Al-Rawi (Appointed on 3 July 2022)
Mr Suhail Sharief

Company Secretary
Mr Kassim Tokan

Registered charity number
1126281

Company number
06195282

Scottish charity number
SC 038671

Principal and registered office
2 Claremont
Bradford
BD7 1BQ

Auditor
Azets Audit Services Limited
Triune Court
Monks Cross Drive
York
YO32 9GZ

Bankers
National Westminster Bank
699 Wilmslow Road
Manchester
M20 6NW

HSBC
47 Market Street
Bradford
BD1 1LW

Al Rayan Bank
44 Hans Crescent
Knightsbridge
London
SW1X 0LZ

Solicitors
Fieldings Porter Solicitors
Silverwell House
Bolton
BL1 1PT

Human Relief Foundation

Report of the Trustees for the year ended 31 December 2021

The Trustees are pleased to present their annual report together with the consolidated financial statements of the charity and its subsidiary for the year ended 31 December 2021, which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Articles of Association 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).

Mission and strategic objectives

Human Relief Foundation (HRF) is an International Non-Governmental Charitable Organisation. HRF seeks to promote sustainable economic and social development by working with local communities through relief and developmental programmes, supporting them to build a better life and find their own solutions to global problems. For over three decades HRF has been instrumental in helping to save lives and relieve human suffering in some of the poorest regions of the world.

We provide emergency relief and assistance to people caught up in extraordinary, life-threatening situations. Globally, HRF has permanent offices strategically located around the world (Bradford, Amman, Baghdad, Mosul, Aden, Accra, Islamabad, Erbil, Dhaka, Cox's Bazar, London, Glasgow, Birmingham, Manchester, Lyon and Paris), allowing us to actively provide global assistance whenever and wherever it is needed.

Our mission is to achieve lasting improvement in the quality of life of people, regardless of their gender, race, religion, class or political affiliation, by mobilising resources, building partnerships and developing local capacities to:

- Enable individuals, groups and communities to mitigate the effects of disaster and crisis, prepare for their occurrence and provide humanitarian relief and recovery;
- Assist the disadvantaged in becoming self-reliant by developing their own solutions to development challenges and creating sustainable livelihoods;
- Promote sustainable development and address the root causes of conflict through programmes that target education, shelter, water and sanitation, health and nutrition and humanitarian dialogue;
- Support the vulnerable, disadvantaged and marginalised and enable them to voice their needs; and
- Build local capacities.

The charity relies heavily on the generous donations it receives from fellow charities, individuals and other organisations.

This annual report details what we have achieved during the year to 31 December 2021.

Fundraising

The Charity has always applied the policy of fundraising through our own staff and volunteers and does not have any arrangements with commercial participators, professional fundraisers and third party organisations.

Fundraisers and volunteers are recruited primarily where the organisation has an office such as Bradford, Manchester, London and Birmingham with the intention of raising funds for our charitable objectives.

Human Relief Foundation is a member of the Fundraising Regulator and in 2021 we received no complaints during the year under review.

Human Relief Foundation staff are trained in fundraising methods to ensure that the approach we apply when communicating with members of the public does not cause unnecessary intrusion on a person's privacy or place undue pressure on a person's money or property.

Report of the Trustees for the year ended 31 December 2021 (continued)

Achievements and performance

In 2021, we saw the UK come out of the major restrictions which were imposed by the government due to COVID-19. However, our main community fundraising activities were still severely affected during the year. As our staff and volunteers return to work, we hope that our full fundraising activities will resume again but expect that the pandemic may have permanently changed the way we fundraise as they will need to evolve to the post-pandemic era. The year remained challenging, but the Board was pleased with the overall performance considering the current climate and the charity was able to deliver the much need humanitarian assistance.

HRF measures success by the financial performance throughout the year whereby an increase in the funds raised enables the organisation to assist more beneficiaries throughout the world. HRF also determines success by securing more funding from institutional donors and partnerships in order to fulfil the organisations objectives. In 2021, HRF secured more funding from various UN and other development agencies compared to the previous financial year. However, funding from individual donors fell for the year and this can be attributed as a direct result of the impact of the pandemic and we hope that the funding will recover now that the governmental restrictions have been lifted.

During 2021, HRF implemented programmes and projects which directly contributed to our organisation's aims and objectives. We partnered with UNDP to implement livelihood projects where beneficiaries received business grants and business training to provide a source of long-term income to alleviate poverty. Our School Feeding project with WFP provided daily school meals to thousands of students as an incentive for students to attend schools and advance their education. Our ongoing projects such as orphan sponsorship ensures vulnerable families receive financial support to reduce any negative coping mechanisms. HRF ensures all the programmes and activities undertaken are all to further the organisation's aims and objectives and for the public benefit.

HRF's main activities are all carried out for the Public Benefit. Fundraising campaigns, income from our charity shops and programme and project implementation are all undertaken for the sole purpose to further our organisation's objects which are: 'To make donations to such charitable institutions and individuals at such time and in such manner as the trustees may in their absolute discretion think fit, for the worldwide relief of poverty, sickness, protection, preservation of good health and the advancement of education'.

The Trustees have regard to the Charity Commission's Public Benefit guidance when exercising any powers and duties.

Jordan

Jordan continues to host Syrian refugees as the world's largest displacement crisis grinds on. 660,000 Syrian refugees are registered in the country in addition to the 2.3 million Palestinian refugees registered with UNRWA; 1 in 14 people currently residing in Jordan is a refugee. Pre-existing vulnerabilities of both refugee and host communities across Jordan have been compounded and exacerbated by the COVID-19 pandemic. Refugee communities continue to face significant challenges relating to access to employment, food security and protection. Host and other Jordanian communities have also been badly affected by the pandemic with the level of poverty increasing by around 38 percentage points among Jordanian citizens.

Human Relief Foundation in Jordan has continued to respond to these ongoing challenges in 2021. 1,752 households were provided with financial support throughout the year, which could be used to pay rent, bills or debt. HRF also covered the medical costs for 11 patients that required operations. 4,010 households were provided with periodic food assistance through the distribution of food parcels. As well as this, HRF implemented its annual Qurbani project in Jordan, distributing meat packs to 350 households. HRF has a significant orphan sponsorship programme in Jordan, providing 270 orphans with financial support throughout the year.

HRF also ran an Eid clothing project for orphans, providing clothing for 320 orphans to coincide with Eid. Additionally, an entertainment day was organised for orphans.

Report of the Trustees for the year ended 31 December 2021 (continued)

For Syrian refugees in Jordan, HRF continued its funding of the Hope Centre in Zaatari Camp. The Hope Centre is a one-of-a-kind institution offering physiotherapy and rehabilitation for refugees with visual, aural, movement or psychological impairments or challenges.

Iraq

Significant progress has been made in Iraq since the end of the conflict against ISIS in 2017. However, ongoing post-conflict recovery efforts are taking place against a backdrop of economic challenges, social unrest and ongoing displacement.

2021 was a very productive year for HRF Iraq, seeing the end of projects rolling over from the previous year and the start of new projects, some continuing into 2022. HRF completed a long running OCHA-funded programme which provided 1,973 sealing off kits (SOKs), rehabilitated critically damaged shelters for 416 households and provided rental subsidies for 56 households across Kirkuk governorate. In response to a government-initiated closure of IDP camps across Iraq, HRF delivered an additional OCHA-funded project in cooperation with a local partner which saw the distribution of a further 429 SOKs to affected IDP households across both Kirkuk and Salah al Din governorates.

HRF continued its partnership with WFP to deliver the national school feeding programme in Salah al Din and Qadisiya governorates for both the 2020-2021 and 2021-2022 school years. Despite significant challenges posed due to disruptions to the school calendar in the midst of the COVID-19 pandemic, HRF was able to distribute 61,842 food baskets to primary school age children in Salah al Din, and 44,677 in Qadisiya in the 20/21 school year. The 21/22 school year partnership is ongoing.

HRF saw a significant expansion of its livelihoods portfolio in Iraq through generous funding from UNDP. Within the context of post-conflict Iraq, HRF views livelihoods programming as an increasing essential thematic focus for the country. HRF implemented an innovative project in the often neglected south of Iraq delivering business training for 50 beneficiaries and providing asset grants to 30 of these who presented the best business plans in either the digital or green economy. HRF also began a project in the northern district of Sinjar, providing business training for 150 beneficiaries and business asset grants to 100 of those with the best business plans. In addition to the provision of business training and grants, another strand of HRF's livelihoods work in 2021 was vocational training. HRF delivered a demand-driven vocational training project for 220 youth in Mosul city in the construction and housing sectors. The training was followed by networking opportunities for course participants to find job opportunities in existing construction and housing businesses in Mosul.

On top of this, HRF began the implementation of a large-scale, multi-output livelihoods programme across four conflict-affected districts of Iraq, Qaim and Habbaniyah (Anbar governorate), Tooz Khormato (Salah al Din governorate) and Muhalabiyah (Ninewa governorate). This programme will see a total of 2,600 beneficiaries engaged in a variety of livelihoods interventions, including; community-based initiatives, business training and grant distribution, and vocational training opportunities. This programme will run into the middle of 2022.

Finally, our offices in Mosul and Baghdad were able to carry out a wealth of activities across the country thanks to the funding raised internally:

- 885 households supported with food baskets .
- 5,575 households benefited from better access to water through digging of wells or the installation of water systems.
- Orphan sponsorship for 536 orphans and the rehabilitation of orphanages.
- School bag distribution for 1,000 children.
- Ramadan food baskets for 800 households.
- Qurbani meat distributions for 2,800 households.
- Cash distribution for 100 households.

Pakistan

Pakistan continues to face a number of development challenges relating to socio-economic inequality and compounded by climate change vulnerability and the COVID-19 pandemic.

Report of the Trustees for the year ended 31 December 2021 (continued)

2021 also saw a sizeable influx of Afghan refugees enter Pakistan following the collapse of the national government and the Taliban takeover.

HRF opened The HRF Institute for Skills Development in Mansehra to provide vocational training opportunities for vulnerable individuals living in the surrounding areas. The institute took on 80 trainees throughout 2021, delivering a variety of courses including basic English, computer literacy, stitching and health & beauty.

Water scarcity remains a severe problem for many remote communities in Pakistan. In 2021, HRF installed 66 communal hand pumps across Rajanpur, Lakki Marwat and Mardan and 96 shallow hand pumps were installed in Mardan and Rajanpur. In addition to this, HRF installed a reverse osmosis plant for the purification of water in Waisa village, Attock district. It purifies 30,000 litres of water for 5,000 people daily.

600 households received Ramadan food parcels, 300 individuals were provided with Iftar meals and 350 households received Qurbani meat packs. 98 orphans were sponsored through cash grants in Mardan, Kohat, Isakhel and Eid activities were held for orphans.

HRF began its shelter programme in Pakistan and had completed 3 shelters by the end of December 2021.

Finally, HRF provided medical support for individuals living in Mirpir, Kashmir.

Bangladesh

Bangladesh is affected by natural hazards and is host to a large Rohingya refugee population, both of which have an impact on humanitarian needs in the country. Cox's Bazar District is hosting over 866,000 Rohingya refugees from Myanmar, 52% of whom are children. Camp conditions are marked by insecurity, congestion and lack of privacy, and inadequate sanitation facilities and water infrastructure. The majority of Rohingya households engage in high-risk coping strategies, such as selling or rationing aid or taking on new debts, in order to meet basic needs. This is particularly true for female-headed households, households without income-generating activities, and those with older people and people with disabilities amongst their members. Vulnerability in the camps has been compounded by COVID-19, with lockdowns limiting access to vital services.

During 2020, HRF secured funding from the Islamic Development Bank (ISDB) to run a multi-year, multi-sector programme that will provide 79,790 direct beneficiaries, including vulnerable Rohingya households and vulnerable host community households, with durable shelter solutions. In 2021, the shelter component was prioritised in line with donor preferences and in-camp needs. Despite challenges primarily stemming from the COVID-19 pandemic, HRF made significant progress against targets. By December, HRF had constructed 3,963 mid-term shelters (97% of the target) across Kutupalong refugee camp. The construction of the shelters was accompanied with the distribution and installation of solar panel systems and fire extinguishers to all households. By December, 3,963 solar panels had been installed and 2,787 fire extinguishers had been distributed. In addition to this, HRF constructed 875 shower blocks (85% of the target) and 891 toilet blocks (87% of the target) to ensure dignified WASH access for the targeted Rohingya communities. As well as targeting Rohingya refugees, HRF has also been supporting host communities in the areas surrounding the refugee camp through the construction of host community shelters and toilets. The remaining shelter activities will be completed early 2022. All further components of the Islamic Development Bank programme are scheduled for delivery in 2022.

2021 also saw HRF respond swiftly and decisively to developing emergencies in Kutupalong camp. On 22 March 2021, a devastating fire broke out in three Rohingya refugee camps killing 11 refugees and leaving some 10,100 households without shelter. HRF launched an emergency response and distributed non-food item (NFI) kits containing cooking utensils, bathing and cleaning items, bedding and protection items, personal hygiene items to 190 fire-affected households. An additional 180 households received emergency food assistance and 70 households were provided with emergency shelter kits.

Report of the Trustees for the year ended 31 December 2021 (continued)

In July, prolonged and intense rain caused flash floods and landslides which in turn led to significant damage to shelters and infrastructure in camps 1W, 1E, 8W, 8E, 9 and 10. Surrounding host communities were also badly affected by this incident. HRF responded through the provision of 191 NFI kits to affected Rohingya households and 134 NFI kits to host communities.

In addition to this, HRF implemented a Ramadan food assistance project in Dhaka, Cox's Bazar and Rajshahi. 300 households received food parcels containing enough to meet the needs of an average 5 person household for 2 weeks.

Finally, HRF distributed 250 blankets to homeless persons living in Dhaka in time for the winter months.

In total, 7,280 households comprising of 35,338 individuals were reached with assistance in 2021. 29,156 of these individuals were Rohingya and the remaining 6,232 individuals were from Bangladeshi communities.

Ghana

Ghana is classified as a lower middle-income country (LMIC) with a population of around 30 million people. Recent development gains have faced severe challenges in the face of the COVID-19 pandemic, with some evidence of reversal. The 2021 Cadre Harmonisé (CH) quarter four assessment for Ghana indicated that the food security situation had worsened, increasing from 330,000 people in 2020, to 563,000 in 2021. In addition to this, 23 percent of the population live below the poverty line and 8.2 percent below the extreme poverty line. Ghana is also marked by regional inequalities, particularly between the northern and southern regions.

In recognition of this regional divide, the vast majority of HRF's programming in Ghana is centred in the northern and central regions. In 2021, HRF constructed 89 water wells across the eastern, central and northern regions. In addition to this, 15 borehole wells were constructed in Tamale.

As well as access to WASH infrastructure, HRF places a focus on education in Ghana. In 2021, HRF supplied 2 schools (The Dr Naila Haroon Academy and The Light of Hope Academy) with equipment, furniture and stationery. In February, HRF also distributed education materials to students in Tamale.

HRF has continued to support a small number of orphan households (13) in Accra and Tamale. In addition to this, Ramadan food packages were distributed to 200 households, and Qurbani meat provided to 300 households.

