



ANNUAL

Report of the Trustees and
Financial Statements for the Year
Ended 31 August 2021

for
Children of Adam

Contents



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Hamilton Coopers
Chartered Accountants Registered Auditors
66 Earl Street Maidstone Kent ME14 1PS

Report of the Trustees

The trustees present their report with the financial statements of the charity for the year ended 31 August 2021. 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 Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

To advance Islam for the benefit of the public in accordance with the statements of belief by relieving the needs of people through Zakat, Lillah and Sadaqah forms of charity; in particular but not exclusively by:

- (i) Distributing food and other items and lifesaving supplies to the homeless with a special focus on the homeless of Peterborough.
- (ii) Supporting the charitable work of registered charities in the UK and overseas.

Public benefit

We confirm that in providing the above services and in writing this report, we have had regard to the guidance issued by the Charity Commission on public benefit.

Volunteers

The charity is grateful for the unstinting efforts of its volunteers who are involved in service provision and fundraising. It has not been possible to quantify the sterling efforts of our volunteers.





INTRODUCTION

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Children of Adam's journey started by supporting the homeless locally. Since then, we have been working hard in assisting UK based projects. We have supported diverse voluntary and statutory sector organisations who provide services to people from a range of backgrounds and communities.

Our UK projects are becoming recognised within the wider Muslim Charity Sector and several charities have contributed to our local initiatives.

Peterborough Homeless & Rough Sleepers (UK)

The first project undertaken by Children of Adam was feeding the local homeless. Over the years this initiative has developed into working partnerships with local organisations to help and assist the homeless and rough sleepers of Peterborough.



UK PROJECTS

Education & Empowerment (UK)

COA have been supporting Iqra Academy of PMET. PMET's vision is to raise the next generation of Muslims and Muslimah's, with a deep understanding of their social and religious responsibilities.

Enabling them to be human beings of the highest moral standards benefiting society here locally, nationally and internationally. In another project

CoA as part of a multi-agency including the Home office and Peterborough City Council have been providing support to Syrian families arriving in Peterborough as part of the UK governments pledge to take in Syrian families.

Each of the girls have progressed very strongly in the last year. Each student has met their targeted progression academically however our big success would be of our first cohort of this project who finished their year 11 studies and achieved their GCSEs results.



BANGLADESH PROJECTS

Emergency Food Distribution (Bangladesh)

The world got a new experience in August 2017 when around 1.2 Million Myanmar Citizen had been forcibly displaced and fled to its neighboring villages in Teknaf and Ukhiya Upazilas under Cox's Bazar District in Bangladesh. CoA responded with food distribution to Rohingya refugees and the poor in Bangladesh. The target was to priorities support for the following groups:

- Women headed households
- Pregnant women suffering insufficient nutrition.
- Widow and elderly people suffering with food insecurity
- Orphan and people with disabilities.

MALAWI PROJECTS

Animal Sadaqah/Aqeeqah (Malawi)

Children of Adam have been offering the opportunity to complete an Animal sacrifice as Sadaqah and help feed the poor. The animal sacrifices have been carried out in Malawi, Africa with the meat being distributed to the poor communities. CoA have arranged for animal Sadaqah's including an Aqeeqah service (sacrifice in gratitude at the birth of a child).

NEPAL PROJECTS

Eid Food & Qurbani (Nepal)

Nepal is one of the poorest nations in the world. During Ramadhan & the festival of Eid. In Nepal the most vulnerable people in the locality, including orphans, widows, elderly, disabled and the ultra-poor, were selected by local representatives. Primarily the aid was distributed at pre-determined collection points. However, those who could not attend the gathering due to illness, disability or age-related factors; meat was delivered to them to their doorsteps.



PAKISTAN PROJECTS

ACHIEVEMENT AND PERFORMANCE

Eye care facilities are often scarce, inaccessible, and mainly based in urban areas, and many people in rural settings are not aware of the importance of looking after their vision. As a result, eye conditions such as cataracts are common, but can be easily treated if people have access to eye care.

