

Charity number: 1140153

Rahmah Foundation

Report of the Trustees and Unaudited Financial Statements

For the year ended 31 March 2025

Rahmah Foundation
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**Rahmah Foundation
Report of the Trustees
For the year ended 31 March 2025**

The Trustees have pleasure in presenting their report and the financial statements for the charity for the year ended 31 March 2025. 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 Kolkota 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 2025

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

Muhammad Aswani FCCA
Mibsons Limited
Chartered Certified Accountants
51 Coopers Road Handsworth Wood
Birmingham
B20 2JU

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



.....
Mr Ismail Ibrahim Lorgat

11 July 2025

Rahmah Foundation
Independent Examiners Report to the Trustees
For the year ended 31 March 2025

I report to the trustees on my examination of the accounts of the charity for the year ended 31 March 2025.

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.



Muhammad Aswani FCCA
Mibsons Limited
Chartered Certified Accountants
51 Coopers Road Handsworth Wood
Birmingham
B20 2JU

11 July 2025

Rahmah Foundation
Statement of Financial Activities
For the year ended 31 March 2025

	Notes	Restricted funds £	2024 £
Income and endowments from:			
Donations and legacies	2	144,670	189,098
Investments	3		
Income from investment properties		12,339	11,400
Total		157,009	200,498
Expenditure on:			
Raising funds	4		
Investment management costs		(1,433)	(955)
Charitable activities	5/6		
Zakat		(85,706)	(106,346)
Lillah & Sadqah		(23,028)	(19,748)
Total		(110,167)	(127,049)
Net income		46,842	73,449
Reconciliation of funds			
Total funds brought forward		426,869	353,420
Total funds carried forward		473,711	426,869

Rahmah Foundation
Statement of Financial Position
As at 31 March 2025

	Notes	2025 £	2024 £
Fixed assets			
Tangible assets	11	742	928
Investments	12/13	297,500	199,502
		298,242	200,430
Current assets			
Cash at bank and in hand		175,949	226,919
		175,949	226,919
Creditors: amounts falling due within one year	14	(480)	(480)
Net current assets		175,469	226,439
Total assets less current liabilities		473,711	426,869
Net assets		473,711	426,869
The funds of the charity			
Restricted income funds	15	473,711	426,869
Total funds		473,711	426,869

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



Mr Ismail Ibrahim Lorgat
Trustee

11 July 2025

Rahmah Foundation
Notes to the Financial Statements
For the year ended 31 March 2025

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

	2025	2024
	£	£
Restricted funds		
Donations received	135,373	178,218
Gifts in kind	9,297	10,880
	<u>144,670</u>	<u>189,098</u>

Rahmah Foundation
Notes to the Financial Statements Continued
For the year ended 31 March 2025

3. Investment income

	2025	2024
	£	£

Restricted funds

Income from investment
properties

	12,339	11,400
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	12,339	11,400
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4. Investment management costs

	2025	2024
	£	£

Restricted funds

Investment property
management fees

	1,433	955
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	1,433	955
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Rahmah Foundation
Notes to the Financial Statements Continued
For the year ended 31 March 2025

5. Costs of charitable activities by fund type

	2025	2024
	£	£
Restricted funds		
Zakat		
Direct cost		
Rahmah Foundation Kolkata	85,706	106,346
	<u>85,706</u>	<u>106,346</u>
Lillah & Sadqah		
Direct cost		
Kokni Muslim Association	-	2,100
Anjuman-E-Islahul Muslimin	2,000	7,650
Jamia Qasmia	18,175	7,825
	<u>20,175</u>	<u>17,575</u>
Support costs		
Lillah & Sadqah		
Governance costs		
Accountancy fees	660	600
Depreciation of owned assets	186	-
Motor and travel expenses	1,670	920
Other office costs	97	238
Other finance costs	240	415
	<u>2,853</u>	<u>2,173</u>
	<u><u>108,734</u></u>	<u><u>126,094</u></u>