Yemen

Seven years into a destructive civil war, Yemen remains one of the world's largest humanitarian crises. Over 4 million remain internally displaced, at least 280,000 were displaced in 2021. Devaluation of the Yemeni Riyal added challenges to Yemen's already war-torn economy, with the livelihoods of millions of Yemenis placed under further strain. Access to public services remains severely patchy. The COVID-19 pandemic has caused the deaths of at least 2,000 people, with this likely to be an underestimate due to inadequate tracking and monitoring resources in place. Moreover, restrictions put in place to limit the spread of COVID-19 had the effect of further disrupting already stretched but vital services.

HRF continues to grow its presence in Yemen. In 2021, HRF began the implementation of a food basket distribution programme in close coordination with the Food Security and Agriculture Cluster, which will see the distribution of 4,000 food baskets to vulnerable IDP households across Aden, Lahj, Al Dhalea and Hadramout governorates. In addition to this, HRF distributed 3,500 Ramadan food baskets in Hadramout and Aden governorates. Hot meals were also provided to 2,000 individuals during Ramadan in Hadramout, Aden and Al Dhalea. Further hot meals were distributed outside of Ramadan to 1,000 individuals in Tarim and Seiyun.

HRF undertook a large Qurbani campaign, provided 12,000 beneficiaries with meat packages in Aden, Hadramout, Shabwa, Hodeidah, Yaffa, Taiz, Lahj and Abyan governorates.

Report of the Trustees for the year ended 31 December 2021 (continued)

Beyond food assistance, HRF provided 1,800 baby kits providing essentials such as nappies and baby milk to vulnerable households. In addition to this, new-born incubators were provided to struggling hospitals in Sah and Tarim, Hadramout governorate.

Our volunteers

The charity gratefully accepts the help of its 25 volunteers who help the charity to raise funds by working in its shops. Without the commitment of these individuals the contribution made by the sale of donated goods could not be achieved.

Volunteers undertake a variety of roles within retail fundraising including collecting donated goods, sorting and merchandising as well as staffing our 6 retail outlets. The time donated by volunteers amounts to the equivalent of 20 (2020: 20) full time equivalent staff.

Financial review

The Trustees are pleased with the financial performance of the Charitable Group for the year ended 31 December 2021.

The results on the Consolidated Statement of Financial Activities show an overall surplus of £919,866, compared to a surplus of £1,084,382 in the previous financial year.

The trustees are pleased with the increase in funding received from the institutional donors. Although the voluntary income has decreased from the previous financial year, the trustees believe that this is expected and inevitable due to the pandemic and they hope that the voluntary income will recover now that the pandemic restrictions are lifted. Overall, the trustees are satisfied with the performance of the organisation given the exceptionally tough trading conditions due to the pandemic.

The trading subsidiary company, Delta One Investments Limited, continues to sell donated goods and the Trustees are pleased with its contribution to the funding of the Charity.

The Trustees are satisfied that the Group's assets are available and adequate to fulfil its obligations for the foreseeable future.

Reserves policy

In assessing the appropriate level of reserves to be maintained by the Group, the Trustees take historic and forecast levels of income and expenditure and their volatility into account. This has resulted in a current policy of maintaining the level of free reserves in the range of 3 to 6 months forward expenditure. The Board reviews the policy on reserves annually.

The current level of funds held by the charity at the year-end amounted to £6,146,210 (2020 - £5,226,344) and included restricted funds of £4,806,764 (2020 – £3,833,454). After deducting restricted funds and fixed assets, the Group had free reserves of £704,605 (2020 – £739,976). This represents 0.9 months (2020 – 1.1 months) forward expenditure which is a decrease of 0.2 months compared to last year end.

Plans for future periods

The Trustees hope to increase the organisation's humanitarian activities in Yemen as well as expanding operations in all current international field offices. Domestically within the UK, the Board plans to do more community charitable projects and intends to increase the number of charity shops in London.

Human Relief Foundation

Report of the Trustees for the year ended 31 December 2021 (continued)

Reference and administrative Details

For reference and administrative details please see Charity Information on page 1.

Structure, Governance and Management

The Directors of the Charitable Company are its Trustees for the purposes of charity law. The Trustees and Officers serving during the year and since the year end were as follows:

Dr Haytham Al-Khaffaf (Chairman)
Mr Bara Abdul-Salam
Mr Mohanned Rahman
Mr Suhail Sharief
Mr Ayad Al-Rawi (Appointed n 03 July 2022)

Company Secretary - Mr Kassim Tokan

The Senior Management Team takes day to day responsibility for operational management of the Charity. During the year the Senior Management Team comprised the following key individuals:

Dr Nabeel Ramadhani – Chief Executive Officer/President
Mr Kassim Tokan - Deputy Chief Executive Officer
Ms Sandra Craven – Finance Manager (Resigned on 7 April 2022)
Mr Naeem Amza – Accountant (Appointed on 11 April 2022)
Mr Mohammed Rahman – Head of International Programmes

Constitution

Human Relief Foundation is a company limited by guarantee, governed by its articles of association which have not been amended since incorporation on 30 March 2007. The Charity registered with the Charity Commission on 14 October 2008 after receiving a gift in kind upon the dissolution of its predecessor charity also named Human Relief Foundation. The liability of members is limited to £1 per member.

The Charity has a trading subsidiary, Delta One Investments Limited, a company limited by shares, registered company number 07461733.

Appointment of Trustees

The Board of Trustees consists of local people that collectively have the skills, expertise and experience to ensure that the Charity is managed effectively.

Where a vacancy arises, a new trustee is appointed only by the passing of a resolution of the Board of Trustees.

Trustee induction and training

Trustees are inducted by the Board approving their applications, having regard to their potential contribution towards the Charity's objectives and the need for a broad range of experience amongst Trustees. Once appointed, new Trustees are briefed and given a training handbook. In some cases it may be mutually agreed that a formal course will be beneficial; the Charity will arrange formal tuition with NCVO or other provider as appropriate.

Organisation

The Board of Trustees administers the Group. The Board normally meets 4 times per year, covering matters pertaining to finance, investment, governance, human resources, fundraising, public relations and retail.

Report of the Trustees for the year ended 31 December 2021 (continued)

The Board of Trustees includes a range of individuals with the appropriate knowledge and experience. External advisors may be engaged, be they paid or voluntary, where the Board deem it necessary to support them in their role.

A President and Senior Management Team are appointed by the Trustees to manage the day-to-day operations of the Charity. To facilitate effective operations the President and the Senior Management Team under the direction of the President have delegated authority for operational matters.

Related parties and co-operation with other organisations

None of our Trustees receive remuneration or other benefit from their work with the Group. Any connection between a Trustee or member of the Senior Management Team, a supplier, funder, supporter, organisation working collaboratively with or beneficiary of the Group must be disclosed to the Board of Trustees in the same way as any other contractual relationship with a related party.

The work of the Charity is internationally recognised and in April 2003 Special Consultative Status with the Economic and Social Council of the United Nations was granted. HRF is a signatory of the Code of Conduct for the International Red Cross and Red Crescent Societies and has a partnership agreement with the European Commission Humanitarian Aid (ECHO). It is also a member of the British Overseas National Development Forum (BOND).

The Charity's wholly-owned subsidiary company, Delta One Investments Limited, trades on the Charity's behalf to generate income from the sale of donated goods in its charity shops.

Pay policy for senior staff

The pay of the President and Senior Management Team is reviewed annually and is normally increased in line with inflation and comparable roles within the sector.

Principal risks and uncertainties

The Trustees have identified resources and established review systems to manage organisational risk.

The Trustees maintain a risk register of the risks faced by the Charity and its subsidiary that is reviewed at least annually. The risk register records the risks that may arise in each area of the Charity's operations, along with the policies, systems and procedures in place to mitigate them. Risks are identified, assessed, and scored according to their likelihood and impact. Appropriate steps are then taken to mitigate them in day-to-day operations.

The principal risks and uncertainties faced by the Group at the time of writing are as follows:

- Increase in competition where a growing number of charities are seeking funds from the same donors.
- Compliance requirements with relevant laws and regulations.
- Foreign exchange risk.
- Safeguarding assets against unauthorised use.
- The continued ability to transfer funds to certain jurisdictions.
- The unprecedented effect of COVID-19 on donations received and the ability to implement projects internationally.

Statement as to disclosure to our auditor

In so far as the Trustees are aware at the time of approving our Trustees' annual report:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the group's auditor is unaware, and
- the Trustees, having made enquiries of fellow directors and the group's auditor that they ought to have individually taken, have each taken all steps that he/she is obliged to take as a director in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Human Relief Foundation

Report of the Trustees for the year ended 31 December 2021 (continued)

Auditor

Azets Audit Services Limited were appointed auditor to the charity following their acquisition of the trade of Garbutt & Elliott Audit Limited on 1 December 2021. Azets Audit Service Limited have indicated their willingness to be reappointed.

The Trustees' Report was approved by the Board of Trustees and signed on its behalf by:



Mr Mohanned Rahman
Trustee
28/10/2022
Date:……

Human Relief Foundation

Trustees' responsibilities in relation to the financial statements

The Group's Trustees are responsible for preparing a Trustees' Annual Report and Financial Statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

Company law requires the Group's Trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group for that period. In preparing the financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue to operate.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Charity and the group and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

Human Relief Foundation

Independent Auditor's Report to the Members of Human Relief Foundation

Opinion
We have audited the financial statements of Human Relief Foundation ('the charitable company') and its subsidiary ('the group') for the year ended 31 December 2021 which comprise of the Consolidated and Charity Statement of Financial Activities, the Group and Charity Balance Sheets, the Consolidated Statement of Cash Flows and the related Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and charitable company's affairs as at 31 December 2021 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charites and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Basis for opinion
We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern
In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's or the group's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information
The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Independent Auditor's Report to the Members of Human Relief Foundation (continued)

Opinions on other matters prescribed by the Companies Act 2006
In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the strategic report and the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and

- the trustees' report (incorporating the strategic report and the directors' report) has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception
In the light of the knowledge and understanding of the group and charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and Charities Accounts (Scotland) Regulations 2006 (as amended) require us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us;

- the financial statements are not in agreement with the accounting records and returns;

- certain disclosures of trustees' remuneration specified by law are not made; or

- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees
As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements
We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and in accordance with the Acts and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Independent Auditor's Report to the Members of Human Relief Foundation (continued)

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Extent to which the audit was considered capable of identifying irregularities, including fraud

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience, through discussion with the Trustees and other management, and from inspection of the group and charitable company's regulatory and legal correspondence. We discussed with the Trustees and other management the policies and procedures regarding compliance with laws and regulations. We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance during the audit.

The group and charitable company are subject to laws and regulations that directly affect the financial statements including company law, charity law, financial reporting legislation, pensions legislation, taxation legislation and further laws and regulations that could indirectly affect the financial statements, including safeguarding, medicines regulation, environmental, health and safety and employment legislation. We assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items. Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any. These procedures did not identify any potentially material actual or suspected non-compliance.

To identify risks of material misstatement due to fraud we considered the opportunities and incentives and pressures that may exist within the group and the charitable company to commit fraud. Our risk assessment procedures included: enquiry of Trustees and other management to understand the high level policies and procedures in place to prevent and detect fraud, reading Board minutes and considering performance targets and incentive schemes in place for management. We communicated identified fraud risks throughout our team and remained alert to any indications of fraud during the audit.

As a result of these procedures we identified the greatest potential for fraud in the following areas:

- income recognition and in particular completeness and the risk that income is recognised in the wrong reporting period and also that restricted income is incorrectly recognised within unrestricted income; and
- subjective accounting estimates.

These fraud risks arise due to a potential desire to present the results in a differing light to suit management objectives.

As required by auditing standards we also identified and addressed the risk of management override of controls.

We performed the following procedures to address the risks of fraud identified:

- identifying and testing high risk journal entries through vouching the entries to supporting documentation;
- assessing significant accounting estimates for bias;
- testing the recognition of income and in particular that it was recognised in the correct period and any restrictions recognised; and
- testing the control environment around cash takings, including segregation of duties and cash reconciliations.

Independent Auditor's Report to the Members of Human Relief Foundation (continued)

Extent to which the audit was considered capable of identifying irregularities, including fraud (continued)

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remained a higher risk of non-detection of fraud, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Our audit procedures are designed to detect material misstatement. We are not responsible for preventing non-compliance or fraud and cannot be expected to detect non-compliance with all laws and regulations.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members and trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company, the charitable company's members as a body and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Azets Audit Services Ltd.

Alan Sidebottom
Senior Statutory Auditor

28/10/2022
Date:……

For and on behalf of Azets Audit Services Limited
Statutory Auditor

Triune Court
Monks Cross Drive
York
YO32 9GZ

Human Relief Foundation

Charity only Statement of Financial Activities (including Income and Expenditure Account) for the year ended 31 December 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Income from:					
Donations and non-performance grants	**3**	2,455,754	4,249,267	6,705,021	6,690,405
Income from charitable activities					
Grants receivable	**3**	-	3,153,462	3,153,462	2,476,791
Other income	**3**	7,044	-	7,044	5,923
Income from investments	**3**	32	-	32	275
Total income		2,462,830	7,402,729	9,865,559	9,173,394
Expenditure on:					
Raising funds	**4**	1,031,763	-	1,031,763	934,519
Charitable activities	**4**	1,484,511	6,429,419	7,913,930	7,154,493
Total expenditure		2,516,274	6,429,419	8,945,693	8,089,012
Net income and net movement in funds	**5**	(53,444)	973,310	919,866	1,084,382
Total funds brought forward		1,390,714	3,833,454	5,224,168	4,139,786
Total funds carried forward	**12, 13**	1,337,270	4,806,764	6,144,034	5,224,168

The Statement of Financial Activities complies with the requirements for an income and expenditure account under the Companies Act 2006 and includes all gains and losses recognised in the year.

The results for the year all relate to continuing operations.

A fully detailed charity only Statement of Financial Activities for the year ended 31 December 2020 is shown at note 18.

Human Relief Foundation

Consolidated Statement of Financial Activities (including Income and Expenditure Account) for the year ended 31 December 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Income from:					
Donations and non-performance grants	**3**	2,377,618	4,249,267	6,626,885	6,669,618
Other trading activities					
Retail - sale of donated goods		336,441	-	336,441	249,421
COVID 19 Business interruption grants		96,310	-	96,310	97,668
Income from charitable activities					
Grants receivable	**3**	-	3,153,462	3,153,462	2,476,791
Other income	**3**	7,044	-	7,044	5,923
Income from investments	**3**	32	-	32	275
Total income		2,817,445	7,402,729	10,220,174	9,499,696
Expenditure on:					
Raising funds	**4**	1,386,378	-	1,386,378	1,260,821
Charitable activities	**4**	1,484,511	6,429,419	7,913,930	7,154,493
Total expenditure		2,870,889	6,429,419	9,300,308	8,415,314
Net income and net movement in funds	**5**	(53,444)	973,310	919,866	1,084,382
Total funds brought forward		1,392,890	3,833,454	5,226,344	4,141,962
Total funds carried forward	**12, 13**	1,339,446	4,806,764	6,146,210	5,226,344

The Statement of Financial Activities complies with the requirements for an income and expenditure account under the Companies Act 2006 and includes all gains and losses recognised in the year.

The results for the year all relate to continuing operations.

A fully detailed Consolidated Statement of Financial Activities for the year ended 31 December 2020 is shown in note 19.