This project was delivered in Punjab, Pakistan, the population is living in rural areas, majority of the people in rural areas don't have access to health care.

The beneficiaries belong to a poor background and majority of them were old, aged people, due to poverty the household income is used for food and very little or no money left for health and educational needs, therefore, people with partial blindness face ignorance and loneliness which severely affect their psychological well-being.

With our small intervention, beneficiaries are enabled to see the world once again and continue their normal life.

The positive outcome of our intervention resulting in positive psychological behaviour and a vibrant healthy society.



PAKISTAN PROJECTS

Medical - Ambulance (Pakistan)

The objective of the project was to provide health services to the people who are far from the city. The primary role of Ambulance services is emergency pre-hospital medical care. We are providing both emergency response, patient transfer and providing easy access to health care services.

Food Distribution (Pakistan)

District Layyah is situated in South-West Punjab Province and is surrounded by Districts Bhakkar, Jhang, and Muzaffargarh and by Indus River in West with area of 6,291 Sq. KMs. Comprised of three Tehsils Layyah, Karor and Chaubara having population 1,121,951 with density 178 per Sq. KM and 87.1% population is living in rural area as per Population census 1998.

The population in this area comprises of mainly farmers and labourers whose income is seasonal and thus rendering them often in poverty. Food is a basic human necessity, and a lot of efforts has gone into providing a well-balanced food parcel. This year Children of Adam were able to assist a lot more families than last year.



PAKISTAN PROJECTS

Water Pumps (Pakistan)

Nearly one billion people have no access to safe drinking water, One of every five deaths of children under the age of 5 is due to water-related disease. Close to 80% of illness in developing nations is believed to be connected to poor water and sanitation issues.

Every beneficiary's household now has its own water source including a wide washing pad and drainage for wastewater. Many of them have developed kitchen gardens and now they eat fresh home-grown vegetables every day.

Some other benefits & outcomes they gained from this project is that the households have started saving for fulfilling their other development expenses. Due to this the project has contributed to reducing poverty of the benefited households. Financial savings have meant children can go to School and money set aside in some cases for medical expenses.

Shelter Homes (Pakistan)

Imagine living in a house that you think may collapse any day, Children of Adam with the kindness of our donors provide poor families with an opportunity to move into a safer new shelter house. Each house is provided with WC, Hand pump for clean water, a solar panel & home furnishing.



PAKISTAN PROJECTS

Masjid Construction (Pakistan)

The Masjid holds a central role in the heart of a community, from a spirituality place of sanctuary to an educational institution. Children of Adam has been assisting impoverished communities to build a centre of religious learning for the future generations and has empowered the locals to strengthen their relationship with their faith. As well as supporting communities Children of Adam has been supporting institutions, which lack a place of worship.

Cleft Lip Operations (Pakistan)

Cleft lip and cleft palate (the roof of the mouth) are amongst the most common birth defects which occur when a baby's facial structures do not develop fully during pregnancy, causing child's lip or mouth not to fuse together properly. Together these are known as "orofacial clefts", and child may have either or both. Multan is a big city in South Punjab region, and we were able to provide support to children affected by these birth defects who otherwise would have had to live with this condition for the rest of their lives.

Fidya, Kaffara & Sadaqatul Fitr Feeding (Pakistan)

Giving Sadaqatul Fitr (also referred to as Zakatul Fitr or Fitrana) on the day of Eid was a practice of the Messenger Sallallahu 'alayhi wasallam, and it has been ordered for us all to follow. Like Zakah, it establishes the bonds of unity and brotherhood between the rich and poor. Not all of Muslims are able to fast during the month of Ramadan, and for those who can't, there is the option to pay Fidiyah.



GAZA, PALESTINE PROJECTS

Hifz Sponsorship (Gaza, Palestine)

Our Hifz programme is a unique three-year and a half sponsorship programme for children of Palestine, which supports children to read, learn and memories the Holy Qur'an. It also offers the high standard of benefits, which includes nutritious meals, clothing, comprehensive healthcare. Children are taught the Holy Qur'an in a clean and well-ventilated environment, with experienced teachers who use modern techniques in small class sizes.

