

Charity number: 1140153

Rahmah Foundation

Report of the Trustees and Unaudited Financial Statements

For the year ended 31 March 2023

Rahmah Foundation
Contents Page
For the year ended 31 March 2023

Report of the Trustees	1 to 2
Independent Examiner's Report to the Trustees	3
Statement of Financial Activities	4
Statement of Financial Position	5
Notes to the Financial Statements	6 to 11
Detailed Statement of Financial Activities	12

Rahmah Foundation
Report of the Trustees
For the year ended 31 March 2023

The Trustees have pleasure in presenting their report and the financial statements for the charity for the year ended 31 March 2023. 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 relating 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 2023

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 Kharodia

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

19 September 2023

Rahmah Foundation
Independent Examiners Report to the Trustees
For the year ended 31 March 2023

I report to the trustees on my examination of the accounts of the charity for the year ended 31 March 2023.

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

19 September 2023

Rahmah Foundation
Statement of Financial Activities
For the year ended 31 March 2023

	Notes	Restricted funds £	2022 £
Income and endowments from:			
Donations and legacies	2	107,575	184,247
Investments	3		
Income from investment properties		11,400	10,472
Total		118,975	194,719
Expenditure on:			
Raising funds	4		
Investment management costs		(774)	(4,770)
Charitable activities	5/6		
Zakat		(89,107)	(82,000)
Lillah & Sadqah		(28,799)	(72,785)
Total		(118,680)	(159,555)
Net income		295	35,164
Reconciliation of funds			
Total funds brought forward		353,125	317,961
Total funds carried forward		353,420	353,125

Rahmah Foundation
Statement of Financial Position
As at 31 March 2023

	Notes	2023 £	2022 £
Fixed assets			
Investments	11/12	199,502	199,502
		<u>199,502</u>	<u>199,502</u>
Current assets			
Debtors	13	-	25,000
Cash at bank and in hand		154,398	129,103
		<u>154,398</u>	<u>154,103</u>
Creditors: amounts falling due within one year	14	(480)	(480)
Net current assets		<u>153,918</u>	<u>153,623</u>
Total assets less current liabilities		<u>353,420</u>	<u>353,125</u>
Net assets		<u>353,420</u>	<u>353,125</u>
The funds of the charity			
Restricted income funds	15	353,420	353,125
Total funds		<u>353,420</u>	<u>353,125</u>

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



Mr Ismail Ibrahim Lorgat
Trustee

19 September 2023

Rahmah Foundation
Notes to the Financial Statements
For the year ended 31 March 2023

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

	2023 £	2022 £
Restricted funds		
Donations received	98,240	170,673
Gifts in kind	9,335	13,574
	<u>107,575</u>	<u>184,247</u>

Rahmah Foundation
Notes to the Financial Statements Continued
For the year ended 31 March 2023

3. Investment income

	2023	2022
	£	£
Restricted funds		
Income from investment properties	11,400	10,472
	<u>11,400</u>	<u>10,472</u>

4. Investment management costs

	2023	2022
	£	£
Restricted funds		
Investment property management fees	774	4,770
	<u>774</u>	<u>4,770</u>

Rahmah Foundation
Notes to the Financial Statements Continued
For the year ended 31 March 2023

5. Costs of charitable activities by fund type

	2023	2022
	£	£
Restricted funds		
Zakat		
Direct cost		
Rahmah Foundation Kolkata	89,107	82,000
	<u>89,107</u>	<u>82,000</u>
Lillah & Sadqah		
Direct cost		
Islamic Welfare	7,015	10,000
Kokni Muslim Association	-	8,940
Jamiat Ulama I Hind	-	11,920
Anjuman-E-Islahul Muslimin	500	5,150
Dr G M Lorgat Medical Aid	20,423	32,000
Withy Trees Welfare	-	3,110
	<u>27,938</u>	<u>71,120</u>
Support costs		
Lillah & Sadqah		
Governance costs		
Accountancy fees	600	540
Motor and travel expenses	168	980
Other finance costs	93	145
	<u>861</u>	<u>1,665</u>
	<u><u>117,906</u></u>	<u><u>154,785</u></u>

6. Costs of charitable activities by activity type

	2023	2022
	£	£
Activities undertaken directly		
Zakat	89,107	82,000
Lillah & Sadqah	28,799	72,785
	<u>117,906</u>	<u>154,785</u>

7. Analysis of support costs

	2023	2022
	£	£
Governance costs	861	1,665

Rahmah Foundation
Notes to the Financial Statements Continued
For the year ended 31 March 2023

8. Net income/(expenditure) for the year

This is stated after charging/(crediting):

	2023	2022
	£	£
Accountancy fees	600	540
	<u>600</u>	<u>540</u>

10. Comparative for the Statement of Financial Activities

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

Investments

11. Analysis of movement of commercial investments

	Investment property £
Fair value at 01 April 2022	199,502
Fair value at 31 March 2023	<u>199,502</u>

12. Analysis of investments between funds as at year ended 31 March 2023

	2023	2022
	£	£
Restricted funds		
Investment properties	199,502	199,502
	<u>199,502</u>	<u>199,502</u>

Rahmah Foundation
Notes to the Financial Statements Continued
For the year ended 31 March 2023

13. Debtors

	2023	2022
	£	£
Amounts due within one year:		
Other debtors	-	25,000
	<u>-</u>	<u>25,000</u>

14. Creditors: amounts falling due within one year

	2023	2022
	£	£
Accruals and deferred income	480	480
	<u>480</u>	<u>480</u>

15. Movement in funds

Restricted Funds

	Balance at 01/04/2022	Incoming resources	Outgoing resources	Balance at 31/03/2023
	£	£	£	£
General	353,125	118,975	(118,680)	353,420
	<u>353,125</u>	<u>118,975</u>	<u>(118,680)</u>	<u>353,420</u>

Restricted Funds - Previous year

	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>

16. Analysis of net assets between funds

	Investments	Net current assets / (liabilities)	Net Assets
	£	£	£
Restricted funds			
General	199,502	153,918	353,420
	<u>199,502</u>	<u>153,918</u>	<u>353,420</u>

Rahmah Foundation
Notes to the Financial Statements Continued
For the year ended 31 March 2023

Previous year

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

Rahmah Foundation
Detailed Statement of Financial Activities
For the year ended 31 March 2023

	2023 £	2022 £
INCOME AND ENDOWMENT		
Donations and legacies		
Donations	98,240	170,673
Gifts in kind	9,335	13,574
	<u>107,575</u>	<u>184,247</u>
Investments		
Income from investment properties	11,400	10,472
	<u>11,400</u>	<u>10,472</u>
Total incoming resources	<u>118,975</u>	<u>194,719</u>
EXPENDITURE		
Investment management costs		
Investment property management costs	(774)	(4,770)
	<u>(774)</u>	<u>(4,770)</u>
Charitable activities		
Cost of direct charitable activity (Zakat)	(89,107)	(82,000)
Cost of direct charitable activity (Lillah & Sadqah)	(27,938)	(71,120)
	<u>(117,045)</u>	<u>(153,120)</u>
SUPPORT COSTS		
Governance costs		
Governance costs (Lillah & Sadqah)	(861)	(1,665)
	<u>(861)</u>	<u>(1,665)</u>
Total resources expended	<u>(118,680)</u>	<u>(159,555)</u>
Net Income	<u>295</u>	<u>35,164</u>