Human Relief Foundation

Balance Sheets as at 31 December 2021

	Notes	Group 2021 £	Group 2020 £	Charity 2021 £	Charity 2020 £
Fixed assets					
Tangible assets	**8**	509,841	527,914	508,024	525,381
Investment properties	**9**	125,000	125,000	125,000	125,000
Investments	**9**	-	-	1	1
Investments - Bitcoin	**9a**	77,306	-	77,306	-
		712,147	652,914	710,331	650,382
Current assets					
Debtors	**10**	1,131,070	903,022	1,527,238	1,158,801
Cash at bank and in hand		5,002,867	5,179,455	4,601,611	4,918,899
		6,133,937	6,082,477	6,128,849	6,077,700
Creditors: Amounts falling due within one year	**11**	(699,874)	(1,509,047)	(695,146)	(1,503,914)
Net current assets		5,434,063	4,573,430	5,433,703	4,573,786
Total assets less current liabilities		**6,146,210**	**5,226,344**	**6,144,034**	**5,224,168**
Funds of the charity					
Unrestricted funds		1,339,446	1,392,890	1,337,270	1,390,714
Restricted funds	**12**	4,806,764	3,833,454	4,806,764	3,833,454
Total funds	**13**	**6,146,210**	**5,226,344**	**6,144,034**	**5,224,168**

The notes on pages 20 to 41 form part of these financial statements.

The financial statements were approved by the board on 28/10/2022 and signed on its behalf by:

Mr Mohanned Rahman
Trustee

Company registration number: 06195282

Human Relief Foundation

Consolidated Statement of Cash Flows for the year ended 31 December 2021

	Notes	2021 £	2020 £
Net cash (used in)/provided by operating activities	**16**	(345,318)	2,029,997
Cash flows from investing activities			
Purchase of property, plant and equipment		(5,400)	(12,422)
Purchase of investments in Bitcoin		(99,193)	-
Disposal of investments in Bitcoin		273,291	-
Bank interest received		32	275
Net cash provided by/(used in) investing activities		168,730	(12,147)
(Decrease)/increase in cash and cash equivalents in the year		(176,588)	2,017,850
Cash and cash equivalents at the beginning of the year		5,179,455	3,161,605
Total cash and cash equivalents at the end of the year		5,002,867	5,179,455

Human Relief Foundation

Notes to the Consolidated Financial Statements for the year ended 31 December 2021

1. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

Company information

The Charity is limited by guarantee, with the liability of members limited to £1 per member. The charity is registered in England and Wales with the Charity Commission and in Scotland with the Scottish Charity Regulator. The registered office is 2-4 Claremont, Bradford, BD7 1BQ.

If upon winding up or dissolution of the charity there remain any assets, after satisfying all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having objectives similar to the Charity.

1.1 Accounting convention

The financial statements have been prepared on a going concern basis in accordance with 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) ("Charities SORP (FRS 102)"), the Financial Reporting Standard applicable in the UK and Ireland (FRS 102), the Companies Act 2006, the Charities Act 2011 and the Charities Accounts (Scotland) Regulations 2006.

Human Relief Foundation meets the definition of a public benefit entity under FRS 102.

Assets and liabilities are initially recognised at cost or transaction value unless otherwise stated in the relevant accounting policy notes.

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 £1.

On the grounds that the charitable company's results are consolidated into the charitable company's group accounts the charitable company has taken advantage of certain exemptions conferred by section 1.11 of FRS 102 as follows:

- Exemption from presenting a charitable company statement of cash flows as a primary statement to the financial statements.

1.2 Going concern

The Trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from the authorisation of these financial statements and concluded that the level of reserves and cash at bank, together with budgeted income and expenditure, is sufficient to meet the charitable company's and group's requirements. Thus the financial statements have been prepared on a going concern basis.

1.3 Basis of consolidation

The financial statements consolidate the results of the charity and its wholly owned subsidiary, Delta One Investments Limited, on a line by line basis.

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

1.4 Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attaching to the item(s) have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from grants is recognised when the charity has entitlement to the funds, any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. Where grant income has been received, but the charity has not met the conditions to become entitled to the income, an income deferral is made.

Donated goods and services

Donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is recognised in expenditure in the period of receipt.

Income from goods donated for sale in the charity's shops is recognised at the point of sale. As a result of the high volume of low value donated goods received by the charity, the cost of recognising these items at fair value on receipt would outweigh the benefit of recognising them in the accounts.

In accordance with the Charities SORP (FRS 102), the value of volunteer time is not recognised in the financial statements.

Investment income

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 interest paid or payable by the Bank.

Rents from investment properties are included when they are receivable by the charity.

1.5 Fund accounting

Unrestricted funds are funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for a particular purpose. Where no on-going restriction remains and all original conditions and restrictions have been met in relation to the original grant or donation, funds are transferred to general funds. The purpose and use of the restricted funds is set out in note 12.

1.6 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been apportioned on a basis consistent with the use of the resources.

The cost of raising funds includes fundraising event costs, direct campaigns, general information and public relation costs and their associated support costs.

Expenditure on charitable activities relates to grants awarded and associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which expenditure was incurred.

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

Allocation of support costs
Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include administration, finance, human resources, information systems and governance costs which support the services provided to beneficiaries.

These costs have been allocated between the costs of raising funds and expenditure on charitable activities on the basis set out in note 4.

1.7 Operating leases
Rentals applicable to operating leases are charged to the Statement of Financial Activities on a straight line basis over the term of the lease.

1.8 Staff costs
The costs of short term employee benefits are recognised as a liability and an expense where settlement of obligations does not fall within the same period.

Employee severance pay is recognised within the accounts, on an accruals basis, in the year in which the employee left the organisation.

1.9 Investments
Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently, it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the Statement of Financial Activities.

Investments in subsidiaries are stated at cost and the Trustees review the carrying value annually for indications of impairment.

1.10 Tangible fixed assets
Fixed assets are included on a historical cost basis. It is a policy of the trustees that individual items with a cost below £500 are not capitalised.

Depreciation is provided at the following rates and bases to write off the cost of tangible fixed assets over their estimated useful lives by annual instalments, with a full year's charge in the acquisition year and no charge in the year of disposal:

Freehold buildings	2% straight line
Leasehold buildings	20% straight line
Fixtures and fittings	20% straight line
Motor vehicles	20% reducing balance
Computer equipment	25% straight line

Freehold land is not depreciated.

1.11 Stock
It is impractical to estimate the fair value of goods donated for sale in the charity's shops due to the high volume of these items and to include it on the balance sheet. The value of these goods to the charity is instead recognised when they are sold in the shops.

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

1.12 Financial instruments

The group 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 group's balance sheet when the group 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.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity held for working capital. Bank overdrafts are shown within borrowing in current liabilities.

Debtors

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

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset. Impairment losses are recognised in the income and expenditure account.

Creditors, loans and provisions

Creditors, loans and provisions are recognised where the group 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, loans and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial liabilities are only derecognised when, and only when, the group's obligations are discharged, cancelled or they expire.

Amounts recognised as provisions are best estimates of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation.

1.13 Taxation

Human Relief Foundation is a registered charity and as such is a charity within the meaning of schedule 6 of the Finance Act 2010. Accordingly, the Charity is potentially entitled to tax exemption under part 11 of the Corporation Tax Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992 in respect of income and gains arising.

The trading subsidiary is liable to corporation tax on its chargeable profits. Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted at the balance sheet date. Minimal corporation tax arises on the subsidiary as profits are gift aided to the charity.

1.14 Foreign currency

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to statement of financial activities.

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

1.15 Pensions
The group operates a defined contribution scheme for the employees of both the Charity and its trading subsidiary. Contributions are charged as an expense to the Statement of Financial Activities in the period in which they fall due.

1.16 Leases
Rentals payable under operating leases, including any lease incentives received, are charged to the statement of financial activities on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

2. Critical accounting estimates and judgements
In the application of the group'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, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Key sources of estimation uncertainty
The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows:

Accrued income
Accrued income has been included within these financial statements when its receipt is considered probable. Management assesses the probability of its receipts by considering contracts and agreements in place, current relationships with funders and, where applicable, work performed. At the year end, accrued income totalled £874,442 (2020 - £413,234).

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

3. Income

For the year ended 31 December 2021	Unrestricted income £	Restricted income £	2021 Total £
Donations and non-performance grants:			
Donations from individuals and charitable organisations (including Gift Aid)	2,322,930	4,249,267	6,572,197
Gift Aid donation from subsidiary	132,023	-	132,023
Google advertising – gift in kind	801	-	801
Charity only total	2,455,754	4,249,267	6,705,021
Gift Aid donation from subsidiary	(132,023)	-	(132,023)
Furlough income in subsidiary	53,887	-	53,887
Group total	2,377,618	4,249,267	6,626,885

Income from charitable activities

Performance related grants receivable:			
OCHA Project - Shelter assistance for vulnerable households living in critical shelter conditions	-	953,075	953,075
UNDP051 Project - The provision and implementation of cash for work in Erbil and Sulaymaniyah governorates, Iraq	-	31,924	31,924
UNDP216 Project – Promoting economic recovery through entrepreneurship and business creation in digital and green economy in Muthanna Governorate	-	155,055	155,055
UNDP217 Project – Vocational training in Mosul City	-	176,092	176,092
UNDP327 Project – Supporting livelihoods and economic reintegration in the return of communities in Iraq	-	65,895	65,895
UNHabitat Project	-	8,043	8,043
WFP - School Feeding Programme for Hamzah, Qadisiyah and Balad, Salah Al-Din Iraq	-	398,719	398,719
Bangladesh IDP Project	-	1,364,659	1,364,659
Charity and group total	-	3,153,462	3,153,462

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

3. Income (continued)

For the year ended 31 December 2021	Unrestricted income £	Restricted income £	2021 Total £
Other income			
Rental income	6,080	-	6,080
Foreign currency translation	964	-	964
Charity and group total	7,044	-	7,044
Income from investments			
Bank deposit interest	32	-	32
Charity and group total	32	-	32

For the year ended 31 December 2020	Unrestricted income £	Restricted income £	2020 Total £
Donations and non-performance grants:			
Donations from individuals and charitable organisations (including Gift Aid)	1,947,869	4,668,806	6,616,675
Gift Aid donation from subsidiary	72,859	-	72,859
Google advertising – gift in kind	871	-	871
Charity only total	2,021,599	4,668,806	6,690,405
Gift Aid donation from subsidiary	(72,859)	-	(72,859)
Furlough income in subsidiary	52,072	-	52,072
Group total	2,000,812	4,668,806	6,669,618

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

3. Income (continued)

For the year ended 31 December 2020	Unrestricted income £	Restricted income £	2020 Total £
Income from charitable activities			
Performance related grants receivable:			
OCHA Project - Shelter assistance for vulnerable households living in critical shelter conditions	-	415,508	415,508
UNDP051 Project - The provision and implementation of cash for work in Erbil and Sulaymaniyah governorates, Iraq	-	669,652	669,652
UNDP101 Project - Implementation of Small Business Grants and Piloting of Savings Groups to Revitalise Local Economies Returned, and Resident Community Members, Salah al Din Governorate, Iraq	-	194,399	194,399
WFP - School Feeding Programme for Hamzah, Qadisiyah and Balad, Salah Al-Din Iraq	-	965,107	965,107
UNHabitat Project	-	112,799	112,799
UNHCR Project – Warehouse management and CRI distributions for internally displaced persons in Kirkuk Governorate	-	100,000	100,000
Bangladesh IDP Project	-	19,326	19,326
Charity and group total	-	2,476,791	2,476,791
Other income			
Rental income	5,923	-	5,923
Charity and group total	5,923	-	5,923
Income from investments			
Bank deposit interest	275	-	275
Charity and group total	275	-	275

Included within donations from individuals and charitable organisations is Gift Aid amounting to £393,535 (2020 - £216,000).

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

4. Analysis of expenditure

For the year ended 31 December 2021	Direct costs £	Allocated costs £	Total 2021 £
Expenditure on raising funds:			
Donations campaign	-	171,180	171,180
Donations - fundraising activities	461,163	399,420	860,583
Charity only total	461,163	570,600	1,031,763
Retail – sale of donated goods	354,615	-	354,615
Group total	815,778	570,600	1,386,378
Health, education and skills development	504,664	258,700	763,364
Widows and orphans support	496,548	236,942	733,490
Qurbani	480,246	158,123	638,369
Emergency and natural disasters	1,794,499	532,636	2,327,135
Grant funded programmes	3,153,462	298,110	3,451,572
	6,429,419	1,484,511	7,913,930
Total expenditure (charity only)	6,890,582	2,055,111	8,945,693
Total expenditure (group)	7,245,197	2,055,111	9,300,308

Within 'Retail – sale of donated goods' expenditure includes staff costs totalling £214,805 (2020 - £175,338).

Notes to the Consolidated Financial Statements for the year ended 31 December 2021(continued)

4. Analysis of expenditure (continued)

For the year ended 31 December 2020	Direct costs £	Allocated costs £	Total 2020 £
Expenditure on raising funds:			
Donations campaign	-	206,307	206,307
Donations - fundraising activities	246,829	481,383	728,212
Charity only total	246,829	687,690	934,519
Retail – sale of donated goods	326,302	-	326,302
Group total	573,131	687,690	1,260,821
Health, education and skills development	646,984	277,076	924,060
Widows and orphans support	865,890	262,926	1,128,816
Qurbani	595,849	180,006	775,855
Emergency and natural disasters	930,758	599,678	1,530,436
Grant funded programmes	2,476,791	318,535	2,795,326
	5,516,272	1,638,221	7,154,493
Total expenditure (charity only)	5,763,101	2,325,911	8,089,012
Total expenditure (group)	6,089,403	2,325,911	8,415,314

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

4. Analysis of expenditure (continued)

Support costs
Support costs have been allocated based on an estimate, by management, of time spent by employees contributing to each activity. Support costs have been allocated as follows:

For the year ended 31 December 2021	Employment costs £	Premises costs £	Administration costs £	Overseas office overhead costs £	Total 2021 £
Donations campaign	112,003	15,937	43,240	-	171,180
Donations - fundraising activities	261,341	37,185	100,894		399,420
Health, education and skills development	74,669	10,624	28,827	144,580	258,700
Widows and orphans support	93,336	13,280	36,034	94,292	236,942
Qurbani	74,669	10,624	28,827	44,003	158,123
Emergency and natural disasters	233,340	33,201	90,084	176,011	532,636
Grant funded programmes	84,003	11,952	32,430	169,725	298,110
	933,361	132,803	360,336	628,611	2,055,111

For the year ended 31 December 2020	Employment costs £	Premises costs £	Administration costs £	Overseas office overhead costs £	Total 2020 £
Donations campaign	146,000	20,679	39,628	-	206,307
Donations - fundraising activities	340,667	48,250	92,466	-	481,383
Health, education and skills development	97,333	13,786	26,418	139,538	277,075
Widows and orphans support	121,667	17,232	33,023	91,003	262,925
Qurbani	97,333	13,786	26,419	42,468	180,006
Emergency and natural disasters	304,167	43,080	82,559	169,872	599,678
Grant funded programmes	109,500	15,509	29,721	163,807	318,537
	1,216,667	172,322	330,234	606,688	2,325,911

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

5. Net income for the year

Net income for the year is stated after charging:

	2021 £	2020 £
Depreciation of owned assets	23,473	28,378
Foreign exchange loss	33,439	10,145
Operating lease charges	89,826	86,790
Auditor's remuneration:		
- for the audit of the financial statements (company - £10,500, 2020 - £6,300)	13,200	10,640
- for the provision of other services	3,600	2,610

6. Information regarding trustees and employees

	2021 £	2020 £
Staff costs comprise		
Wages and salaries	1,047,258	1,280,360
Social security costs	79,113	81,651
Pension	21,795	20,044
Redundancy costs	-	9,950
	1,148,166	1,392,005

During the year, the group employed an average of 52 staff (2020 – 68).