During that period of hifz the child gets to complete memorising the holy Quran. Once the memorisation is fully established in the heart of the child, a revision is followed; making the child confident and ready to envision their future as an Imams, Qari' or teachers.

Eid Gifts (Gaza, Palestine)

CoA has been working with its partners in Gaza to bring a smile on the faces of children at the time of Eid. In total children were provided Eid gifts; comprising of orphans and vulnerable children living through poverty and illness.



GAZA, PALESTINE PROJECTS

Orphan Sponsorship

Orphans are the most vulnerable children in the world. For most of them, a permanent family is not an immediate option. Alone and without care, they are exposed to the worst our world has to offer. The Orphan sponsorship project strives to improve the livelihood of orphan children who have lost the most important thing in their lives; their parent(s). This year from the generosity of our donors a total of 310 orphans were sponsored by Children of Adam.

Multiple Projects (Gaza, Palestine)

The humanitarian situation in the occupied Palestinian territory is among the world's most long-standing protracted crises and remains largely attributable to decades of conflict, blockades, internal division and de-development policies. Such a complicated context resulted in skyrocketing unemployment rates and thus poverty rates among the Palestinian population in the Gaza Strip. Such rampant poverty and unemployment are happening in an environment of limited power supply, poor water supply and restricted movement.

This year CoA with the support of our partners distributed aid for relief of everyday hardships.



Hygiene kits



Wheelchair



Home repairs



Orphan Gifts



Water tanks



Olive trees



food packs



YEMEN PROJECTS

Hygiene Packs (Yemen)

Yemen is the largest humanitarian crisis in the world, with more than 24 million people - some 80 percent of the population - in need of humanitarian assistance, including more than 12 million children. Since the conflict escalated in March 2015, the country has become a living hell for the country's children. CoA through our UK partners we delivered emergency aid, this included the distribution of food parcels to individuals and family who rely heavily on donations

GREECE PROJECTS

Food Parcels (Greece)

COA basic food items for the most vulnerable beneficiaries in Athens with focus on Syrian refugee families. Each beneficiary received a food basket that was enough to keep one family fed for two weeks. In refugee situation like in Greece, refugees depend heavily on the support from NGOs to secure their basic needs. They, the refugees, try to secure longer aid through being in touch with different NGOs to get some aid so they can keep going. The content of the food basket distributed was very good and the feedbacks from beneficiaries were very positive.

FINANCIAL REVIEW

Reserves policy

The trustees review the amount of reserves that are required to ensure that they are adequate to fulfil the charity's continuing obligations. Currently the unrestricted reserves provide the charity with adequate funds to cover operational costs as a means for it to meet its charitable objectives for a minimum of six months. In the Trustees' view this would need to be extended to nine months in the future so as to be able to deliver more projects directly. Restricted funds are maintained to make sure that the delivery of these vital projects is not disrupted due unexpected rise in costs or fall in income. Where achievable the funds are dispensed to their related projects as soon as possible.

The charity has been funded solely by the generous donations of its supporters and the associated Gift Aid. The charity has managed to increase its profile from its work in the community this year and have raised public support.

The trustees review the amount of reserves that are required to ensure that they are adequate to fulfil the charity's continuing obligations.

Currently the unrestricted reserves provide the charity with adequate funds to cover operational costs as a means for it to meet its charitable objectives for a minimum of three months. In the Trustees' view this would need to be extended to six months in the future so as to be able to deliver more projects directly.

Restricted funds are dispensed to their related projects as soon as possible.