6. Costs of charitable activities by activity type

	2025	2024
	£	£
Activities undertaken directly		
Zakat	85,706	106,346
Lillah & Sadqah	23,028	19,748
	<u>108,734</u>	<u>126,094</u>

7. Analysis of support costs

	2025	2024
	£	£
Lillah & Sadqah		
Governance costs	2,853	2,173

Rahmah Foundation
Notes to the Financial Statements Continued
For the year ended 31 March 2025

8. Net income/(expenditure) for the year

This is stated after charging/(crediting):

	2025	2024
	£	£
Depreciation of owned fixed assets	186	-
Accountancy fees	660	600

10. Comparative for the Statement of Financial Activities

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

11. Tangible fixed assets

Cost or valuation	Computer Equipment £
At 01 April 2024	928
At 31 March 2025	928
Depreciation	
Charge for year	186
At 31 March 2025	186
Net book values	
At 31 March 2025	742
At 31 March 2024	928

Investments

12. Analysis of movement of commercial investments

	Investment property £
Fair value at 01 April 2024	297,500
Fair value at 31 March 2025	297,500

Rahmah Foundation
Notes to the Financial Statements Continued
For the year ended 31 March 2025

13. Analysis of investments between funds as at year ended 31 March 2025

	2025	2024
	£	£
Restricted funds		
Investment properties	297,500	199,502
	<u>297,500</u>	<u>199,502</u>

14. Creditors: amounts falling due within one year

	2025	2024
	£	£
Accruals and deferred income	480	480
	<u>480</u>	<u>480</u>

15. Movement in funds

Restricted Funds

	Balance at 01/04/2024	Incoming resources	Outgoing resources	Balance at 31/03/2025
	£	£	£	£
General	426,869	157,009	(110,167)	473,711
	<u>426,869</u>	<u>157,009</u>	<u>(110,167)</u>	<u>473,711</u>

Restricted Funds - Previous year

	Balance at 01/04/2023	Incoming resources	Outgoing resources	Balance at 31/03/2024
	£	£	£	£
General	353,420	200,498	(127,049)	426,869
	<u>353,420</u>	<u>200,498</u>	<u>(127,049)</u>	<u>426,869</u>

16. Analysis of net assets between funds

	Tangible fixed assets	Investments	Net current assets / (liabilities)	Net Assets
	£	£	£	£
Restricted funds				
General	742	297,500	175,469	473,711
	<u>742</u>	<u>297,500</u>	<u>175,469</u>	<u>473,711</u>

Rahmah Foundation
Notes to the Financial Statements Continued
For the year ended 31 March 2025

Previous year

	Tangible fixed assets	Investments	Net current assets / (liabilities)	Net Assets
	£	£	£	£
Restricted funds				
General	928	199,502	226,439	426,869
	928	199,502	226,439	426,869

Rahmah Foundation
Detailed Statement of Financial Activities
For the year ended 31 March 2025

	2025 £	2024 £
INCOME AND ENDOWMENT		
Donations and legacies		
Donations	135,373	178,218
Gifts in kind	9,297	10,880
	<u>144,670</u>	<u>189,098</u>
Investments		
Income from investment properties	12,339	11,400
	<u>12,339</u>	<u>11,400</u>
Total incoming resources	<u>157,009</u>	<u>200,498</u>
EXPENDITURE		
Investment management costs		
Investment property management costs	(1,433)	(955)
	<u>(1,433)</u>	<u>(955)</u>
Charitable activities		
Cost of direct charitable activity (Zakat)	(85,706)	(106,346)
Cost of direct charitable activity (Lillah & Sadqah)	(20,175)	(17,575)
	<u>(105,881)</u>	<u>(123,921)</u>
SUPPORT COSTS		
Governance costs		
Governance costs (Lillah & Sadqah)	(2,853)	(2,173)
	<u>(2,853)</u>	<u>(2,173)</u>
Total resources expended	<u>(110,167)</u>	<u>(127,049)</u>
Net Income	<u><u>46,842</u></u>	<u><u>73,449</u></u>