The Trustees received no remuneration or benefits during either year. Trustees received a total of £nil (2020 - £nil) in respect of out of pocket expenses incurred during the year.

No employee earned over £60,000 in the year (2020 – no employees).

During the year the brother of Mr M Rahman, a Trustee, was employed by the Charity on a full-time basis as the Finance and Compliance Manager. The employee, Mr M Rahman, received gross remuneration of £45,000 (2020 - £45,000) during the year.

The key management personnel of the charity and group comprise the Trustees and senior management team. The total employee benefits of the key management personnel employed by the charity and group, which encompasses 3 individuals, were £157,133 (2020 - £154,322).

7. Taxation

Human Relief Foundation is a registered charity and as such is a charity within the meaning of schedule 6 of the Finance Act 2010. Accordingly, the Charity is potentially entitled to tax exemption under part 11 of the Corporation Tax Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992 in respect of income and gains arising. Given this, no tax charge arises on the charity.

The trading subsidiary is liable to corporation tax on its chargeable profits. Current tax, including UK Corporation and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted at the balance sheet date. As all profits arising in the subsidiary are gift aided to the parent charitable company no corporation tax arises.

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

8. Fixed assets

Group	Freehold land and buildings £	Leasehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Total £
Cost						
1 January 2021	534,519	20,000	83,906	8,993	81,285	728,703
Additions	-	-	2,568	-	2,832	5,400
31 December 2021	534,519	20,000	86,474	8,993	84,117	734,103
Depreciation						
1 January 2021	36,725	16,000	77,907	8,528	61,629	200,789
Charge for the year	7,343	4,000	4,266	93	7,771	23,473
31 December 2021	44,068	20,000	82,173	8,621	69,400	224,262
Net book values						
31 December 2021	490,451	-	4,301	372	14,717	509,841
31 December 2020	497,794	4,000	5,999	465	19,656	527,914

Charity	Freehold land and buildings £	Leasehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Total £
Cost						
1 January 2021	534,519	20,000	41,831	8,993	81,285	686,628
Additions	-	-	2,568	-	2,832	5,400
31 December 2021	534,519	20,000	44,399	8,993	84,117	692,028
Depreciation						
1 January 2021	36,725	16,000	38,365	8,528	61,629	161,247
Charge for the year	7,343	4,000	3,550	93	7,771	22,757
31 December 2021	44,068	20,000	41,915	8,621	69,400	184,004
Net book values						
31 December 2021	490,451	-	2,484	372	14,717	508,024
31 December 2020	497,794	4,000	3,466	465	19,656	525,381

All tangible assets were used for charitable purposes.

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

9. Investments

The Charity and the Group

	2021 £	2020 £
UK investment property		
Market value at 1 January 2021 and 31 December 2021	125,000	125,000

The investment property has an historic cost of £300,000 and was independently valued by A J Idle MRICS of Andrew Idle Commercial Property Limited on 10 June 2015 on the basis of open market value. The Trustees believe that the valuation still materially represents fair value at the balance sheet date.

Charity

	2021 £	2020 £
Shares in subsidiary undertaking		
Delta One Investments Limited	1	1

The Charity owns 100% of the ordinary share capital of Delta One Investments Limited, a company registered in England and Wales. Delta One Investments Limited's principal activity is the sale of donated goods. Under a deed of covenant, the subsidiary gifts its taxable profit to the parent charity as a Gift Aid donation.

The income and expenditure of Delta One Investments Limited, which have been included in these consolidated accounts, for the year ended 31 December 2021 is summarised below:

	2021 £	2020 £
Turnover – sale of donated goods	336,441	249,421
Administrative expenses	(354,615)	(326,302)
Other operating income	150,197	149,740
Profit on ordinary activities for the financial year	132,023	72,859
Gift aid payment to Human Relief Foundation	(132,023)	(72,859)
Profit on ordinary activities before taxation	-	-
Tax on profit on ordinary activities	-	-
Profit retained for the financial year	-	-

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

9. Investments (continued)

The aggregate assets, liabilities and funds were:

	2021 £	2020 £
Fixed assets	1,817	2,533
Current assets	410,001	269,470
Liabilities	(409,641)	(269,826)
	2,177	2,177
Represented by:		
Called up share capital	1	1
Profit and loss account	2,176	2,176
	2,177	2,177

9a. Investments

The Charity and the Group

	2021 £	2020 £
Investment (cryptocurrencies)		
Fair value of gift	251,404	-
Additions	99,193	
Disposals	(273,291)	-
Carried forward	77,306	-

Cryptocurrencies are remeasured as of the reporting date.

10. Debtors

	Group		Charity	
	2021 £	2020 £	2021 £	2020 £
Trade debtors	3,756	1,355	3,756	1,355
Amount owed by subsidiary	-	-	404,913	264,693
Prepayments	218,144	70,663	218,144	70,663
Accrued income	874,442	413,234	874,442	413,234
Other debtors	34,728	417,770	25,983	408,856
	1,131,070	903,022	1,527,238	1,158,801

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

11. Creditors – Amounts falling due within one year

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Trade creditors	303,891	248,276	303,891	248,276
Taxes and social security costs	-	2,072	-	-
Other creditors	118,657	563	118,128	-
Accruals and grant commitments	274,471	23,366	270,272	20,868
Deferred income	2,855	1,234,770	2,855	1,234,770
	699,874	1,509,047	695,146	1,503,914

Deferred income	2021 £	2020 £
Deferred income at 1 January 2021	1,234,770	336,344
Amounts released from previous years	(1,234,770)	(336,344)
Income deferred during the year	2,855	1,234,770
Deferred income at 31 December 2021	2,855	1,234,770

12. Movements in restricted funds

The Charity and the Group

For the year ended 31 December 2021	1 January 2021 £	Income £	Expenditure £	31 December 2021 £
Health, education and skills development	39,294	613,496	(504,664)	148,126
Widow and orphan support	-	553,586	(496,548)	57,038
Qurbani	-	480,246	(480,246)	0
Emergency appeals	3,794,160	2,601,939	(1,794,499)	4,601,600
Bangladesh IDP Project	-	1,364,659	(1,364,659)	-
OCHA Project	-	953,075	(953,075)	-
UNDP051 Project	-	31,924	(31,924)	-
UNDP216 Project	-	155,055	(155,055)	-
UNDP217 Project	-	176,092	(176,092)	-
UNDP327 Project	-	65,895	(65,895)	-
UNHabitat Project	-	8,043	(8,043)	-
WFP Project	-	398,719	(398,719)	-
	3,833,454	7,402,729	(6,429,419)	4,806,764

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

12. Movements in restricted funds (continued)

For the year ended 31 December 2020	1 January 2020 £	Income £	Expenditure £	31 December 2020 £
Health, education and skills development	-	963,354	(924,060)	39,294
Widow and orphan support	-	657,342	(657,342)	-
Qurbani	-	184,672	(184,672)	-
Emergency appeals	2,461,158	2,863,438	(1,530,436)	3,794,160
Bangladesh IDP Project	-	19,326	(19,326)	-
OCHA Project	-	415,508	(415,508)	-
UNDP051 Project	-	669,652	(669,652)	-
UNDP101 Project	-	194,399	(194,399)	-
UNHCR Project	-	100,000	(100,000)	
UNHabitat Project	-	112,799	(112,799)	-
WFP Project	-	965,107	(965,107)	-
	2,461,158	7,145,597	(5,773,301)	3,833,454

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

12. Movements in restricted funds (continued)

Restricted funds consist of unspent restricted grants and donations. The nature and application of the restricted funds are as follows:

Fund	Nature and application
Health, education and skills development	Provides support to beneficiaries in health care such as immunisations. It also provides beneficiaries with sponsorship in educational and skills courses to help them become self-reliant.
Widow and orphan support	Provides orphans and vulnerable families with food, water, shelter, education and accommodation.
Qurbani	Facilitates the requirements of the donors where it is obligatory to perform Qurbani. The beneficiaries of this fund are in the poorer countries who will benefit the most.
Emergency appeals	This is intended to aid those beneficiaries who urgently require assistance such as victims of earthquakes, internally displaced people as a result of conflict etc.
Bangladesh IDP Project	Multi-sector assistance for displaced Rohingya refugees in Bangladesh.
OCHA Project	Distribution of sealing off kits (SOKs) to 1,253 households, 140 emergency shelter repairs in Kirkuk, Iraq.
UNDP051 Project	Employment of 600 beneficiaries for waste management and removal in Erbil and Sulayamniyah governorates in Iraq.
UNDP101 Project	Delivering business training followed by the provision of small grants to start a business across four districts of Salah al Din for 120 beneficiaries.
UNDP216 Project	Promoting economic recovery through entrepreneurship and business creation in Muthanna Governorate.
UNDP217 Project	Provision of demand-driven vocational training for youth in Mosul city in the construction and housing sectors informed by a rapid local market assessment
UNDP327 Project	Provision of demand-driven vocational training for youth in Mosul city in the construction and housing sectors informed by a rapid local market assessment.
UNHCR Project	Warehouse management and CRI distributions for internally displaced persons in Kirkuk Governorate.
UN Habitat – capacity building for economic management	Working in partnership with UN-Habitat to support the development of key sectors of the urban economy, in particular on economic infrastructure rehabilitation as well as working on developing the capacity of youth.
WFP	Delivering daily school meals to 46,000 students across 148 schools in Qadisyah and to 15,000 students across 57 schools in Salad AL-Din.

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

13. Analysis of assets and liabilities between funds

Group (as at 31 December 2021)	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	509,841	-	509,841
Investments	202,306	-	202,306
Current assets	1,327,173	4,806,764	6,133,937
Current liabilities	(699,874)	-	(699,874)
Total net assets	1,339,446	4,806,764	6,146,210

Group (as at 31 December 2020)	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	527,914	-	527,914
Investments	125,000	-	125,000
Current assets	2,249,023	3,833,454	6,082,477
Current liabilities	(1,509,047)	-	(1,509,047)
Total net assets	1,392,890	3,833,454	5,226,344

Charity (as at 31 December 2021)	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	508,024	-	508,024
Investments	202,307	-	202,307
Current assets	1,322,085	4,806,764	6,128,849
Current liabilities	(695,146)	-	(695,146)
Total net assets	1,337,270	4,806,764	6,144,034

Charity (as at 31 December 2020)	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	525,381	-	525,381
Investments	125,001	-	125,001
Current assets	2,244,246	3,833,454	6,077,700
Current liabilities	(1,503,914)	-	(1,503,914)
Total net assets	1,390,714	3,833,454	5,224,168

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

14. Operating commitments

At 31 December 2021, the charity and the group had outstanding commitments for future minimum lease payments under non-cancellable operating leases which fall due as follows:-

	The Charity and the Group	
	2021 £	2020 £
Due within 1 year	40,150	86,790
Due between 2 and 5 years	63,000	85,186
Due over 5 years	313,250	334,250
	416,400	506,226

15. Related party transactions

Property rent has been paid to a member of key management personnel during the year, totalling £12,000 (2020 - £12,000).

During the year, Human Relief Foundation conducted the following transactions with its subsidiary, Delta One Investments Limited:

- Delta One Investments Limited, made a gift aid donation under a deed of covenant to Human Relief Foundation of £132,023 in the year (2020 - £72,859).
- At 31 December 2021 Human Relief Foundation was due £404,913 from Delta One Investments Limited (2020 - £264,693).

A number of Human Relief Foundation associated/affiliated charities and non-governmental operations (NGO's) are in operation throughout the world. These do not form part of the same group as Human Relief Foundation, however they do have some common management. Human Relief Foundation paid funds amounting to £1,661,636 (2020 - £1,970,451) during the year to these charities and NGO's to assist Human Relief Foundation to deliver/perform its charitable activities. At the year end, Human Relief Foundation had creditor balances totalling £179,827 (2020 - £533,256) owed to these charities.

16. Reconciliation of net movement in funds to net cash flow from operating activities

	2021 £	2020 £
Net movement in funds	919,866	1,084,382
Adjustments for:		
Depreciation charges	23,473	28,378
Interest received	(32)	(275)
Gift in kind – cryptocurrencies	(251,404)	
Decrease/ (increase) in debtors	(228,048)	85,140
(Decrease)/ increase in creditors	(809,173)	832,372
Net cash provided by operating activities	(345,318)	2,029,997

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

17. Analysis of changes in group net debt

The charity had no net debt during either the current or preceding year.

18. Comparative charity only Statement of Financial Activities (Including Income and Expenditure Account) for the year ended 31 December 2020

	Unrestricted funds £	Restricted funds £	2020 Total £
Income from:			
Donations and non-performance grants	2,021,599	4,668,806	6,690,405
Income from charitable activities			
Grants receivable	-	2,476,791	2,476,791
Other income	5,923	-	5,923
Income from investments	275	-	275
Total income	2,027,797	7,145,597	9,173,394
Expenditure on:			
Raising funds	934,519	-	934,519
Charitable activities	1,381,192	5,773,301	7,154,493
Total expenditure	2,315,711	5,773,301	8,089,012
Net income and net movement in funds	(287,914)	1,372,296	1,084,382
Total funds brought forward	1,678,628	2,461,158	4,139,786
Total funds carried forward	1,390,714	3,833,454	5,224,168

Notes to the Consolidated Financial Statements for the year ended 31 December 2021 (continued)

19. Comparative Consolidated Statement of Financial Activities (Including Income and Expenditure Account) for the year ended 31 December 2020

	Unrestricted funds £	Restricted funds £	2020 Total £
Income from:			
Donations and non-performance grants	2,000,812	4,668,806	6,669,618
Other trading activities			
Retail - sale of donated goods	249,421	-	249,421
COVID-19 Business interruption grants	97,668	-	97,668
Income from charitable activities			
Grants receivable	-	2,476,791	2,476,791
Other income	5,923	-	5,923
Income from investments	275	-	275
Total income	2,354,099	7,145,597	9,499,696
Expenditure on:			
Raising funds	1,260,821	-	1,260,821
Charitable activities	1,381,192	5,773,301	7,154,493
Total expenditure	2,642,013	5,773,301	8,415,314
Net income and net movement in funds	(287,914)	1,372,296	1,084,382
Total funds brought forward	1,680,804	2,461,158	4,141,962
Total funds carried forward	1,392,890	3,833,454	5,226,344

HUMAN RELIEF FOUNDATION

England & Wales - Charity number 1126281

Accounts

Registered Charity Number: 1126281
Company Number: 06195282
Scottish Charity Number: SC 038671

Human Relief Foundation
(Company Limited by Guarantee)

Annual Report and Financial Statements

for the year ended 31 December 2020

Human Relief Foundation

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Human Relief Foundation

Charity Information

Trustees
Dr Haytham Al-Khaffaf (Chairman)
Mr Bara Abdul-Salam
Mr Mohanned Rahman
Mr Suhail Sharief

Company Secretary
Mr Kassim Tokan

Registered charity number
1126281

Company number
06195282

Scottish charity number
SC 038671

Principal and registered office
2 Claremont
Bradford
BD7 1BQ

Auditor
Garbutt & Elliott Audit Limited
Triune Court
Monks Cross Drive
York
YO32 9GZ

Bankers
National Westminster Bank
699 Wilmslow Road
Manchester
M20 6NW

HSBC
47 Market Street
Bradford
BD1 1LW

Al Rayan Bank
44 Hans Crescent
Knightsbridge
London
SW1X 0LZ

Solicitors
Fieldings Porter Solicitors
Silverwell House
Bolton
BL1 1PT

Human Relief Foundation

Report of the Trustees for the year ended 31 December 2020

The Trustees are pleased to present their annual report together with the consolidated financial statements of the charity and its subsidiary for the year ended 31 December 2020, which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Articles of Association 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).