FUTURE PLANS

With the cost of living crisis hitting everyone especially at home we will be looking at increasing our support to people here in the UK with a special focus in Peterborough. We will look at ways to improve access to education by working with Iqra Academy and more support for local community and youth initiatives, like boxing clubs and active sports. Globally, the Trustees will look to maintain the current projects and increase in the delivery of these. We will also look into supporting more people around the world through the installation of hand pumps, food aid and shelter homes.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Children of Adam (COA) was established on 11th December 2012 to meet the need for providing food and other provisions to the homeless particularly in Peterborough and also supporting projects of registered charities in the UK and overseas.

Children of Adam operated as an unregistered voluntary organisation. It constituted a trust deed on 11/07/2013 in view of registering with the Charity Commissioners. On 05/08/2013 Children of Adam was granted registration as an unincorporated charity (Charity Number 1153244).

RECRUITMENT AND APPOINTMENT OF NEW TRUSTEES

When the charity identifies the need for new trustees. This is done if vacancies have arisen through resignations, or it may be that existing trustees have decided that one or more new trustees with specific skills are needed to help run the charity more effectively. The process includes potential new trustees completing a skills audit and signing a declaration of eligibility to become a trustee after which existing trustees will meet formerly to discuss the application before deciding to appoint any individual to the board.

RELATED PARTIES

The charity works with Peterborough Muslim Education Trust charity no. 1136767 (PMET), both charities share a common trustee. PMET provides a homeless shelter and educational services for Syrian refugees.

In addition to working with PMET COA supports the charitable work of registered charities in the UK for delivery of aid overseas to areas where COA currently does not implement the delivery of the project itself and/or has no volunteers or staff based overseas. Grant making is done through Memorandum's of Understanding with registered charities.

Occasionally Trustees may go over with partner organisations to oversee the projects its donors have contributed for to ensure funds were applied consistently to donor intentions and to take part in the delivery and distribution effort.

STRUCTURE, GOVERNANCE AND MANAGEMENT

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.

Children of Adam Program Risk Management Framework ensures the Know Your Partner identification, verification and intended end users benefit through a set of described due-diligence procedures as per the standards of the charity commission guidance.

As part of our accountability to our donors, legal compliance and beneficiary, Children of Adam through different instruments ensures that project implementing partners are acting in a manner conducive to achieve our essential purpose of charitable work. This involves reviewing the following areas:

- Propose projects that respond to the needs, rights and interests of poor and marginalised women and men and involve them in identifying these, building on their own capacity
- Partners are capable of achieving significant positive change for poor and marginalised people demonstrate a clear vision for their work, compatible with Children of Adam's
- Partners demonstrate transparent governance and management
- Partners must be aware of the Red Cross principles, and SPHERE and HAP standards in any emergency work.

In addition to this we have policies in place like: Safeguarding, health & safety, risk assessment and more.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number 1153244

Principal address

805 Lincoln Road
Peterborough
Cambridgeshire
PE1 3HG

Trustees

Saqib Rehman Trustee
Shujah Saklain (Chair) Trustee
Dawood Hussain FCMA CGMA Trustee
Azhar Mahmood Ahmed DipHE Trustee

Auditors

Hamilton Coopers
Chartered Accountants
Registered Auditors
66 Earl Street
Maidstone
Kent
ME14 1PS

TRUSTEES' RESPONSIBILITY STATEMENT

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).

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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

A resolution proposing the reappointment of Hamilton Coopers as auditors will be put to the annual general meeting.

Approved by order of the board of trustees on May 26, 2022 and signed on its behalf by:


Saqib Rehman (May 26, 2022 10:57 GMT+1)

Saqib Rehman - Trustee

INDEPENDENT AUDITORS REPORT

Opinion

We have audited the financial statements of Children of Adam (the 'charity') for the year ended 31 August 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 August 2021 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

INDEPENDENT AUDITORS REPORT

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

INDEPENDENT AUDITORS REPORT

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Capability of the audit in detecting irregularities, including fraud

The objectives of our audit are to identify and assess the risks of material misstatement of the financial statements due to fraud or error; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud or error; and to respond appropriately to those risks.

