

Hussainia Welfare Trust

Trustees Annual Report and Financial Statements

for the year ended 31 March 2021

Charity Registration No 1152408

The trustees present their report with the financial statements of the charity for the year ended 31 March 2021.

REFERENCE AND ADMINISTRATIVE DETAILS

Name of Charity: Hussainia Welfare Trust

Alternative Name: HW Trust

Registered Charity number: 1152408

Contact address

73 Tolworth Rise North
Surbiton
KT5 9EN

Trustees

Mohamed Rafiq
Mohamed Javed Rafiq
Muhammad Anwar

Independent Examiner

Syed Navaid Hasan
5 Tudor Avenue
Worcester Park
KT4 8TY

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Hussainia Welfare Trust is constituted as a charitable trust with the Charity Commission on 13 June 2013 under the charity number 1152408. It is governed by a deed of trust dated 10 June 2013.

Recruitment and appointment of new trustees

Trustees are appointed by resolution of the existing trustees. When a new trustee is so appointed, a memorandum of his appointment shall be prepared.

Induction and training of new trustees

Following appointment, new trustees are introduced to their new role and given copies of the trust deed and a guide to the policies and procedures adopted by our charity. A number of publications from the Charity Commission are also provided including the guidance on charities and public benefit. This ensures that new trustees are aware of the scope of their responsibilities under the Charities Act.

Initially, new trustees work with an existing trustee assisting on particular activities and projects run by the Charity. After satisfactory feedback from existing trustees they are then given the task of leading a particular activity or project, reporting progress at trustees' meetings.

Organisational structure

The charity trustees are responsible for the general control and management of the charity. The trustees give their time freely & receive no remuneration or other financial benefits. The trustees meet together as a body and are responsible for all decisions taken in relation to the affairs of Hussainia Welfare Trust. Meetings of the trustees have been held throughout the year. They receive reports on the work of the charity and progress made. Decisions are made by the trustees who also seek to ensure that the legal requirements of the Charity Commission and other regulatory bodies are carried out.

The charity distributes its donations through local partners overseas and locally.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. The trustees have assessed the major risks to which the charity is exposed and are satisfied that systems are in place to mitigate our exposure to major risks.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the charity are set out in the charity's trust deed as follows:

- (a) The prevention or relief of poverty or financial hardship in the Indian sub-continent, East Africa and other parts of the world by the provision of financial or other assistance in the provision of education, training, healthcare projects and all the necessary support designed to prevent or relieve poverty.
- (b) The relief of financial need and suffering among victims of natural or other kinds of disaster in the form of money or other means deemed suitable for persons, bodies, organisations and/or countries affected, including the provision of medical aid.
- (c) Such other charitable purposes for the public benefit as are exclusively charitable according to the laws of England and Wales as the trustees may from time to time determine.

Each year our trustees review our objectives and activities to ensure they continue to reflect our aims. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit.

Strategies and Significant Activities

The Charity in pursuance of its charitable aims and objectives carries out a wide range of activities in the following sectors:

- a) Education and training
- b) The prevention or relief of poverty
- c) Overseas aid / disaster relief
- d) Support for the construction of a mosque in the Muzaffargarh district

Grant making

The charity collects general donations and these are distributed in pursuance of the Charity's objectives to support education and training, relief of poverty and supporting communities. We work with partner organisations in the countries of benefit to identify who we can help.

Volunteers

We encourage all volunteers in our charity to be involved in voluntary activities and to share their skills with others. Volunteers are not paid any salaries but can receive reasonable out of pocket expenses such as travel cost. All our trustees also give their time freely.

ACHIEVEMENT AND PERFORMANCE

Charitable Activities

Throughout the year, the Trust provided aid through food rations and monetary aid to the poor and needy, including orphans and widows, in mainly the eastern area in Pakistan. Education facilities were also given to the orphans. We sponsored more than 150 orphans. This year has been dominated by the Covid-19 pandemic and its effects on the local communities especially in the rural parts of the world, which have been hit worse economically than most. This has particularly impacted the low daily wage earners who do not have any income as a result of the lockdowns placed by the Pakistan Government. Our local partners assisted in providing the necessary financial aid to help in providing food packages in this uncertain time. At least 8 families were assisted with long term financial support as a result of the covid-19 pandemic.

