

**Charity number: 1140153**

**Rahmah Foundation**

**Report of the Trustees and Unaudited Financial Statements**

**For the year ended 31 March 2022**

**Rahmah Foundation**  
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**For the year ended 31 March 2022**

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**Rahmah Foundation  
Report of the Trustees  
For the year ended 31 March 2022**

The Trustees have pleasure in presenting their report and the financial statements for the charity for the year ended 31 March 2022. The Trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) (effective 1 January 2019).

**OBJECTIVES AND ACTIVITIES**

To advance education for the benefit of the poor, the underprivileged and the general public by means of, but not exclusively, the provision or the assistance in the provision of educational activities and facilities, such as schools, supplementary schools, nurseries and training centres.

To advance the religion of Islam, by means of, but not exclusively, promoting the teachings and tenets of Islam, provision of facilities for worship and provision of facilities for Islamic education, in accordance with the teachings of the Quran and sunnah of the prophet Muhammad (peace and blessings be upon him);

To relieve financial hardship, distress and suffering among poor people, refugees, victims of natural disasters and other people in need, by means of, but not exclusively, making grants or loans for providing or paying for items, equipment, services and facilities, including the provision of food, clothing, and accommodation for the said persons.

The main activities undertaken in relation to those purposes during the period.

Rahmah Foundation strives to support high quality Islamic Schools, Masjids, Madrasahs and youth/community projects in meeting set-up and operational costs in Kolkata India. We raise funds via visits to Masjids, visits to donors and fundraising activities to support projects which we are able to support.

The main activities undertaken during the period to further the charity's purpose for the public benefit

One of the main objectives of the Trust is to 'advance education for the benefit of the poor, the underprivileged and the general public...' The Trust carries out this objective by providing grants to projects that seek to setup and develop high quality independent Islamic Schools and Madrasahs for the benefit of their local communities.

During this financial year Rahmah Foundation supported other local charity's, this includes Kokni Muslim Association in support of Hospital in Gaza, Jamiat Ulama I Hind in support of Educational activities for poor and widows in India, Medical Aid support of Muslims in Malawi suffering from viral disease and natural disaster.

The trustees have had regard to the charity commission's guidance on public benefit in managing the activities of the charity.

**Objectives and aims**

The trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

**FINANCIAL REVIEW**

**Reserves**

The charity has sufficient assets to cover the short and long term liabilities.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

Rahmah Foundation is registered with the Charity commission (Registration Number 1140153) and constituted by the deed of trust.

The Charity trustees are responsible for the general control and management of the charity. The trustees give their time freely and receive no remuneration or other financial benefits. The trustees meet together as a body quarterly and are responsible for all decisions taken in relation to running the organisation facilities and the activities provided by the charity

**Recruitment and appointment of trustees**

New trustees are appointed by existing trustees and serve for a period of 3 years after which they may put themselves forward for reappointment. At any one time, the trust is governed by a minimum of 3 and a maximum of 5 trustees.

**REFERENCE AND ADMINISTRATIVE INFORMATION**

Name of Charity	Rahmah Foundation
Charity registration number	1140153
Principal address	128 Townley Gardens

**Rahmah Foundation**  
**Report of the Trustees Continued**  
**For the year ended 31 March 2022**

Birmingham  
West Midlands  
B6 6LR

**Trustees**

The trustees and officers serving during the year and since the year end were as follows:

Mr Ismail Bhayat  
Mr Ismail Ibrahim Lorgat  
Mr Mohamed Uvaish Bhayat  
Mr Sabbir Ahmed Karolia

**Independent examiners**

M S Aswani FCCA  
Mibsons Limited  
Chartered Certified Accountants  
180 Birmingham Road  
West Bromwich  
B70 6QG

Approved by the Board of Trustees and signed on its behalf by



.....  
Mr Ismail Ibrahim Lorgat

14 September 2022

**Rahmah Foundation**  
**Independent Examiners Report to the Trustees**  
**For the year ended 31 March 2022**

I report to the trustees on my examination of the accounts of the charity for the year ended 31 March 2022.