Based on our understanding of the company and industry, and through discussion with the management (as required by auditing standards), we identified that the principal risks of non-compliance with laws and regulations related to their FCA permissions and requirements. We considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006 and taxation. We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of

INDEPENDENT AUDITORS REPORT

Override of controls) and determined that the principal risks were related to posting inappropriate journal entries to increase revenue or reduce expenditure and management bias in accounting estimates and judgmental areas of the financial statements such as accrued income.

Audit procedures performed by the engagement team included:

- Discussions with management and assessment of known or suspected instances of non compliance with laws and regulations and fraud; and
- Assessment of identified fraud risk factors; and
- Challenging assumptions and judgements made by management in its significant accounting estimates; and
- Performing analytical procedures to identify any unusual or unexpected relationships, including related party transactions, that may indicate risks of material misstatement due to fraud; and
- Confirmation of related parties with management, and review of transactions throughout the period to identify any previously undisclosed transactions with related parties outside the normal course of business; and
- Reading minutes of meetings of those charged with governance; and
- Review of significant and unusual transactions and evaluation of the underlying financial rationale supporting the transactions; and
- Identifying and testing journal entries, in particular any manual entries made at the year end for financial statement preparation.

There are inherent limitations in the audit procedures described above and the further removed noncompliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

INDEPENDENT AUDITORS REPORT

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the members.

- Conclude on the appropriateness of the members' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditors' report. However, future events or conditions may cause the company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. The risk increases more when compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

INDEPENDENT AUDITORS REPORT

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Hamilton Coopers
Chartered Accountants
Registered Auditors
66 Earl Street
Maidstone
Kent
ME14 1PS

Date: May 26, 2022

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2021


	Notes	Unrestricted fund £	Restricted fund £	31-8-21 Total funds £	31-8-20 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	415,676	927,528	1,343,204	877,410
Other trading activities	3	-	-	-	500
Total		415,676	927,528	1,343,204	877,910
EXPENDITURE ON					
Raising funds	4	1,005	58,836	59,841	4,153
Charitable activities	5				
General		217,691	754,696	972,387	666,173
Education		-	165,000	165,000	-
Total		218,696	978,532	1,197,228	670,326
NET INCOME/(EXPENDITURE)		196,980	(51,004)	145,976	207,584
Transfers between funds	14	(22,370)	22,370	-	-
Net movement in funds		174,610	(28,634)	145,976	207,584
RECONCILIATION OF FUNDS					
Total funds brought forward		85,973	298,529	384,502	176,918
TOTAL FUNDS CARRIED FORWARD		260,583	269,895	530,478	384,502

BALANCE SHEET 31 AUGUST 2021

	Notes	Unrestricted fund £	Restricted fund £	31-8-21 Total funds £	31-8-20 Total funds £
FIXED ASSETS					
Tangible assets	11	-	3,560	3,560	-
CURRENT ASSETS					
Debtors	12	8,842	9,284	18,126	8,842
Cash at bank		256,941	256,998	513,939	385,550
		<u>265,783</u>	<u>266,282</u>	<u>532,065</u>	<u>394,392</u>
CREDITORS					
Amounts falling due within one year	13	(5,200)	53	(5,147)	(9,890)
NET CURRENT ASSETS		<u>260,583</u>	<u>266,335</u>	<u>526,918</u>	<u>384,502</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>260,583</u>	<u>269,895</u>	<u>530,478</u>	<u>384,502</u>
NET ASSETS		<u><u>260,583</u></u>	<u><u>269,895</u></u>	<u><u>530,478</u></u>	<u><u>384,502</u></u>
FUNDS	14				
Unrestricted funds				260,583	85,973
Restricted funds				269,895	298,529
TOTAL FUNDS				530,478	384,502

The financial statements were approved by the Board of Trustees and authorised for issue on May 26, 2022

..... and were signed on its behalf by:


Saqib Rehman (May 26, 2022 10:57 GMT+1)