Mission and strategic objectives

Human Relief Foundation (HRF) is an International Non-Governmental Charitable Organisation. HRF seeks to promote sustainable economic and social development by working with local communities through relief and developmental programmes, supporting them to build a better life and find their own solutions to global problems. For over three decades HRF has been instrumental in helping to save lives and relieve human suffering in some of the poorest regions of the world.

We provide emergency relief and assistance to people caught up in extraordinary, life-threatening situations. Globally, HRF has permanent offices strategically located around the world (Bradford, Amman, Baghdad, Mosul, Aden, Accra, Islamabad, Erbil, London, Glasgow, Birmingham, Manchester, Lyon and Paris), allowing us to actively provide global assistance whenever and wherever it is needed.

Our mission is to achieve lasting improvement in the quality of life of people, regardless of their gender, race, religion, class or political affiliation, by mobilising resources, building partnerships and developing local capacities to:

- Enable individuals, groups and communities to mitigate the effects of disaster and crisis, prepare for their occurrence and provide humanitarian relief and recovery;
- Assist the disadvantaged in becoming self-reliant by developing their own solutions to development challenges and creating sustainable livelihoods;
- Promote sustainable development and address the root causes of conflict through programmes that target education, shelter, water and sanitation, health and nutrition and humanitarian dialogue;
- Support the vulnerable, disadvantaged and marginalised and enable them to voice their needs; and
- Build local capacities.

The charity relies heavily on the generous donations it receives from fellow charities, individuals and other organisations.

This annual report details what we have achieved during the year to 31 December 2020.

Fundraising

The Charity has always applied the policy of fundraising through our own staff and volunteers and does not have any arrangements with commercial participators, professional fundraisers and third party organisations.

Fundraisers and volunteers are recruited primarily where the organisation has an office such as Bradford, Manchester, London and Birmingham with the intention of raising funds for our charitable objectives.

Human Relief Foundation is a member of the Fundraising Regulator and in 2020 we received no complaints during the year under review.

Human Relief Foundation staff are trained in fundraising methods to ensure that the approach we apply when communicating with members of the public does not cause unnecessary intrusion on a person's privacy or place undue pressure on a person's money or property.

Report of the Trustees for the year ended 31 December 2020 (continued)

Achievements and performance

It is not possible to talk about 2020 without mentioning the COVID-19 pandemic and the repercussions it had in terms of access restrictions, curfews, lockdowns, and the health, logistical, economic and protection challenges it brought about. This was a challenging year for HRF in terms of fundraising activities, staff and volunteers working from home and the general disruption the pandemic brought to the world. However, HRF has healthy financial reserves and applied flexible working for staff and volunteers both within the UK and overseas which has allowed the organisation to mitigate against the disruption and to still deliver much needed humanitarian aid.

HRF measures success by the financial performance throughout the year where by an increase in the funds raised enables the organisation to assist more beneficiaries throughout the world. HRF also determines success by securing more funding from institutional donors and partnerships in order to fulfil the organisations objectives. In 2020, HRF secured more funding from various UN and other development agencies compared to the previous financial year. However, funding from individual donors fell for the year and this can be attributed as a direct result of the impact of the pandemic and we hope that the funding will recover once governmental restrictions are lifted and fundraising activities can resume once safe to do so.

During 2020, HRF implemented programmes and projects which directly contributed to our organisations aims and objectives. We partnered with UNDP to implement livelihood projects where beneficiaries received business grants and business training to provide a source of long-term income to alleviate poverty. Our School Feeding project with WFP provided daily school meals to thousands of students as an incentive for students to attend schools and advance their education. Our ongoing projects such as Orphan sponsorship ensures vulnerable families receive financial support to reduce any negative coping mechanisms. HRF ensures all the programmes and activities undertaken are all to further the organisations aims and Objectives and for the public benefit.

HRF's main activities are all carried out for the Public Benefit. Fundraising campaigns, income from our charity shops and programme and project implementation are all undertaken for the sole purpose to further our organisation's objects which are: 'To make donations to such charitable institutions and individuals at such time and in such manner as the trustees may in their absolute discretion think fit, for the worldwide relief of poverty, sickness, protection, preservation of good health and the advancement of education'.

The Trustees have regard to the Charity Commission's Public Benefit guidance when exercising any powers and duties.

Jordan

Since the start of Syria's decade-long conflict, over one million Syrians have fled into Jordan and now constitute nearly 10% of the country's population. UNHCR has registered 663,507 refugees, with 535,844 (81%) in host communities and the remaining 127,663 (19%) in camps. COVID-19 exacerbated vulnerabilities and increased hardships among refugees and vulnerable Jordanians alike. Nearly 80% of people in Jordan faced job losses or declining working hours, pushing hundreds of thousands into poverty and further marginalizing the poor communities. The crisis also resulted in challenges in accessing health care, education and other basic services, particularly for those already vulnerable.

Throughout 2020, HRF reached vulnerable segments of Jordan's population in Amman, Madaba, Irbid, Jerash, Al-Mafraq, Ajloun and Zarqa. In collaboration with UKcare, HRF invested in the education of 1,127 sponsored orphans by providing school supplies and cash assistance to children that would have been otherwise left out. Activities around food security, ranging from the distribution of food parcels, the provision of cooking equipment and the distribution of vouchers reached 2,292 families, with the help of Syrian Relief and UKcare. Also with the help of Syrian Relief, a total of 205 children and families were provided with clothes for the winter. A further 36 families were provided with cash assistance in order to alleviate financial stress caused by rent payments, university fees and other debt incurred during the COVID-19 crisis. Finally, 9 health clinic patients received assistance to pay for the cost of surgeries, treatment and/or medical examinations.

Report of the Trustees for the year ended 31 December 2020 (continued)

Iraq

Three years after the end of formal military operations against the Islamic State of Iraq and the Levant (ISIL), the humanitarian context in Iraq remains fragile, characterised by protracted internal displacement; eroded national social cohesion; extensive explosive ordnance threatening internally displaced persons (IDPs), returnees and communities; and incomplete rehabilitation of housing, basic services and livelihoods opportunities. Durable solutions have not yet been secured for about 40% of the 6.1 million Iraqis displaced from 2014-2017: two out of five Iraqis who have returned home still do not have adequate housing, economic self-sufficiency, or access to basic services or other conditions essential to durable solutions.

Against this backdrop, the COVID-19 pandemic and drop in oil prices in early 2020 increased socioeconomic vulnerabilities across the country, including among IDPs and returnees. Then, in the fall of 2020, the closure of most IDP camps in areas under GoI administrative control led to increased population movements, including forced evictions, premature returns and secondary displacement.

In response to these prevailing issues, HRF implemented a number of humanitarian and development projects in Iraq over the course of 2020, both utilising its own internal funding and the funding of UN agencies, acting as their implementing partners.

Funding from UN OCHA allowed for the provision of shelter assistance. This project began in mid-October 2019 and run through all of 2020. HRF provided comprehensive shelter support in all 4 priority districts within Kirkuk governorate, as defined by the national shelter cluster, targeting a total of 1,393 households. Beneficiary households were identified using a SEVAT tool, an assessment approved by Iraq's shelter cluster for the purposes of assessing household vulnerability. Most of the selected households were provided with sealing off kits (SOKs), used to secure damaged but generally liveable shelters; whilst approximately 10% of these households were defined as living in critical shelter conditions, i.e. unfinished or abandoned buildings, which received more bespoke assistance.

For particularly vulnerable households in need of shelter assistance but unable to use the materials themselves, HRF employed casual cash for work labourers to carry out construction work. Protection and gender sensitivity were key considerations throughout: all HRF and REACH staff were provided with safeguarding and PSEA training prior to distribution, and gender specific measures, such as separate queues for men and women, were used where appropriate.

Two UNDP-funded projects came to completion in 2020, having started in 2019. Firstly, a livelihoods project providing support to IDPs, refugees, and returned households in Salah al-Din. The intended objective of the project was to ensure that long-term livelihood opportunities for IDPs, returnees and host communities are strengthened through small business grants and community-based savings to enable self-financing to grow small businesses. Output 1 aimed for 120 vulnerable people among the target population to benefit from small business grants. Output 2 aimed for 40 people to benefit from an assessment and pilot project on saving groups for local economy revitalisation.

In total, 160 beneficiaries were directly impacted as part of this project. 153 of these were returnees; 4 were from the host community; and 3 were IDPs. The project also worked towards a gender-balanced targeting of beneficiaries: 58 (36.25%) were female, and 102 (63.75%) were male. The project has been largely successful. All 120 beneficiaries report more income stability as a direct result of the project. Beneficiaries either used the grant to invest in an existing business, or to start up a new economic enterprise. For other participants, the primary benefit of the project has been to help reduce debt, purchase basic needs, and to free up capital to purchase household assets. All beneficiaries reported that the project has improved their employability or their livelihoods opportunities moving forward. Positive impacts were also recorded regarding the ability of beneficiaries in the assessed communities to purchase goods, which meant that there was an increased demand for the analysed core goods in all four districts of Salah al-Din, as well as increased economic resilience of the returnee communities. Recipients reported an increased sense of dignity, an increased ability to afford basic necessities and lower levels of debt.

Secondly, a Cash for Work intervention in Erbil and Sulaymaniyah, designed to improve the financial capacity of displaced peoples in the targeted locations and guide them towards alternative livelihood opportunities: following consultations with local authorities and needs assessments, beneficiaries (totalling 650) undertook waste disposal management and shelter rehabilitation work in their local communities, improving their local areas whilst also enhancing their own livelihoods capacities. Beneficiaries also received technical vocational training in conjunction with Toyota Iraq.

Thirdly, HRF became the implementing partner for the World Food Programme's School Feeding Programme in Qadissiya and Salah al-Din Governorates for the second school year in a row. HRF was responsible for procuring and providing daily food baskets to 51,000 students across 205 schools during the 2019/2020 academic year, and to 59,474 students in 202 schools during the 2020/2021 academic year. Research has shown how School Feeding has the potential to improve attendance and learning outcomes.

Finally, our offices in Mosul and Baghdad were able to carry out a wealth of activities across the country thanks to the funding raised internally:

- We reached 23,875 vulnerable families with food distributions, including emergency food baskets to those worst affected by the COVID-19 pandemic, as well as those that took place for Ramadan and Qurbani.
- We reached 3,223 vulnerable families with Non-Food Items (NFI) distributions, including winter gear and clothing; along with 10 mosques that we equipped with heating and carpets.
- We conducted rehabilitation works in two schools, which directly benefited 2,300 students with improved learning environments; as well as in the homes of more than 100 internally displaced families, aiding them in their return to their areas of origin.
- We provided healthcare to 26 children orphans, equipped medical committees with oxygen generating machines, as well as wheelchairs to persons with disabilities.
- We improved the livelihoods of 210 people in Al Karama camp by providing them with sewing machines and bread ovens.

Pakistan

Drought-like conditions in 2019 were followed by a winter emergency across much of the western parts of the country. The COVID-19 pandemic and related economic shock, coupled with public health measures, dealt a severe blow to livelihoods and the economy, disrupted education, and caused increased food insecurity. In September, the Government declared a national emergency due to major monsoon-triggered floods in Sindh Province. The floods affected 2.4 million people and left thousands of people displaced, living on streets surrounded by water, and without access to clean water or sanitation.

An estimated 40-62 million people are persistently and chronically vulnerable to food insecurity while also being exposed to natural hazards, with a global acute malnutrition rate of 17.7%.

Pakistan hosts over 1.4 million registered Afghan refugees and refugees of other nationalities and asylum seekers under UNHCR's mandate; the majority reside in areas with the highest multidimensional poverty indicators.

HRF was at the forefront of the response on the onset of the crisis brought about by the COVID-19 pandemic and the Sindh floods, distributing food parcel and hygiene kits that benefited 3,460 members of the most vulnerable families. Other food distributions were also arranged during Ramadan and for Qurbani, reaching more than 11 thousand people.

HRF is also committed to the education of disadvantaged children in rural areas, who face traditionally poor enrolment rates and educational outcomes. In 2020, HRF supported 4 schools in the Tharparkar district of Sindh, providing primary education to a total of 218 students.

A total of 63 hand pumps were installed, providing drinking water to 4,795 individuals in communities in Tharparkar, Sanghar and Mardan and relieving its inhabitants from the burdensome task of fetching water from far away and/or unsafe sources, which very often falls on women and children.

Report of the Trustees for the year ended 31 December 2020 (continued)

Bangladesh

Bangladesh is affected by natural hazards and is host to a large Rohingya refugee population, both of which have an impact on humanitarian needs in the country. Cox's Bazar District is hosting over 866,000 Rohingya refugees from Myanmar, 52% of whom are children. Camp conditions are marked by insecurity, congestion and lack of privacy, and inadequate sanitation facilities and water infrastructure. The majority of Rohingya households engage in high-risk coping strategies, such as selling or rationing aid or taking on new debts, in order to meet basic needs. This is particularly true for female-headed households, households without income-generating activities, and those with older people and people with disabilities amongst their members.

The first COVID-19 case was detected in Cox's Bazar District by late March, which triggered the Refugee Relief and Repatriation Commissioner (RRRC) to reduce operations in the camps first to essential and then to critical services only. There have been 367 COVID-19 cases confirmed in the camps and 10 people have died.

During 2020, HRF secured funding from the Islamic Development Bank to run a multi-year, multi-sector programme that will provide 79,790 direct beneficiaries, including vulnerable Rohingya households and vulnerable host community households, with durable shelter solutions.

Although the majority of direct assistance to beneficiaries is to be carried out in 2021, the first few months of the project that took place in 2020 included important preparatory work such as the recruitment of staff, the establishment of offices, visits to identified locations, training of staff, assessments, and the preparation of tender documents for the procurement of construction materials.

Through the provision of sturdy medium-term shelters and medical assistance, the most immediate needs of the most vulnerable will be met. HRF will construct 4,100 mid-term shelters, designed to withstand local weather conditions and will establish two primary health centres in or near the targeted communities to ensure beneficiaries have access to the care they need. Each health centre will serve between 60 and 80 beneficiaries from the surrounding areas every day.

Beyond this, the provision of education for young and adolescent students and livelihood development through training courses and input distributions will strengthen the resilience of the Rohingya communities moving forward. HRF will build and establish:

- two learning centres for primary education, each teaching 150 children, with a total of 300 beneficiaries between the ages of 5 and 14;
- a community kitchen to provide school feeding services to children attending primary learning centres and adolescent education services, serving 1,100 hot meals a day.
- a multi-purpose centre, to provide tailored education for 150 adolescents as well as livelihoods trainings to Rohingya adults, teaching sewing and tailoring skills, to give 840 vulnerable individuals opportunities to work and increase their household income; as well as to provide micro-gardening support to 1,880 Rohingya refugees in the form of short courses and gardening kits.
- a child-friendly space to both provide children in the area with a safe space to play, and ensure refugees with childcare responsibilities are able to attend training and receive livelihood support.