**Responsibilities and basis of report**

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

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

**Independent examiners 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 that in any material respect:

1. accounting records were not kept in respect of the Charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

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



M S Aswani FCCA  
Mibsons Limited  
Chartered Certified Accountants  
180 Birmingham Road  
West Bromwich  
B70 6QG

14 September 2022

**Rahmah Foundation**  
**Statement of Financial Activities**  
**For the year ended 31 March 2022**

	Notes	Restricted funds £	2021 £
<b>Income and endowments from:</b>			
Donations and legacies	2	184,247	159,841
Investments	3		
Income from investment properties		10,472	-
<b>Total</b>		<b>194,719</b>	<b>159,841</b>
<b>Expenditure on:</b>			
Raising funds	4		
Investment management costs		(4,770)	-
Charitable activities	5/6		
Zakat		(82,000)	(114,857)
Lillah & Sadqah		(72,785)	(21,212)
<b>Total</b>		<b>(159,555)</b>	<b>(136,069)</b>
<b>Net income</b>		<b>35,164</b>	<b>23,772</b>
<b>Reconciliation of funds</b>			
Total funds brought forward		317,961	294,189
<b>Total funds carried forward</b>		<b>353,125</b>	<b>317,961</b>

**Rahmah Foundation**  
**Statement of Financial Position**  
**As at 31 March 2022**

	Notes	2022 £	2021 £
<b>Fixed assets</b>			
Investments	12/13	199,502	199,502
		<u>199,502</u>	<u>199,502</u>
<b>Current assets</b>			
Debtors	14	25,000	-
Cash at bank and in hand		129,103	118,938
		<u>154,103</u>	<u>118,938</u>
<b>Creditors: amounts falling due within one year</b>	15	(480)	(479)
<b>Net current assets</b>		<u>153,623</u>	<u>118,459</u>
<b>Total assets less current liabilities</b>		<u>353,125</u>	<u>317,961</u>
<b>Net assets</b>		<u>353,125</u>	<u>317,961</u>
<b>The funds of the charity</b>			
Restricted income funds	16	353,125	317,961
<b>Total funds</b>		<u>353,125</u>	<u>317,961</u>

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



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Mr Ismail Ibrahim Lorgat  
Trustee

14 September 2022

**Rahmah Foundation**  
**Notes to the Financial Statements**  
**For the year ended 31 March 2022**

**1. Accounting Policies**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, except for investments which are included at market value and the revaluation of certain fixed assets and in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), and the Charities Act 2011.

Rahmah Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

**Going concern**

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

**Funds**

Unrestricted funds 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.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes.

Restricted funds are those which are to be used as per specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund.

**Incoming resources**

All incoming resources are included in the statement of financial activities when the Charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

**Resources expended**

Liabilities are recognised as resources expended when there is a legal or constructive obligation committing the Charity to the expenditure:

**Taxation**

The income/gains have been applied for charitable purposes only and as a result Section 505 ICTA 1988 provides for the exemption of charity's income from direct taxation.

**2. Income from donations and legacies**

	2022	2021
	£	£
<b>Restricted funds</b>		
Donations received	170,673	155,309
Gifts in kind	13,574	4,532
	<u>184,247</u>	<u>159,841</u>



**Rahmah Foundation**  
**Notes to the Financial Statements Continued**  
**For the year ended 31 March 2022**

**3. Investment income**

	2022	2021
	£	£
<b>Restricted funds</b>		
Income from investment properties	10,472	-
	<u>10,472</u>	<u>-</u>

**4. Investment management costs**

	2022	2021
	£	£
<b>Restricted funds</b>		
Investment property management fees	4,770	-
	<u>4,770</u>	<u>-</u>