Saqib Rehman - Trustee

CASH FLOW STATEMENT

	Notes	31-8-21 £	31-8-20 £
Cash flows from operating activities			
Cash generated from operations	1	133,135	218,403
Net cash provided by operating activities		133,135	218,403
Cash flows from investing activities			
Purchase of tangible fixed assets		(4,746)	-
Net cash (used in)/provided by investing activities		(4,746)	-
Change in cash and cash equivalents in the reporting period		128,389	218,403
Cash and cash equivalents at the beginning of the reporting period		385,550	167,147
Cash and cash equivalents at the end of the reporting period		513,939	385,550

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 AUGUST 2021

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31-8-21 £	31-8-20 £
Net income for the reporting period (as per the Statement of Financial Activities)	145,976	207,584
Adjustments for:		
Depreciation charges	1,186	-
(Increase)/decrease in debtors	(6,158)	7,446
(Decrease)/increase in creditors	(7,869)	3,373
Net cash provided by operations	<u>133,135</u>	<u>218,403</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1-9-20 £	Cash flow £	At 31-8-21 £
Net cash			
Cash at bank	<u>385,550</u>	<u>128,389</u>	<u>513,939</u>
	385,550	128,389	513,939
Total	<u>385,550</u>	<u>128,389</u>	<u>513,939</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared 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' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Taxation

The charity is exempt from tax on its charitable activities.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared 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' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

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Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Taxation

The charity is exempt from tax on its charitable activities.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

2. DONATIONS AND LEGACIES

	31-8-21 £	31-8-20 £
Donations & Grants	1,343,204	825,103
Gift aid	-	47,107
Donated services and facilities	-	5,200
	<u>1,343,204</u>	<u>877,410</u>

3. OTHER TRADING ACTIVITIES

	31-8-21 £	31-8-20 £
Shop income	-	500
	<u>-</u>	<u>500</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

4. RAISING FUNDS

Raising donations and legacies

Fundraising costs	59,841	4,153
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5. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (see note 6) £	Support costs (see note 7) £	Totals £
General	765,511	206,876	972,387
Education	165,000	-	165,000
	<u>930,511</u>	<u>206,876</u>	<u>1,137,387</u>

6. GRANTS PAYABLE

	31-8-21 £	31-8-20 £
General	765,511	524,383
Education	165,000	-
	<u>930,511</u>	<u>524,383</u>

7. SUPPORT COSTS

	Management £	Finance £	Information technology £
General	12,840	3,801	7

	Human resources £	Other £	Governance costs £	Totals £
General	153,132	8,859	28,237	206,876

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2021 nor for the year ended 31 August 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2021 nor for the year ended 31 August 2020.

9. STAFF COSTS

	31-8-21 £	31-8-20 £
Wages and salaries	140,107	71,989
Social security costs	7,888	892
Other pension costs	2,284	1,247
	<u>150,279</u>	<u>74,128</u>

The average monthly number of employees during the year was as follows:

31.8.21	31.8.20
<u>31.8.21</u>	<u>31.8.20</u>

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	142,839	734,571	877,410
Other trading activities	500	-	500
Total	<u>143,339</u>	<u>734,571</u>	<u>877,910</u>
EXPENDITURE ON			
Raising funds	2,940	1,213	4,153
Charitable activities			
General	72,331	593,842	666,173
Total	<u>75,271</u>	<u>595,055</u>	<u>670,326</u>
NET INCOME	68,068	139,516	207,584

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES Continued

	Unrestricted fund £	Restricted fund £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward	17,905	159,013	176,918
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS CARRIED FORWARD	<u>85,973</u>	<u>298,529</u>	<u>384,502</u>

11. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
Additions	275	4,471	4,746
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
Charge for year	69	1,117	1,186
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 31 August 2021	206	3,354	3,560
	<hr/>	<hr/>	<hr/>
At 31 August 2020	-	-	-
	<hr/>	<hr/>	<hr/>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31-8-21 £	31-8-20 £
Trade debtors	15,000	-
Payments on account	3,126	-
Prepayments and accrued income	-	8,842
	<hr/>	<hr/>
	<u>18,126</u>	<u>8,842</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31-8-21 £	31-8-20 £
Taxation and social security	482	1,250
Other creditors	4,665	8,640
	<u>5,147</u>	<u>9,890</u>

