



THE MOHAMED S FARSI FOUNDATION

Company No. 06775730

Charity No. 1128012

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2023

The Mohamed S. Farsi Foundation

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The Mohamed S. Farsi Foundation Legal and Administration

Registered Charity No.
1128012

Registered Company No.
6775730

Registered Address:
9 Appold Street
London
EC2A 2AP

Trustees:
Mr. Hani Farsi
Mr. Joshua Hanfling
Mr. Hassan Dajani
Mrs. Louise Adams

Independent Examiners:
Moore Kingston Smith LLP
6th Floor
9 Appold Street
London
EC2A 2AP

Bankers:
Coutts & Co.
440 Strand
London
WC2R 0QS

The governing documents of the Foundation are the Memorandum and Articles of Association, last amended on 5 February 2009.

The charitable company was incorporated on 17 December 2008

The charity is limited by guarantee and therefore does not have a share capital. The liability of the members is limited to the sum of £1 per member.

The Mohamed S. Farsi Foundation Trustee Report 2023

The Trustees of The Mohamed S. Farsi Foundation are pleased to present this report and independently examined financial statements for the year ending 31 December 2023.

The Trustees confirm the annual report and financial statements comply with current statutory requirements, the requirements of the Charity's governing document and the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities'.

Objectives and Activities

The Mohamed S. Farsi Foundation has four areas of focus. All of our efforts are for the benefit of the public and are exclusively charitable. We especially prioritise social return on our investments, seek the guidance of advisors in meeting each of the below objectives, and support organizations that show a commitment to innovation and big ideas.

In particular we focus on:

- Education;
- Health or the saving of lives;
- The arts, culture, heritage or science; and
- International development.

The Year in Review

The Foundation continues to review projects that further its charitable aims with the focus this year being on education.

Funding has been slow in coming through, although the Foundation's founder has confirmed funding will be received by the Foundation to enable grants to be made for applications received post year end.

During the year, the Trustees confirmed their commitment to fund, in due course, educational projects run by South Kent School and the American University including The Abdul Aziz Said Chair in international peace and conflict resolution.

Grant Making Policy and Organisational Structure

The MSFF does not accept unsolicited requests for funding. All grant requests come through the trustees and are then discussed with the board at its quarterly meetings. If approved by the board, appropriate due diligence is completed prior to the issuing of the grant.

The Foundation has a strict policy of inclusiveness and only funds organisations that meet this standard in their operations, employment, and advocacy. The Foundation prefers requests for programs, and tends not to fund events, overheads or endowments other than for Strategic Partners or legacy grantees.

The trustees refer to the guidance in the Charity Commission's guidance on Public Benefit when reviewing the Foundation's aims and objectives, and planning future activities. The trustees are responsible for following up on the grants and ensuring the money is being used as directed, as well as for the MSFF website and all external communications for the Foundation.

The Mohamed S. Farsi Foundation Trustee Report 2023

Future Plans

A primary focus of 2024 will be the continuing review of the Foundation's future strategic priorities for the next decade. Legacy commitments will continue throughout this process.

Financial Review

In the year, a £45,000 commitment was received from the Foundation's founder and trustee, and this was the only income in the year.

The Foundation spent £43,714 on charitable activities and awarded grants totaling £32,270 in the current financial year.

At the year end the charity had total reserves of £4,577 (2021: £3,291), all of which were unrestricted. The Foundation's founder and trustee will continue to support the charity in a personal capacity for a period of at least 12 months from the date of approval of the financial statements.

Reserves Policy

The Foundation does not have reserves at this time. All grants and expenses in 2023 were funded on an as-needed basis. The need for, and potential advantages of, a reserve policy will be reviewed in future years as the Foundation continues to grow.

Risk Management

The Trustees regularly examine the major risks to which the Foundation is exposed and, when any particular risks are deemed significant, discuss them at Trustees' meetings as well as appropriate steps necessary to mitigate them.

The Foundation's funding sources have been disrupted as a result of the pandemic and activities continued to be curtailed in the current year.

There were no other significant risks identified during 2023.

Appointment of Trustees

The Foundation bylaws allow any person who is willing and legally permitted to act as a trustee as appointed by ordinary resolution of the members.