**Rahmah Foundation**  
**Notes to the Financial Statements Continued**  
**For the year ended 31 March 2022**

**5. Costs of charitable activities by fund type**

	2022	2021
	£	£
<b>Restricted funds</b>		
<b>Zakat</b>		
<b>Direct cost</b>		
Rahmah Foundation Kolkata	82,000	114,857
	<u>82,000</u>	<u>114,857</u>
<b>Lillah &amp; Sadqah</b>		
<b>Direct cost</b>		
Anjuman-E-Islahul Muslimin - Prayer Hall	-	19,000
Birmingham Muslim Burial Council	-	1,000
Islamic Welfare	10,000	-
Kokni Muslim Association	8,940	-
Jamiat Ulama I Hind	11,920	-
Anjuman-E-Islahul Muslimin	5,150	-
Dr G M Lorgat Medical Aid	32,000	-
Withy Trees Welfare	3,110	-
	<u>71,120</u>	<u>20,000</u>
<b>Support costs</b>		
<b>Lillah &amp; Sadqah</b>		
<b>Governance costs</b>		
Accountancy fees	540	510
Depreciation of owned assets	-	462
Motor and travel expenses	980	-
Other finance costs	145	240
	<u>1,665</u>	<u>1,212</u>
	<u><u>154,785</u></u>	<u><u>136,069</u></u>

**6. Costs of charitable activities by activity type**

	2022	2021
	£	£
<b>Activities undertaken directly</b>		
Zakat	82,000	114,857
Lillah & Sadqah	72,785	21,212
	<u><u>154,785</u></u>	<u><u>136,069</u></u>

**Rahmah Foundation**  
**Notes to the Financial Statements Continued**  
**For the year ended 31 March 2022**

**7. Analysis of support costs**

	2022	2021
	£	£
Governance costs	1,665	1,212

**8. Net income/(expenditure) for the year**

This is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation of owned fixed assets	-	462
Accountancy fees	540	510

**9. Staff costs and emoluments**

There were no employees during the year.

**10. Trustee remuneration and related party transactions**

No member of the board or trustee nor any person connected with them has received or is due to receive any remuneration for the period, directly or indirectly from the charity's fund.

**11. Comparative for the Statement of Financial Activities**

The comparative year values on the Statement of Financial Activities are for restricted funds.

**Rahmah Foundation**  
**Notes to the Financial Statements Continued**  
**For the year ended 31 March 2022**

**Investments**

**12. Analysis of movement of commercial investments**

	Investment property £
Fair value at 01 April 2021	199,502
Fair value at 31 March 2022	<u>199,502</u>

**13. Analysis of investments between funds as at year ended 31 March 2022**

	2022 £	2021 £
<b>Restricted funds</b>		
Investment properties	199,502	199,502
	<u>199,502</u>	<u>199,502</u>

**14. Debtors**

	2022 £	2021 £
<b>Amounts due within one year:</b>		
Other debtors	25,000	-
	<u>25,000</u>	<u>-</u>

**15. Creditors: amounts falling due within one year**

	2022 £	2021 £
Accruals and deferred income	480	479
	<u>480</u>	<u>479</u>

**16. Movement in funds**

**Restricted Funds**

	Balance at 01/04/2021 £	Incoming resources £	Outgoing resources £	Balance at 31/03/2022 £
General	317,961	194,719	(159,555)	353,125
	<u>317,961</u>	<u>194,719</u>	<u>(159,555)</u>	<u>353,125</u>

**Rahmah Foundation**  
**Notes to the Financial Statements Continued**  
**For the year ended 31 March 2022**

**Restricted Funds - Previous year**

	Balance at 01/04/2020	Incoming resources	Outgoing resources	Balance at 31/03/2021
	£	£	£	£
General	294,189	159,841	(136,069)	317,961
	<b>294,189</b>	<b>159,841</b>	<b>(136,069)</b>	<b>317,961</b>

**17. Analysis of net assets between funds**

	Investments	Net current assets / (liabilities)	Net Assets
	£	£	£
<b>Restricted funds</b>			
General	199,502	153,623	353,125
	<b>199,502</b>	<b>153,623</b>	<b>353,125</b>

**Previous year**

	Investments	Net current assets / (liabilities)	Net Assets
	£	£	£
<b>Restricted funds</b>			
General	199,502	118,459	317,961
	<b>199,502</b>	<b>118,459</b>	<b>317,961</b>