Finally, the environmental impact of the refugee influx will be mitigated through the provision of liquefied petroleum gas (LPG) cooking stoves and monthly gas refills, reducing refugee's reliance on firewood; and the replanting of 50,000 trees in the area, which will work to stabilise the ground across the camps and reduce the risk of landslides and other environmental catastrophes.

Ghana

Despite recent reductions in extreme poverty, development gains are unevenly distributed with improvements at the national level masking huge inequalities between the north and south of the country, and between rural and urban areas. The latest round of the Ghana Living Standards Survey shows that almost a quarter of the population remain trapped in poverty. Hunger and malnutrition persist primarily in northern Ghana, as well as many rural and peri-urban communities across the country. By the end of 2020, a total of 54,771 COVID-19 cases had been confirmed.

Report of the Trustees for the year ended 31 December 2020 (continued)

HRF supported vulnerable communities in 2020 through the construction of WASH infrastructure. Basic water wells were built in Eastern, Central, Oti, Accra, Brong Ahafo, Ashanti, and North East regions, benefiting a total of 5,340 families. These basic wells are 8-10 metres deep, lined with walls and a ceramic floor, and include a bucket and cover.

In addition, HRF constructed boreholes in Tamale, benefiting a further 1,000 families. These boreholes are robust, long-term solutions to water scarcity, being 60-80 metres deep, lined with walls and a ceramic floor, fitted with a hydraulic pump and 3 faucets each, and connected to 2,000 litre water tanks.

HRF is also currently in the process of supporting the construction of 3 different education facilities in the northern part of the country, which will provide space for a total 810 students; as well as 5 mosques.

Yemen

Yemen remains the world's largest humanitarian crisis and aid operation. The crisis is the result of a brutal armed conflict that escalated six years ago. In 2020, the conflict intensified, the number of frontlines increased, and 172,000 people were displaced, bringing the number of IDPs to at least 4 million. The economy and the currency continued to collapse, with the government unable to subsidize food and other commodities for which Yemen is 90% import-reliant. The situation was exacerbated by the global COVID-19 turndown which led to a sharp drop in remittances – the largest source of foreign currency and a lifeline for many families where 80% of people live below the poverty line. As a result, millions more people cannot afford to meet their basic needs.

It is estimated that 20.7 million people – 66% of the population – will need humanitarian assistance in 2021; 12.1 million people of whom are estimated to be in acute need. 16.2 million people will go hungry this year, 2.25 million children will suffer from acute malnutrition and 15.4 million will be in need of support to access their basic water and sanitation needs.

In 2020, HRF has been supporting the population of Yemen with emergency distributions of food in Ta'izz, Hadramout and Aldali' that reached 8,120 individuals. Ramadan food packs and qurbani meat portions were also distributed to 11,851 people in Aden, Hadramout and Aldali'.

Apart from the food safety activities mentioned above, HRF also enhanced the health care provided by Tarim Hospital in Hadramout; the hospital, which serves up to 175,000 people, was supplied with Ultrasound and Electrocardiography (ECG) instruments.

Our volunteers

The charity gratefully accepts the help of its 25 volunteers who help the charity to raise funds by working in its shops. Without the commitment of these individuals the contribution made by the sale of donated goods could not be achieved.

Volunteers undertake a variety of roles within retail fundraising including collecting donated goods, sorting and merchandising as well as staffing our 6 retail outlets. The time donated by volunteers amounts to the equivalent of 20 (2019: 20) full time equivalent staff.

Financial review

The Trustees are pleased with the financial performance of the Charitable Group for the year ended 31 December 2020.

The results on the Consolidated Statement of Financial Activities show an overall surplus of £1,084,382, compared to a surplus of £187,634 in the previous financial year.

The trustees are pleased with the increase in funding received from the institutional donors. Although the voluntary income has decreased from the previous financial year, the trustees believe that this is expected and inevitable due to the pandemic and they hope that the voluntary income would recover once the pandemic restrictions are lifted. Overall, the trustees are satisfied with the performance of the organisation given the exceptional tough trading conditions due to the pandemic.

Report of the Trustees for the year ended 31 December 2020 (continued)

The trading subsidiary company, Delta One Investments Limited, continues to sell donated goods and the Trustees are pleased with its contribution to the funding of the Charity.

The Trustees are satisfied that the Group's assets are available and adequate to fulfil its obligations for the foreseeable future.

Reserves policy

In assessing the appropriate level of reserves to be maintained by the Group, the Trustees take historic and forecast levels of income and expenditure and their volatility into account. This has resulted in a current policy of maintaining the level of free reserves in the range of 3 to 6 months forward expenditure. The Board reviews the policy on reserves annually.

The current level of funds held by the charity at the year-end amounted to £5,226,344 (2019 - £4,141,962) and included restricted funds of £1,392,890 (2019 – £2,461,158). After deducting restricted funds and fixed assets, the Group had free reserves of £739,976 (2019 – £1,011,934). This represents 3.4 months (2019 – 6.3 months) forward expenditure which is a decrease of 2.9 months compared to last year end.

Plans for future periods

The Trustees hope to increase the organisations humanitarian activities in Yemen as well as expanding operations in all current international field offices. HRF is also studying the intervention need in South America due to the Venezuelan refugee crisis and other present needs in the region. Domestically within the UK, the Board plans to do more community charitable projects and intends to increase the number of charity shops in London.

Reference and administrative Details

For reference and administrative details please see Charity Information on page 1.

Structure, Governance and Management

The Directors of the Charitable Company are its Trustees for the purposes of charity law. The Trustees and Officers serving during the year and since the year end were as follows:

Dr Haytham Al-Khaffaf (Chairman)
Mr Bara Abdul-Salam
Mr Mohanned Rahman
Mr Suhail Sharief

Company Secretary - Mr Kassim Tokan

The Senior Management Team takes day to day responsibility for operational management of the Charity. During the year the Senior Management Team comprised the following key individuals:

Dr Nabeel Ramadhani – Chief Executive Officer/President
Mr Kassim Tokan - Deputy Chief Executive Officer
Mr Mohammed Rahman – Finance and Compliance Manager

Constitution

Human Relief Foundation is a company limited by guarantee, governed by its articles of association which have not been amended since incorporation on 30 March 2007. The Charity registered with the Charity Commission on 14 October 2008 after receiving a gift in kind upon the dissolution of its predecessor charity also named Human Relief Foundation. The liability of members is limited to £1 per member.

The Charity has a trading subsidiary, Delta One Investments Limited, a company limited by shares, registered company number 07461733.

Report of the Trustees for the year ended 31 December 2020 (continued)

Appointment of Trustees

The Board of Trustees consists of local people that collectively have the skills, expertise and experience to ensure that the Charity is managed effectively.

Where a vacancy arises a new trustee is appointed only by the passing of a resolution of the Board of Trustees.

Trustee induction and training

Trustees are inducted by the Board approving their applications, having regard to their potential contribution towards the Charity's objectives and the need for a broad range of experience amongst Trustees. Once appointed, new Trustees are briefed and given a training handbook. In some cases it may be mutually agreed that a formal course will be beneficial; the Charity will arrange formal tuition with NCVO or other provider as appropriate.

Organisation

The Board of Trustees administers the Group. The Board normally meets 4 times per year, covering matters pertaining to finance, investment, governance, human resources, fundraising, public relations and retail.

The Board of Trustees includes a range of individuals with the appropriate knowledge and experience, external advisors may be engaged, be they paid or voluntary, where the Board deem it necessary to support them in their role.

A President and Senior Management Team are appointed by the Trustees to manage the day-to-day operations of the Charity. To facilitate effective operations the President and the Senior Management Team under the direction of the President have delegated authority for operational matters.

Related parties and co-operation with other organisations

None of our Trustees receive remuneration or other benefit from their work with the Group. Any connection between a Trustee or member of the Senior Management Team, a supplier, funder, supporter, organisation working collaboratively with or beneficiary of the Group must be disclosed to the Board of Trustees in the same way as any other contractual relationship with a related party.

The work of the Charity is internationally recognised and in April 2003 Special Consultative Status with the Economic and Social Council of the United Nations was granted. HRF is a signatory of the Code of Conduct for the International Red Cross and Red Crescent Societies and has a partnership agreement with the European Commission Humanitarian Aid (ECHO). It is also a member of the British Overseas National Development Forum (BOND).

The Charity's wholly-owned subsidiary company, Delta One Investments Limited, trades on the Charity's behalf to generate income from the sale of donated goods in its charity shops.

Pay policy for senior staff

The pay of the President and Senior Management Team is reviewed annually and is normally increased in line with inflation and comparable roles within the sector.

Report of the Trustees for the year ended 31 December 2020 (continued)

Principal risks and uncertainties

The Trustees have identified resources and established review systems to manage organisational risk.

The Trustees maintain a risk register of the risks faced by the Charity and its subsidiary that is reviewed at least annually. The risk register records the risks that may arise in each area of the Charity's operations, along with the policies, systems and procedures in place to mitigate them. Risks are identified, assessed, and scored according to their likelihood and impact. Appropriate steps are then taken to mitigate them in day to day operations.

The principal risks and uncertainties faced by the Group at the time of writing are as follows:

- Increase in competition where a growing number of charities are seeking funds from the same donors.
- Compliance requirements with relevant laws and regulations.
- Foreign exchange risk.
- Safeguarding assets against unauthorised use.
- The continued ability to transfer funds to certain jurisdictions.
- The unprecedented effect of COVID-19 on donations received and the ability to implement projects internationally.

Statement as to disclosure to our auditor

In so far as the Trustees are aware at the time of approving our Trustees' annual report:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the group's auditor is unaware, and
- the Trustees, having made enquiries of fellow directors and the group's auditor that they ought to have individually taken, have each taken all steps that he/she is obliged to take as a director in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditor

The auditors, Garbutt & Elliott Audit Limited, have indicted their willingness to stand for reappointment at the Annual General Meeting.

The Trustees' Report was approved by the Board of Trustees and signed on its behalf by:



Mr Mohanned Rahman
Trustee
28/09/2021
.....

Human Relief Foundation

Trustees' responsibilities in relation to the financial statements

The Group's Trustees are responsible for preparing a Trustees' Annual Report and Financial Statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

Company law requires the Group Trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group for that period. In preparing the financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue to operate.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Charity and the group and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

Human Relief Foundation

Independent Auditor's Report to the Members of Human Relief Foundation

Opinion

We have audited the financial statements of Human Relief Foundation ('the charitable company') and its subsidiary ('the group') for the year ended 31 December 2020 which comprise of the Consolidated and Charity Statement of Financial Activities, the Group and Charity Balance Sheets, the Consolidated Statement of Cash Flows and the related Notes to the Financial Statements. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and charitable company's affairs as at 31 December 2020 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charites and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's or the group's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Human Relief Foundation

Independent Auditor's Report to the Members of Human Relief Foundation

Opinions on other matters prescribed by the Companies Act 2006
In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and

- the trustees' report (incorporating the directors' report) has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception
In the light of the knowledge and understanding of the charitable company's or the group's and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 and Charities Accounts (Scotland) Regulations 2006 (as amended) require us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us;

- the financial statements are not in agreement with the accounting records and returns;

- certain disclosures of trustees' remuneration specified by law are not made; or

- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees
As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the group's and charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements
We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and in accordance with the Acts and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Independent Auditor's Report to the Members of Human Relief Foundation

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Extent to which the audit was considered capable of identifying irregularities, including fraud

We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general commercial and sector experience, through discussion with the Trustees and other management, and from inspection of the charitable company's regulatory and legal correspondence. We discussed with the Trustees and other management the policies and procedures regarding compliance with laws and regulations. We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance during the audit.

The group and charitable company are subject to laws and regulations that directly affect the financial statements including company law, charity law, financial reporting legislation, pensions legislation, taxation legislation and further laws and regulations that could indirectly affect the financial statements, comprising safeguarding, medicines regulation, environmental, health and safety and employment legislation, and, in the current economic climate, Covid regulations. We assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items. Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any. These procedures did not identify any potentially material actual or suspected non-compliance.

To identify risks of material misstatement due to fraud we considered the opportunities and incentives and pressures that may exist within the group and the charitable company to commit fraud. Our risk assessment procedures included: enquiry of Trustees and other management to understand the high level policies and procedures in place to prevent and detect fraud, reading Board minutes and considering performance targets and incentive schemes in place for management. We communicated identified fraud risks throughout our team and remained alert to any indications of fraud during the audit.

As a result of these procedures we identified the greatest potential for fraud in the following areas:

- income recognition and in particular completeness, the risk that income is recognised in the wrong reporting period, or that restricted income is incorrectly recognised within unrestricted income; and
- subjective accounting estimates.

These fraud risks arise due to a potential desire to present the results in a differing light to suit management objectives.

As required by auditing standards we also identified and addressed the risk of management override of controls.

We performed the following procedures to address the risks of fraud identified:

- identifying and testing high risk journal entries through vouching the entries to supporting documentation;
- assessing significant accounting estimates for bias;
- testing the recognition of income and in particular that it was recognised in the correct period and any restrictions recognised; and
- testing the control environment around cash takings, including segregation of duties and cash reconciliations.

Human Relief Foundation

Independent Auditor's Report to the Members of Human Relief Foundation

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remained a higher risk of non-detection of fraud, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. Our audit procedures are designed to detect material misstatement. We are not responsible for preventing non-compliance or fraud and cannot be expected to detect non-compliance with all laws and regulations.

Use of our report
This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, in accordance with Regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the charitable company's members and trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company, the charitable company's members as a body and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Garbutt & Elliott Audit Limited

28/09/2021

Laura Masheder FCA DChA
Senior Statutory Auditor

For and on behalf of Garbutt & Elliott Audit Limited
Statutory Auditor

Triune Court
Monks Cross Drive
York
YO32 9GZ

Human Relief Foundation

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

	Notes	Unrestricted funds £	Restricted funds £	2020 Total £	2019 Total £
Income from:					
Donations					
Donations and non-performance grants	**3**	2,021,599	4,668,806	6,690,405	7,400,815
Income from charitable activities					
Grants receivable	**3**	-	2,476,791	2,476,791	450,397
Other income	**3**	5,923	-	5,923	8,088
Income from investments	**3**	275	-	275	614
Total income		2,027,797	7,145,597	9,173,394	7,859,914
Expenditure on:					
Raising funds	**4**	934,519	-	934,519	968,480
Charitable activities	**4**	1,381,192	5,773,301	7,154,493	6,705,894
Total expenditure		2,315,711	5,773,301	8,089,012	7,674,374
Net income and net movement in funds	**5**	(287,914)	1,372,296	1,084,382	185,540
Total funds brought forward		1,678,628	2,461,158	4,139,786	3,954,246
Total funds carried forward	**12, 13**	1,390,714	3,833,454	5,224,168	4,139,786

The Statement of Financial Activities includes all gains and losses recognised in the year.

The results for the year all relate to continuing operations.

A fully detailed charity only Statement of Financial Activities for the year ended 31 December 2019 is shown at note 18.