Statement of Trustees' Responsibilities

The trustees (of which Mr Hani Farsi is also a director of The Mohamed S. Farsi Foundation for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

The Mohamed S. Farsi Foundation Trustee Report 2023

- 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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 enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 applicable to small companies.

Independent Examiners

Moore Kingston Smith LLP have indicated their willingness to continue in office and it is proposed that they be re-appointed independent examiners for the ensuing year.

This report was approved by the Trustees on 26 September 2024
and signed on their behalf by:



Hani Farsi
Trustee

Report of the Independent Examiner to the Trustees of The Mohamed S. Farsi Foundation

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2023, which comprise the Statement of Financial Activities, Balance Sheet, the Statement of Cash flows and related notes.

Responsibilities and basis of report

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

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

Independent Examiner's Statement

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

- 1) accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
- 2) the accounts do not accord with those records; or
- 3) the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- 4) the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Moore Kingston Smith LLP

Adam Fullerton, FCA DChA
for and on behalf of Moore Kingston Smith LLP
9 Appold Street
London
EC2A 2AP

Date: 27 September 2024

The Mohamed S. Farsi Foundation
Statement of Financial Activities
for the year ended 31 December 2023

	Note	Unrestricted Funds £	Total 2023 £	Total 2022 £
Income from:				
Grants and donations	2	<u>45,000</u>	<u>45,000</u>	<u>30,525</u>
Total		<u>45,000</u>	<u>45,000</u>	<u>30,525</u>
Expenditure on:				
Charitable Activities	3	<u>43,714</u>	<u>43,714</u>	<u>27,854</u>
Total		<u>43,714</u>	<u>43,714</u>	<u>27,854</u>
Net income/(expenditure)		<u>1,286</u>	<u>1,286</u>	<u>2,671</u>
Fund balances brought forward at 1 January 2023		<u>3,291</u>	<u>3,291</u>	<u>620</u>
Fund balances carried forward at 31 December 2023	9	<u><u>4,577</u></u>	<u><u>4,577</u></u>	<u><u>3,291</u></u>

The Statement of Financial Activities reflects the results of continuing activities for the year.

All recognised gains and losses are included in the Statement of Financial Activities.

The notes on pages 9 to 11 form part of these financial statements.

The Mohamed S. Farsi Foundation

Balance Sheet as at 31 December 2023

	Note	2023 £	2023 £	2022 £	2022 £
Current Assets					
Debtors	7	45,409		4,996	
Cash at bank and in hand		<u>4,258</u>		<u>4,195</u>	
		49,667		9,191	
Creditors: Amounts falling due within one year	8	<u>(45,090)</u>		<u>(5,900)</u>	
Net Current Assets			4,577		3,291
Net Assets			<u>4,577</u>		<u>3,291</u>
Funds					
Unrestricted funds:					
General funds	9		<u>4,577</u>		<u>3,291</u>
			<u>4,577</u>		<u>3,291</u>

For the year ended 31 December 2023 the charity was entitled to exemption from audit under Section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved by the trustees on ~~26 September 2024~~ and signed on their behalf by:


Hani Farsi
 Trustee

The Mohamed S. Farsi Foundation

Statement of Cash Flows

for the year ended 31 December 2023

	2023 £	2022 £
Cash flows from operating activities:		
Net cash provided by operating activities	63	1,972
Change in cash in the reporting period	<u>63</u>	<u>1,972</u>
Cash at the beginning of the period	<u>4,195</u>	<u>2,223</u>
Cash at the end of the reporting period	<u><u>4,258</u></u>	<u><u>4,195</u></u>
 Reconciliation of Net Movement of Funds to Net Cashflow from Operating Activities		
Net income for the reporting period as per the statement of financial activities	1,286	2,671
Adjustments for:		
Increase/(decrease) in creditors	39,190	(30,178)
(Increase)/decrease in debtors	<u>(40,413)</u>	<u>29,479</u>
Net cash (used in)/provided by operating activities	<u><u>63</u></u>	<u><u>1,972</u></u>
 Analysis of cash and cash equivalents and net debts		
Cash in hand and at bank		
Opening balance	4,195	2,223
Cash-flows	<u>63</u>	<u>1,972</u>
Closing balance	<u>4,258</u>	<u>4,195</u>

The Mohamed S. Farsi Foundation

Notes to the Financial Statements

For the year ended 31st December 2023

1. Accounting Policies

a) Accounting convention

Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), published on 16 July 2015. The Charitable Company is a public benefit entity for the purposes of FRS 102 and therefore the charity also prepared its financial statements in accordance with the 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 (The FRS 102 Charities SORP), the Companies Act 2006 and the Charities Act 2011.