More than 600 children were provided support with their education and meals. We also provided further education support in the form of sponsoring 15 teachers. More than 20 people benefited from sanitisation projects. At least 620 people benefited with fortnightly meat meals (goat sadaqah). We continued to support the Mosque project with the addition of ablution area and toilets.

The success of HW Trust is down to its committed and passionate trustees and benefactors. The donations slightly decreased from last year because of the reliance on direct transfers to the Trusts bank account. No direct collections happened as a result of the covid-19 lockdowns. The expenditure has reduced this year mainly because of the lower amount spent on the Mosque project. Any projects that were in the pipeline have been deferred due to the urgency of the covid-19 pandemic.

The Trustees consider that the activities undertaken provide benefit to the communities they support and confirm that in exercising their powers and duties, they have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission and have complied with their duties under Section 17 of the Charities Act 2011.

FINANCIAL REVIEW

Reserves policy

Hussainia Welfare Trust is a registered charity (1152408) and has been in operation since 2012. We generally operate a balanced budget. Unrestricted cash funds of £25,000 have been set aside for natural disaster emergencies such as flooding which is a regular occurrence in some parts of the world. We helped victims of the floods during the flooding in South Punjab region of Pakistan in 2015-16 with the surplus we had in that year. Another £23,000 will be used for supporting those affected by the covid-19 lockdowns and pandemic, solar panel and medical aid projects planned for 2021-24.

Principal funding sources

The Charity's main sources of income are collections of donations. They are collected from general public at events and from individuals, family and friends. During the year the charity received total donations of £56,967 which included Gift Aid income of £10,483 for 2019/20.

Plans for future periods

We aim to continue our work, expanding our activities subject to availability of resources and

means. We are looking to deliver solar panel projects to small communities in the coming years which will benefit those who have severe shortages of electricity. At the same time, we aim to continue providing support for educating poor children and orphans. For future years, we also aim to create medical clinics offering free eye care and other medical provisions that are out of reach of those in poverty. We look forward to the year ahead and are well placed to manage any growth.

Related Party Transactions

During the year no related party transactions were reported by the Trustees.

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and are completed on a Receipts and Payments basis in accordance with the Charities Act 2011 that summarises the movement of cash into and out of the organisation during the financial year.

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the board of trustees on 10th January 2022 and signed on its behalf by:



M Rafiq

Trustee (Chair)

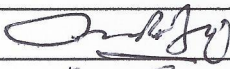

Charity Name Hussainia Welfare Trust		No (if any) 1152408		CC16a
Receipts and payments accounts				
For the period from	Period start date 01/04/2020	To	Period end date 31/03/2021	

Section A Receipts and payments

	Unrestricted funds to the nearest £	Restricted funds to the nearest £	Endowment funds to the nearest £	Total funds to the nearest £	Last year to the nearest £
A1 Receipts					
Donations (zakat+sadaqah)	34,252	-	-	34,252	31,239
Mosque construction	-	7,070	-	7,070	7,578
Sponsor a hafiz	-	822	-	822	646
Other donations	120	-	-	120	3,720
Gift Aid recovery	10,483	-	-	10,483	14,311
Qurbani	-	2,980	-	2,980	4,898
Education Support	-	1,240	-	1,240	1,200
	-	-	-	-	-
Sub total (Gross income for AR)	44,855	12,112	-	56,967	63,592
A2 Asset and investment sales, (see table).					
	-	-	-	-	-
	-	-	-	-	-
Sub total	-	-	-	-	-
Total receipts	44,855	12,112	-	56,967	63,592
A3 Payments					
Donations distributed	29,225	-	-	29,225	19,810
Mosque construction	1,430	7,070	-	8,500	21,140
Sponsor a hafiz	-	822	-	822	2,200
Bank charges	154	-	-	154	171
Qurbani	-	2,980	-	2,980	4,898
Independent Examination Fee	250	-	-	250	250
Education Support	-	1,240	-	1,240	1,200
	-	-	-	-	-
	-	-	-	-	-
Sub total	31,059	12,112	-	43,171	49,669
A4 Asset and investment purchases, (see table)					
	-	-	-	-	-
	-	-	-	-	-
Sub total	-	-	-	-	-
Total payments	31,059	12,112	-	43,171	49,669
Net of receipts/(payments)	13,796	-	-	13,796	13,923
A5 Transfers between funds	-	-	-	-	-
A6 Cash funds last year end	34,637	2,173	-	36,810	22,887
Cash funds this year end	48,433	2,173	-	50,606	36,810