The Statement of Financial Activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

Human Relief Foundation

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

	Notes	Unrestricted funds £	Restricted funds £	2020 Total £	2019 Total £
Income from:					
Donations					
Donations and non-performance grants	**3**	2,000,812	4,668,806	6,669,618	7,275,736
Other trading activities					
Retail - sale of donated goods		249,421	-	249,421	429,654
COVID 19 Business interruption grants		97,668	-	97,668	-
Income from charitable activities					
Grants receivable	**3**	-	2,476,791	2,476,791	450,397
Other income	**3**	5,923	-	5,923	8,088
Income from investments	**3**	275	-	275	614
Total income		2,354,099	7,145,597	9,499,696	8,164,489
Expenditure on:					
Raising funds	**4**	1,260,821	-	1,260,821	1,270,961
Charitable activities	**4**	1,381,192	5,773,301	7,154,493	6,705,894
Total expenditure		2,642,013	5,773,301	8,415,314	7,976,855
Net income and net movement in funds	**5**	(287,914)	1,372,296	1,084,382	187,634
Total funds brought forward		1,680,804	2,461,158	4,141,962	3,954,328
Total funds carried forward	**12, 13**	1,392,890	3,833,454	5,226,344	4,141,962

The Statement of Financial Activities includes all gains and losses recognised in the year.

The results for the year all relate to continuing operations.

A fully detailed Consolidated Statement of Financial Activities for the year ended 31 December 2019 is shown in note 19.

The Statement of Financial Activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

Human Relief Foundation

Balance Sheets as at 31 December 2020

	Notes	Group 2020 £	Group 2019 £	Charity 2020 £	Charity 2019 £
Fixed assets					
Tangible assets	**8**	527,914	543,870	525,381	539,574
Investment properties	**9**	125,000	125,000	125,000	125,000
Investments	**9**	-	-	1	1
		652,914	668,870	650,382	664,575
Current assets					
Debtors	**10**	903,022	988,162	1,158,801	1,195,891
Cash at bank and in hand		5,179,455	3,161,605	4,918,899	2,952,139
		6,082,477	4,149,767	6,077,700	4,148,030
Creditors: Amounts falling due within one year	**11**	(1,509,047)	(676,675)	(1,503,914)	(672,819)
Net current assets		4,573,430	3,473,092	4,573,786	3,475,211
Total assets less current liabilities		**5,226,344**	**4,141,962**	**5,224,168**	**4,139,786**
Funds of the charity					
Unrestricted funds		1,392,890	1,680,804	1,390,714	1,678,628
Restricted funds	**12**	3,833,454	2,461,158	3,833,454	2,461,158
Total funds	**13**	**5,226,344**	**4,141,962**	**5,224,168**	**4,139,786**

The notes on pages 20 to 40 form part of these financial statements.

The financial statements were approved by the board on 28/09/2021 and signed on its behalf by:



Mr Mohanned Rahman
Trustee

Company registration number: 06195282

Human Relief Foundation

Consolidated Statement of Cash Flows for the year ended 31 December 2020

	Notes	2020 £	2019 £
Net cash provided by operating activities	**16**	2,029,997	45,035
Cash flows from investing activities			
Purchase of property, plant and equipment		(12,422)	(12,410)
Bank interest received		275	614
Net cash used in investing activities		(12,147)	(11,796)
Increase in cash and cash equivalents in the year		2,017,850	33,239
Cash and cash equivalents at the beginning of the year		3,161,605	3,128,366
Total cash and cash equivalents at the end of the year		5,179,455	3,161,605

Human Relief Foundation

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

1. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

Company information

The Charity is limited by guarantee, with the liability of members limited to £1 per member. The charity is registered in England and Wales with the Charity Commission and in Scotland with the Scottish Charity Regulator. The registered office is 2-4 Claremont, Bradford, BD7 1BQ.

If upon winding up or dissolution of the charity there remain any assets, after satisfying all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having objectives similar to the Charity.

1.1 Accounting convention

The financial statements have been prepared on a going concern basis in accordance with 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) ("Charities SORP (FRS 102)"), the Financial Reporting Standard applicable in the UK and Ireland (FRS 102), the Companies Act 2006 and the Charities Act 2011.

Human Relief Foundation meets the definition of a public benefit entity under FRS 102.

Assets and liabilities are initially recognised at cost or transaction value unless otherwise stated in the relevant accounting policy notes.

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 £1.

On the grounds that the charitable company's results are consolidated into the charitable company's group accounts the charitable company has taken advantage of certain exemptions conferred by section 1.11 of FRS 102 as follows:

- Exemption from presenting a charitable company statement of cash flows as a primary statement to the financial statements.

1.2 Going concern

Whilst the global economy has been significantly impacted by the COVID-19 virus, the charity has an adequate amount of reserves and cash at bank, sufficient to meet the ongoing requirements. In addition, the charity has benefited from several government initiatives offered including the Job Retention Scheme and the Small Business Grant Fund which has helped fund the immediate requirements of the charity. The Trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern. Thus the financial statements have been prepared on a going concern basis.

1.3 Basis of consolidation

The financial statements consolidate the results of the charity and its wholly owned subsidiary, Delta One Investments Limited, on a line by line basis.

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

1.4 Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attaching to the item(s) have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from grants is recognised when the charity has entitlement to the funds, any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. Where grant income has been received, but the charity has not matched the conditions to become entitled to the income, an income deferral is made.

Donated goods and services

Donated professional services and facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from use of the item is probable and the economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the value of volunteer time is not recognised in the financial statements.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is recognised in expenditure in the period of receipt.

Income from goods donated for sale in the charity's shops is recognised at the point of sale. As a result of the high volume of low value donated goods received by the charity, the cost of recognising these items at fair value on receipt would outweigh the benefit of recognising them in the accounts.

Investment income

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 interest paid or payable by the Bank.

Rents from investment properties are included when they are receivable by the charity.

1.5 Fund accounting

Unrestricted funds are funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for a particular purpose. Where no on-going restriction remains and all original conditions and restrictions have been met in relation to the original grant or donation, funds are transferred to general funds. The purpose and use of the restricted funds is set out in note 12.

1.6 Expenditure

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been apportioned on a basis consistent with the use of the resources.

The cost of raising funds includes fundraising event costs, direct campaigns, general information and public relation costs and their associated support costs.

Expenditure on charitable activities relates to grants awarded and associated support costs.

Irrecoverable VAT is charged as a cost against the activity for which expenditure was incurred.

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

Allocation of support costs
Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include administration, finance, human resources, information systems and governance costs which support the services provided to beneficiaries.

These costs have been allocated between the costs of raising funds and expenditure on charitable activities on the basis set out in note 4.

1.7 Operating leases
Rentals applicable to operating leases are charged to the Statement of Financial Activities on a straight line basis over the term of the lease.

1.8 Staff costs
The costs of short term employee benefits are recognised as a liability and an expense where settlement of obligations does not fall within the same period.

Employee severance pay is recognised within the accounts, on an accruals basis, in the year in which the employee left the organisation.

1.9 Investments
Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in the Statement of Financial Activities.

Investments in subsidiaries are stated at cost and the Trustees review the carrying value annually for indications of impairment.

1.10 Tangible fixed assets
Fixed assets are included on a historical cost basis. It is a policy of the trustees that individual items with a cost below £500 are not capitalised.

Depreciation is provided at the following rates and bases to write off the cost of tangible fixed assets over their estimated useful lives by annual instalments, with a full year's charge in the acquisition year and no charge in the year of disposal:

Freehold buildings	2% straight line
Leasehold buildings	20% straight line
Fixtures and fittings	20% straight line
Motor vehicles	20% reducing balance
Computer equipment	25% straight line

Freehold land is not depreciated.

1.11 Stock
It is impractical to estimate the fair value of goods donated for sale in the charity's shops due to the high volume of these items and to include it on the balance sheet. The value of these goods to the charity is instead recognised when they are sold in the shops.

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

1.12 Financial instruments

The group 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.

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity held for working capital. Bank overdrafts are shown within borrowing in current liabilities.

Debtors

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

Financial assets, other than those held at fair value through profit and loss, are assessed for indicators of impairment at each reporting end date.

Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset. Impairment losses are recognised in the income and expenditure account.

Creditors, loans and provisions

Creditors, loans and provisions are recognised where the group 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, loans and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Financial liabilities are only derecognised when, and only when, the group's obligations are discharged, cancelled or they expire.

Amounts recognised as provisions are best estimates of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation.

1.13 Taxation

Human Relief Foundation is a registered charity and as such is a charity within the meaning of schedule 6 of the Finance Act 2010. Accordingly, the Charity is potentially entitled to tax exemption under part 11 of the Corporation Tax Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992 in respect of income and gains arising.

The trading subsidiary is liable to corporation tax on its chargeable profits. Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted at the balance sheet date. Minimal corporation tax arises on the subsidiary as profits are gift aided to the charity.

1.14 Foreign currency

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to statement of financial activities.

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

1.15 Pensions

The charity operates a defined contribution scheme for the employees of both the Charity and its trading subsidiary. Contributions are charged as an expense to the Statement of Financial Activities in the period in which they fall due.

1.16 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to the statement of financial activities on a straight line basis over the term of the relevant lease except where another more systematic basis is more representative of the time pattern in which economic benefits from the lease asset are consumed.

2. Critical accounting estimates and judgements

In the application of the group'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, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Key sources of estimation uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows:

Accrued income

Accrued income has been included within these financial statements when its receipt is considered to be probable. Management assess the probability of its receipts by considering contracts and agreements in place, current relationships with funders and, where applicable, work performed. At the year end, accrued income totalled £413,234 (2019 - £609,989).

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

3. Income

For the year ended 31 December 2020	Unrestricted income £	Restricted income £	2020 Total £
Donations and non-performance grants:			
Donations from individuals and charitable organisations (including Gift Aid)	1,947,869	4,668,806	6,616,675
Gift Aid donation from subsidiary	72,859	-	72,859
Google advertising – gift in kind	871	-	871
Charity only total	2,021,599	4,668,806	6,690,405
Gift Aid donation from subsidiary	(72,859)	-	(72,859)
Furlough income in subsidiary	52,072	-	52,072
Group total	2,000,812	4,668,806	6,669,618
Income from charitable activities			
Performance related grants receivable:			
OCHA Project - Shelter assistance for vulnerable households living in critical shelter conditions	-	415,508	415,508
UNDP051 Project - The provision and implementation of cash for work in Erbil and Sulaymaniyah governorates, Iraq	-	669,652	669,652
UNDP101 Project - Implementation of Small Business Grants and Piloting of Savings Groups to Revitalise Local Economies Returned, and Resident Community Members, Salah al Din Governorate, Iraq	-	194,399	194,399
WFP - School Feeding Programme for Hamzah, Qadisiyah and Balad, Salah Al-Din Iraq	-	965,107	965,107
UNHabitat Project	-	112,799	112,799
UNHCR Project – Warehouse management and CRI distributions for internally displaced persons in Kirkuk Governorate	-	100,000	100,000
Bangladesh IDP Project	-	19,326	19,326
Charity and group total	-	2,476,791	2,476,791

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

3. Income (continued)

For the year ended 31 December 2020	Unrestricted income £	Restricted income £	2020 Total £
Other income			
Rental income	5,923	-	5,923
Charity and group total	5,923	-	5,923
Income from investments			
Bank deposit interest	275	-	275
Charity and group total	275	-	275

Included within donations from individuals and charitable organisations is Gift Aid amounting to £216,000 (2019 - £404,712).

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

3. Income (continued)

For the year ended 31 December 2019	Unrestricted income £	Restricted income £	2019 Total £
Donations and non-performance grants:			
Donations from individuals and charitable organisations (including Gift Aid)	1,005,047	6,039,598	7,044,645
Gift Aid donation from subsidiary	125,079	-	125,079
Google advertising – gift in kind	1,569	-	1,569
UK Care for Children – Medical care	-	151,790	151,790
UK Care for Children – Winter care	-	77,732	77,732
Charity only total	1,131,695	6,269,120	7,400,815
Gift Aid donation from subsidiary	(125,079)	-	(125,079)
Group total	1,006,616	6,269,120	7,275,736
Income from charitable activities			
Performance related grants receivable:			
FAO Project - Improving rural livelihoods, nutrition and food security	-	22,740	22,740
OCHA Project - Shelter assistance for vulnerable households living in critical shelter conditions	-	6,981	6,981
UNDP051 Project - The provision and implementation of cash for work in Erbil and Sulaymaniyah governorates, Iraq	-	28,469	28,469
UNDP101 Project - Implementation of Small Business Grants and Piloting of Savings Groups to Revitalise Local Economies Returned, and Resident Community Members, Salah al Din Governorate, Iraq	-	84,460	84,460
WFP - School Feeding Programme for Hamzah, Qadisiyah and Balad, Salah Al-Din Iraq	-	55,071	55,071
UNHCR Project – Warehouse management and CRI distributions for internally displaced persons in Kirkuk Governorate	-	252,676	252,676
Charity and group total	-	450,397	450,397
Income from investments			
Bank deposit interest	614	-	614

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

4. Analysis of expenditure

For the year ended 31 December 2020	Direct costs £	Allocated costs £	Total 2020 £
Expenditure on raising funds:			
Donations campaign	-	206,307	206,307
Donations - fundraising activities	246,829	481,383	728,212
Charity only total	246,829	687,690	934,519
Retail – sale of donated goods	326,302	-	326,302
Group total	573,131	687,690	1,260,821
Health, education and skills development	646,984	277,076	924,060
Widows and orphans support	865,890	262,926	1,128,816
Qurbani	595,849	180,006	775,855
Emergency and natural disasters	930,758	599,678	1,530,436
Grant funded programmes	2,476,791	318,535	2,795,326
	5,516,272	1,638,221	7,154,493
Total expenditure (charity only)	5,763,101	2,325,911	8,089,012
Total expenditure (group)	6,089,403	2,325,911	8,415,314

Within 'Retail – sale of donated goods' direct costs include staff costs totalling £175,338 (2019 - £161,855).

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

4. Analysis of expenditure (continued)

For the year ended 31 December 2019	Direct costs £	Allocated costs £	Total 2019 £
Expenditure on raising funds:			
Donations campaign	-	221,911	221,911
Donations - fundraising activities	228,776	517,793	746,569
Charity only total	228,776	739,704	968,480
Retail – sale of donated goods	302,481	-	302,481
Group total	531,257	739,704	1,270,961
Expenditure on charitable activities:			
Health, education and skills development	599,175	271,503	870,678
Widows and orphans support	370,949	265,510	636,459
Qurbani	472,940	185,547	658,487
Emergency and natural disasters	2,918,679	612,737	3,531,416
Grant funded programmes	697,369	311,485	1,008,854
	5,059,112	1,646,782	6,705,894
Total expenditure (charity only)	5,287,888	2,386,486	7,674,374
Total expenditure (group)	5,590,369	2,386,486	7,976,855

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

4. Analysis of expenditure (continued)

Support costs
Support costs have been allocated based on an estimate, by management, of time spent by employees contributing to each activity. Support costs have been allocated as follows:

For the year ended 31 December 2020	Employment costs £	Premises costs £	Administration costs £	Overseas office overhead costs £	Total 2020 £
Donations campaign	146,000	20,679	39,628	-	206,307
Donations - fundraising activities	340,667	48,250	92,466	-	481,383
Health, education and skills development	97,333	13,786	26,418	139,538	277,075
Widows and orphans support	121,667	17,232	33,023	91,003	262,925
Qurbani	97,333	13,786	26,419	42,468	180,006
Emergency and natural disasters	304,167	43,080	82,559	169,872	599,678
Grant funded programmes	109,500	15,509	29,721	163,807	318,537
	1,216,667	172,322	330,234	606,688	2,325,911

For the year ended 31 December 2019	Employment costs £	Premises costs £	Administration costs £	Overseas office overhead costs £	Total 2019 £
Donations campaign	136,972	18,453	66,486	-	221,911
Donations - fundraising activities	319,602	43,057	155,134	-	517,793
Health, education and skills development	91,315	12,302	44,324	123,562	271,503
Widows and orphans support	114,144	15,377	55,405	80,584	265,510
Qurbani	91,315	12,302	44,324	37,606	185,547
Emergency and natural disasters	285,359	38,443	138,513	150,422	612,737
Grant funded programmes	102,729	13,840	49,865	145,051	311,485
	1,141,436	153,774	554,051	537,225	2,386,486

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

5. Net income for the year

Net income for the year is stated after charging:

	2020 £	2019 £
Depreciation of owned assets	28,378	26,235
Foreign exchange loss	10,145	26,008
Auditors' remuneration:		
For the audit of the Financial Statements (company - £6,300, 2019 - £6,300)	10,640	8,000
For the provision of other services	2,610	4,600

6. Information regarding trustees and employees

	2020 £	2019 £
Staff costs comprise		
Wages and salaries	1,280,360	1,190,914
Social security costs	81,651	89,330
Pension	20,044	23,077
Redundancy costs	9,950	-
	1,392,005	1,303,321

During the year, the Charity employed an average of 68 staff (2019 – 65).