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

The charity is a public benefit entity as defined by FRS 102. It exists solely to pursue its charitable objectives and does not seek to make a financial return.

b) Going Concern Basis

The trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charitable company to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular the trustees have considered the charitable company's forecasts and projections and have taken account of pressures on donation income. After making enquiries the trustees have concluded that there is a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. The charitable company therefore continues to adopt the going concern basis in preparing its financial statements.

c) Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charitable company and which have not been designated for other purposes.

d) Income

Income from donations and grants is included when receivable unless the donor has specified that the donation or grant relates to a future period or that certain pre-conditions must be fulfilled before use. In these cases the amounts received are recognised in the relevant period or when the pre-conditions have been met and until then treated as deferred income. Donations or grants for particular purposes are accounted for as restricted funds.

e) Expenditure and its basis of allocation

Expenditure is included in the Statement of Financial Activities (SOFA) on an accruals basis.

Support costs comprise the costs of administering the activities of the charity and is included within charitable expenditure. Governance costs are included in support costs associated with ensuring the charity meets its fiduciary duties.

Charitable activity costs include grants payable to third parties in furtherance of the charitable objects of the charity.

The Mohamed S. Farsi Foundation

Notes to the Financial Statements

For the year ended 31st December 2023

1. Accounting Policies (continued)

f) Critical accounting estimates and areas of judgement

In preparing financial statements it is necessary to make certain judgements, estimates and assumptions that affect the amounts recognised in the financial statements. There are no estimates considered to have a significant effect.

g) Financial Instruments

Cash and Cash Equivalents

Cash and cash equivalents include cash at banks and in hand and short term deposits with a maturity date of three months or less.

2. Grants and donations

	Unrestricted £	Total 2023 £	Total 2022 £
Donations	45,000	45,000	30,525
	<u>45,000</u>	<u>45,000</u>	<u>30,525</u>

3. Charitable activities

	Unrestricted £	Total 2023 £	Total 2022 £
Grants (note 4)	39,270	39,270	32,037
Support costs (note 5)	4,444	4,444	(4,183)
	<u>43,714</u>	<u>43,714</u>	<u>27,854</u>

4 Analysis of grants made

	2023 No.	£	2022 No.	£
The advancement of education	1	39,270	1	32,037
The advancement of the arts, culture, heritage or science	-	-	-	-
The advancement of international development	-	-	-	-
	<u>1</u>	<u>39,270</u>	<u>1</u>	<u>32,037</u>

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Notes to the Financial Statements

For the year ended 31st December 2023

5 Support costs	2023 £	2022 £
Independent examination/audit & accountancy	3,958	3,200
Legal and professional fees	-	(7,770)
Miscellaneous expenses	<u>486</u>	<u>387</u>
	<u>4,444</u>	<u>(4,183)</u>

Governance costs included within support costs amounted to £3,958 (2022: £4,570).

The charity does not employ any staff.

6 Trustees' Remuneration and Reimbursed Expenses

No members of the Board of Trustees received remuneration for their services during the year, nor had any expenses reimbursed.

7 Debtors	2023 £	2022 £
Other Debtors	<u>45,409</u>	<u>4,996</u>
	<u>45,409</u>	<u>4,996</u>

8 Creditors: Amounts falling due within one year	2023 £	2022 £
Accruals	3,600	3,200
Accruals - grants	39,270	-
Other creditors	<u>2,220</u>	<u>2,700</u>
	<u>45,090</u>	<u>5,900</u>

9 General Funds

The General Fund represents funds available for projects and administration.

If there are no funds available in the General Fund, administrative expenditure will be met by the Trustees.

10 Related Party Transactions

During the year, donations were received totalling £45,000 (2022: £30,525) from H Farsi, trustee.

11 Key Management Personnel

Key management personnel comprise the board of trustees. The charity has no employees.