14. MOVEMENT IN FUNDS

	At 1.9.20 £	Net movement in funds £	Transfers between funds £	At 31.8.21 £
Unrestricted funds				
Unrestricted fund	85,973	196,980	(22,370)	260,583
Restricted funds				
Restricted fund	298,529	(51,004)	22,370	269,895
TOTAL FUNDS	<u>384,502</u>	<u>145,976</u>	<u>-</u>	<u>530,478</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted fund	415,676	(218,696)	196,980
Restricted funds			
Restricted fund	927,528	(978,532)	(51,004)
TOTAL FUNDS	<u>1,343,204</u>	<u>(1,197,228)</u>	<u>145,976</u>

Comparatives for movement in funds

	At 1.9.19 £	Net movement in funds £	At 31.8.20 £
Unrestricted funds			
Unrestricted fund	17,905	68,068	85,973
Restricted funds			
Restricted fund	159,013	139,516	298,529
TOTAL FUNDS	<u>176,918</u>	<u>207,584</u>	<u>384,502</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

14. MOVEMENT IN FUNDS CONTINUED

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted fund	143,339	(75,271)	68,068
Restricted funds			
Restricted fund	734,571	(595,055)	139,516
TOTAL FUNDS	877,910	(670,326)	207,584

A current year 12 months and prior year 12 months combined position is as follows:

	At 1-9-19 £	Net movement in funds £	Transfers between funds £	At 31-8-21 £
Unrestricted funds				
Unrestricted fund	17,905	265,048	(22,370)	260,583
Restricted funds				
Restricted fund	159,013	88,512	22,370	269,895
TOTAL FUNDS	176,918	353,560	-	530,478

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted fund	559,015	(293,967)	265,048
Restricted funds			
Restricted fund	1,662,099	(1,573,587)	88,512
TOTAL FUNDS	2,221,114	(1,867,554)	353,560

15. RELATED PARTY DISCLOSURES

The charity works with Peterborough Muslim Education Trust Charity no. 1136767, both charities share a common trustee.

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2021

	31-8-21 £	31.8-20 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations & Grants	1,343,204	825,103
Gift aid	-	47,107
Donated services and facilities	-	5,200
	<u>1,343,204</u>	<u>877,410</u>
Other trading activities		
Shop income	-	500
	<u>1,343,204</u>	<u>877,910</u>
Total incoming resources		
	1,343,204	877,910
EXPENDITURE		
Raising donations and legacies		
Fundraising costs	59,841	4,153
Charitable activities		
Jordan Orphan Project	-	15,001
Grants to institutions	930,511	524,383
	<u>930,511</u>	<u>539,384</u>
Support costs		
Management		
Rates and water	30	-
Insurance	6,592	3,424
Light and heat	643	599
Telephone	1,764	2,553
Postage and stationery	2,075	259
Sundries	550	401
Fixtures and fittings	69	-
Computer equipment	1,117	-
	<u>12,840</u>	<u>7,236</u>
Finance		
Bank charges	3,801	3,161

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2021

	31-8-21 £	31.8-20 £
Finance		
Information technology		
Repairs and renewals	7	2,357
Human resources		
Wages	140,107	71,989
Social security	7,888	892
Pensions	2,284	1,247
Software licences	2,853	4,057
	<u>153,132</u>	<u>78,185</u>
Other		
Other operating leases	5,400	10,400
Travel	3,459	-
	<u>8,859</u>	<u>10,400</u>
Governance costs		
Auditors' remuneration	4,200	-
Accountancy and legal fees	3,952	1,450
Consultancy	20,085	24,000
	<u>28,237</u>	<u>25,450</u>
Total resources expended	<u>1,197,228</u>	<u>670,326</u>
Net income	<u><u>145,976</u></u>	<u><u>207,584</u></u>



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