The Trustees received no remuneration or benefits during either year. Trustees (2019 – none) received a total of £nil (2019 - £nil) in respect of out of pocket expenses incurred during the year.

No employee earned over £60,000 in the year (2019 – no employees).

During the year the brother of Mr M Rahman, a Trustee, was employed by the Charity on a full time basis as the Finance and Compliance Manager. The employee, Mr M Rahman, received gross remuneration of £45,000 (2019 - £38,078) during the year.

The key management personnel of the charity (and group) comprise the trustees and the senior management team. The total employee benefits of the key management personnel employed by the charity (and group), which encompasses 3 individuals, were £154,322 (2019 - £135,288).

7. Taxation

Human Relief Foundation is a registered charity and as such is a charity within the meaning of schedule 6 of the Finance Act 2010. Accordingly, the Charity is potentially entitled to tax exemption under part 11 of the Corporation Tax Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992 in respect of income and gains arising. Given this, no tax charge arises on the charity.

The trading subsidiary is liable to corporation tax on its chargeable profits. Current tax, including UK Corporation and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted at the balance sheet date. As all profits arising in the subsidiary are gift aided to the parent charitable company within 9 months of the year end, no corporation tax arises.

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

8. Fixed assets

Group	Freehold land and buildings £	Leasehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Total £
Cost						
1 January 2020	534,519	20,000	83,906	8,993	68,863	716,281
Additions	-	-	-	-	12,422	12,422
31 December 2020	534,519	20,000	83,906	8,993	81,285	728,703
Depreciation						
1 January 2020	29,380	12,000	70,934	8,412	51,685	172,411
Charge for the year	7,345	4,000	6,973	116	9,944	28,378
31 December 2020	36,725	16,000	77,907	8,528	61,629	200,789
Net book values						
31 December 2020	497,794	4,000	5,999	465	19,656	527,914
31 December 2019	505,139	8,000	12,972	581	17,178	543,870

Charity	Freehold land and buildings £	Leasehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Total £
Cost						
1 January 2020	534,519	20,000	41,831	8,993	68,863	674,206
Additions	-	-	-	-	12,422	12,422
31 December 2020	534,519	20,000	41,831	8,993	81,285	686,628
Depreciation						
1 January 2020	29,380	12,000	33,155	8,412	51,685	134,632
Charge for the year	7,345	4,000	5,210	116	9,944	26,615
31 December 2020	36,725	16,000	38,365	8,528	61,629	161,247
Net book values						
31 December 2020	497,794	4,000	3,466	465	19,656	525,381
31 December 2019	505,139	8,000	8,676	581	17,178	539,574

All tangible assets were used for charitable purposes.

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

9. Investments

The Charity and the Group

	2020 £	2019 £
UK investment property		
Market value at 1 January 2020 and 31 December 2020	125,000	125,000

The investment property has an historic cost of £300,000 and was independently valued by A J Idle MRICS of Andrew Idle Commercial Property Limited on 10 June 2015 on the basis of open market value. The Trustees believe that the valuation still materially represents fair value at the balance sheet date.

Charity

	2020 £	2019 £
Shares in subsidiary undertaking		
Delta One Investments Limited	1	1

The Charity owns 100% of the ordinary share capital of Delta One Investments Limited, a company registered in England and Wales. Delta One Investments Limited's principal activity is the sale of donated goods. Under a deed of covenant, the subsidiary gifts its taxable profit to the parent charity as a Gift Aid donation.

The income and expenditure of Delta One Investments Limited, which have been included in these consolidated accounts, for the year ended 31 December 2020 is summarised below:

	2020 £	2019 £
Turnover – sale of donated goods	249,421	429,654
Administrative expenses	(326,302)	(302,481)
Other operating income	149,740	-
Profit on ordinary activities for the financial year	72,859	127,173
Gift aid payment to Human Relief Foundation	(72,859)	(125,079)
Profit on ordinary activities before taxation	-	2,094
Tax on profit on ordinary activities	-	-
Profit retained for the financial year	-	2,094

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

9. Investments (continued)

The aggregate assets, liabilities and funds were:

	2020 £	2019 £
Fixed assets	2,533	4,296
Current assets	269,470	217,576
Liabilities	(269,826)	(219,695)
	2,177	2,177
Represented by:		
Called up share capital	1	1
Profit and loss account	2,176	2,176
	2,177	2,177

10. Debtors

	Group		Charity	
	2020 £	2019 £	2020 £	2019 £
Trade debtors	1,355	2,378	1,355	2,378
Amount owed by subsidiary	-	-	264,693	215,839
Prepayments	70,663	34,874	70,663	34,874
Accrued income	413,234	609,989	413,234	609,989
Other debtors	417,770	340,921	408,856	332,811
	903,022	988,162	1,158,801	1,195,891

Included within accrued income is an amount of £nil (2019 - £421,038) relating to Qatar Charity.

11. Creditors – Amounts falling due within one year

	Group		Charity	
	2020 £	2019 £	2020 £	2019 £
Trade creditors	248,276	83,042	248,276	83,042
Taxes and social security costs	2,072	-	-	-
Other creditors	563	-	-	-
Accruals and grant commitments	23,366	257,289	20,868	253,433
Deferred income	1,234,770	336,344	1,234,770	336,344
	1,509,047	676,675	1,503,914	672,819

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

11. Creditors – Amounts falling due within one year (continued)

Deferred income	2020 £	2019 £
Deferred income at 1 January 2020	336,344	-
Amounts released from previous years	(336,344)	-
Income deferred during the year	1,234,770	336,344
Deferred income at 31 December 2020	1,234,770	336,344

12. Movements in restricted funds

The Charity and the Group

For the year ended 31 December 2020	1 January 2020 £	Income £	Expenditure £	31 December 2020 £
Health, education and skills development	-	963,354	(924,060)	39,294
Widow and orphan support	-	657,342	(657,342)	-
Qurbani	-	184,672	(184,672)	-
Emergency appeals	2,461,158	2,863,438	(1,530,436)	3,794,160
Bangladesh IDP Project	-	19,326	(19,326)	-
OCHA Project	-	415,508	(415,508)	-
UNDP051 Project	-	669,652	(669,652)	-
UNDP101 Project	-	194,399	(194,399)	-
UNHCR Project	-	100,000	(100,000)	
UNHabitat Project	-	112,799	(112,799)	-
WFP Project	-	965,107	(965,107)	-
	2,461,158	7,145,597	(5,773,301)	3,833,454

For the year ended 31 December 2019	1 January 2019 £	Income £	Expenditure £	31 December 2019 £
Health, education and skills development	-	743,649	(743,649)	-
Widow and orphan support	-	476,809	(476,809)	-
Qurbani	-	611,511	(611,511)	-
Emergency appeals	1,555,425	4,437,150	(3,531,417)	2,461,158
Qatar Charity – *Mosul project*	229,963	-	(229,963)	-
FAO Project	-	22,741	(22,741)	-
OCHA Project	-	6,981	(6,981)	-
UNDP051 Project	-	28,469	(28,469)	-
UNDP101 Project	-	84,460	(84,460)	-
UNHCR Project	-	252,676	(252,676)	-
WFP Project	-	55,071	(55,071)	-
	1,785,388	6,719,517	(6,043,747)	2,461,158

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

12. Movements in restricted funds (continued)

Restricted funds consist of unspent restricted grants and donations. The nature and application of the restricted funds are as follows:

Fund	Nature and application
Health, education and skills development	This fund provides support to beneficiaries in health care such as immunisations. It also provides beneficiaries with sponsorship in educational and skills courses to help them become self-reliant.
Widow and orphan support	This fund provides orphans and vulnerable families with food, water, shelter, education and accommodation.
Qurbani	This fund facilitates the requirements of the donors where it is obligatory to perform Qurbani. The beneficiaries of this fund are in the poorer countries who will benefit the most.
Emergency appeals	This is intended to aid those beneficiaries who urgently require assistance such as victims of earthquakes, internally displaced people as a result of conflict etc.
UN Habitat – capacity building for economic management	Working in partnership with UN-Habitat to support the development of key sectors of the urban economy, in particular on economic infrastructure rehabilitation as well as working on developing the capacity of youth.
Qatar Charity – Mosul project	Securing livelihoods and supporting the return and stability of displaced people to the liberated areas of Mosul. This Programme will support vulnerable households with cash for work employment and the distribution of income generating goods such as sewing machines.
Bangladesh IDP Project	Multi-Sector Assistance for Displaced Rohingya Refugees in Bangladesh.
FAO Project	Gardening courses and distribution of agricultural equipment to 500 HHs in Ninewa, Salah al Din, Kirkuk, Anbar governorates Iraq.
OCHA Project	Distribution of Sealing Off Kits (SOKs) to 1,253 households, 140 emergency shelter repairs in Kirkuk, Iraq.
UNDP051 Project	Employment of 600 beneficiaries for waste management and removal in Erbil and Sulayamniyah governorates in Iraq.
UNDP101 Project	Delivering business training followed by the provision of small grants to start a business across four districts of Salah al Din for120 beneficiaries.
UNHCR Project	Warehouse management and CRI distributions for internally displaced persons in Kirkuk Governorate.
WFP	Delivering daily school meals to 46,000 students daily across 148 schools in Qadisyah and to 15,000 students across 57 schools in Salad AL-Din.

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

13. Analysis of assets and liabilities between funds

Group (as at 31 December 2020)	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	527,914	-	527,914
Investments	125,000	-	125,000
Current assets	2,249,023	3,833,454	6,082,477
Current liabilities	(1,509,047)	-	(1,509,047)
Total net assets	1,392,890	3,833,454	5,226,344

Group (as at 31 December 2019)	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	543,870	-	543,870
Investments	125,000	-	125,000
Current assets	1,688,609	2,461,158	4,149,767
Current liabilities	(676,675)	-	(676,675)
Total net assets	1,680,804	2,461,158	4,141,962

Charity (as at 31 December 2020)	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	525,381	-	525,381
Investments	125,001	-	125,001
Current assets	2,244,246	3,833,454	6,077,700
Current liabilities	(1,503,914)	-	(1,503,914)
Total net assets	1,390,714	3,833,454	5,224,168

Charity (as at 31 December 2019)	Unrestricted funds £	Restricted funds £	Total £
Tangible fixed assets	539,574	-	539,574
Investments	125,001	-	125,001
Current assets	1,686,872	2,461,158	4,148,030
Current liabilities	(672,819)	-	(672,819)
Total net assets	1,678,628	2,461,158	4,139,786

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

14. Operating commitments

At 31 December 2020, the charity and the group had outstanding commitments for future minimum lease payments under non-cancellable operating leases which fall due as follows:-

	The Charity and the Group	
	2020 £	2019 £
Due within 1 year	86,790	124,948
Due between 2 and 5 years	85,186	124,287
Due over 5 years	334,250	-
	506,226	249,235

15. Related party transactions

Property rent has been paid to a member of key management personnel during the year, totalling £12,000 (2019 - £12,000).

During the year, Human Relief Foundation conducted the following transactions with its subsidiary, Delta One Investments Limited:

The subsidiary, Delta One Investments Limited, made a gift aid donation under a deed of covenant to Human Relief Foundation of £72,859 in the year (2019 - £125,079).

At 31 December 2020 Human Relief Foundation was due £264,693 from Delta One Investments Limited (2019 - £215,839).

A number of Human Relief Foundation associated/affiliated charities and non-governmental operations (NGO's) are in operation throughout the world. These do not form part of the same group as Human Relief Foundation, however they do have some common management. Human Relief Foundation paid funds amounting to £1,970,451 (2019 - £2,435,896) during the year to these charities and NGO's to assist Human Relief Foundation to deliver/perform its charitable activities. At the year end, Human Relief Foundation had year end creditor balances totalling £533,256 (2019 - £445,301) owed to these charities.

16. Reconciliation of net movement in funds to net cash flow from operating activities

	2020 £	2019 £
Net movement in funds	1,084,382	187,634
Adjustments for:		
Depreciation charges	28,378	26,235
Interest received	(275)	(614)
Decrease/ (increase) in debtors	85,140	(306,284)
Increase in creditors	832,372	138,064
Net cash provided by operating activities	2,029,997	45,035

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

17. Analysis of changes in group net debt

The charity has no net debt during the year.

18. Comparative charity only Statement of Financial Activities (Including Income and Expenditure Account) for the year ended 31 December 2019

	Unrestricted funds £	Restricted funds £	2019 Total £
Income from:			
Donations			
Donations and non-performance grants	1,131,695	6,269,120	7,400,815
Income from charitable activities			
Grants receivable	-	450,397	450,397
Other income	8,088	-	8,088
Income from investments	614	-	614
Total income	1,140,397	6,719,517	7,859,914
Expenditure on:			
Raising funds	968,480	-	968,480
Charitable activities	662,147	6,043,747	6,705,894
Total expenditure	1,630,627	6,043,747	7,674,374
Net income and net movement in funds	(490,230)	675,770	185,540
Total funds brought forward	2,168,858	1,785,388	3,954,246
Total funds carried forward	1,678,628	2,461,158	4,139,786

Notes to the Consolidated Financial Statements for the year ended 31 December 2020 (continued)

19. Comparative Consolidated Statement of Financial Activities (Including Income and Expenditure Account) for the year ended 31 December 2019

	Unrestricted funds £	Restricted funds £	2019 Total £
Income from:			
Donations			
Donations and non-performance grants	1,006,616	6,269,120	7,275,736
Other trading activities			
Retail - sale of donated goods	429,654	-	429,654
Income from charitable activities			
Grants receivable	-	450,397	450,397
Other income	8,088	-	8,088
Income from investments	614	-	614
Total income	1,444,972	6,719,517	8,164,489
Expenditure on:			
Raising funds	1,270,961	-	1,270,961
Charitable activities	662,147	6,043,747	6,705,894
Total expenditure	1,933,108	6,043,747	7,976,855
Net income and net movement in funds	(488,136)	675,770	187,634
Total funds brought forward	2,168,940	1,785,388	3,954,328
Total funds carried forward	1,680,804	2,461,158	4,141,962