Section B Statement of assets and liabilities at the end of the period

Categories	Details	Unrestricted funds to nearest £	Restricted funds to nearest £	Endowment funds to nearest £
B1 Cash funds	Cash at bank	48,433	2,173	-
		-	-	-
		-	-	-
	Total cash funds	48,433	2,173	-
	(agree balances with receipts and payments account(s))	OK	OK	OK
		Unrestricted funds to nearest £	Restricted funds to nearest £	Endowment funds to nearest £
B2 Other monetary assets	None	-	-	-
		-	-	-
B3 Investment assets	None		Cost (optional)	Current value (optional)
			-	-
			-	-
B4 Assets retained for the charity's own use	None		Cost (optional)	Current value (optional)
			-	-
			-	-
B5 Liabilities		Fund to which liability relates	Amount due (optional)	When due (optional)

Signed by one or two trustees on behalf of all the trustees	Signature	Print Name	Date of approval
		Mohamed Rafiq	10/01/2022
		Javed Rafiq	10/01/2022



Section A

Independent Examiner's Report

**Report to the trustees/
members of**

Hussainia Welfare Trust

**On accounts for the year
ended**

31st March 2021

**Charity no
(if any)**

Set out on pages

As per the attachment of the Annual report & Accounts

(remember to include the page numbers of additional sheets)

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended 31st March 2021

**Responsibilities and
basis of report**

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

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

**Independent
examiner's statement**

I have completed my examination. I confirm that no material matters have come to my attention (other than that disclosed below *) in connection with the examination which gives me cause to believe that in, any material respect:

- accounting records were not kept in accordance with section 130 of the Act or
- the accounts do not accord with the accounting records

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

Signed: Navaid Hasan

Date: 31-01-2022

Name: Syed Navaid Hasan

**Relevant professional
qualification(s) or body
(if any):**

Chartered Accountant – C.A.
Chartered Public Finance Accountant - CPFA

Address: 5 tudor avenue

Worcester park

KT4 8TY

Only complete if the examiner needs to highlight matters of concern (see CC32, Independent examination of charity accounts: directions and guidance for examiners).

Give here brief details of any items that the examiner wishes to disclose.

A number of items have been highlighted which demonstrate weaknesses within the activities of the trust.

- 1- No receipts are issued for monies received via bank transfer which constitutes 94% of total income. Cash income is receipted. (Circa 6%) This needs to be rectified and the trustees need to ensure that a proper record of who has submitted monies and for what purpose can be actively reviewed
- 2- There are relatives of the trustees who make up a considerable contribution to the funds being received in the year and receipts should be issued.
- 3- The due diligence in respect of the NGO's that are given the monies needs to be updated.
- 4- The documentation provided to demonstrate review and validation of the NGO's is nearly 10 years old and should be regularly checked and validated that the NGO's are functioning and acting in accordance with an NGO as per Charity Commission guidelines.
- 5- There is no record of the monies to whom are considered the recipients in the destination country that can be reviewed.
- 6- The trustees should ask for confirmation and proof that the people that are supposed to be receiving the monies / benefits are actually receiving it from the NGO and that there is an adequate paper trail.