



ANNUAL
REPORT
OF THE YEAR ENDED
31 AUGUST 2022

REPORT OF THE
TRUSTEES AND
FINANCIAL STATEMENTS
FOR
CHILDREN OF ADAM

Contents



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Report of the Trustees

The trustees present their report with the financial statements of the charity for the year ended 31 August 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and 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

Children of Adam has one clear goal: to provide assistance and relief to those around the world, beginning with communities at home in the UK. We are committed to tackling global poverty and empowering families and societies to build futures free from poverty, hunger and deprivation. Our work began in the UK, working with the homeless community in Peterborough. We provided hot meals to those living on the streets and grew increasingly alarmed at the extent of the need on the ground. Since then, we have provided over 60,000 food parcels, clothing and bedding among those most vulnerable across Peterborough.

Since then, our work has expanded to vulnerable communities around the world, distributing food and clothing; providing education, shelter, clean water and caring for some of the world's most vulnerable and neglected children. We provide emergency aid to communities affected by war, natural disaster, drought and conflict, while also creating long-term programmes to build brighter futures and uplifting families. We believe that no donation is too small, and that every penny given in search of Allah's mercy and acceptance will always bring goodness and reward, insha'Allah.



UK PROJECTS

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.

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.



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.

LEBANON PROJECTS

Bread Distribution

Children of Adam is running a bakery in Lebanon, baking fresh bread every day. Freshly baked bread is distributed among Syrian refugee communities and vulnerable Lebanese families, benefiting 1,000 people every single day. We are also distributing food parcels to help combat hunger, supporting families to make healthy, nutritious meals.



PAKISTAN PROJECTS

Gift A Vision

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



GREECE PROJECTS

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.

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



GLOBAL PROJECTS

GLOBAL FOOD AID

Food Aid inc. Ramadhan

It is estimated that there are over 800 million people who are malnourished daily. Knowing this makes it even more vital that we assist with the feeding of the hungry and poor around the world. Children of Adam started out as a food poverty charity based in the UK. However, we soon evolved from a free food charity to an organisation that also provides clothing, education, shelter, clean water, and sanitation facilities. One of our missions, like many food charities across the UK, is to facilitate a global appeal.

EMPOWERMENT PROJECTS

Global

Without a long-term income or livelihood, escaping the claws of poverty is almost impossible. Living without a regular income leaves people and families unable to prepare effectively in their everyday lives, sometimes leaving them unable to afford even basic food. It also means that people are unable to save or invest, which makes it impossible to deal with last minute emergencies such as medical bills or home repairs. That's why, at Children of Adam, we're funding futures and helping families establish a long-term source of income. Each of our initiatives help families establish a small business, where they are able to earn a reliable, steady source of income.

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

228 Cromwell road
Peterborough
PE1 2HG

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 8, 2023 and signed on its behalf by:


Saqib Rehman (May 8, 2023 09:58 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 2022 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 2022 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 8, 2023


STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2022

	Notes	Unrestricted fund £	Restricted fund £	31-8-22 Total funds £	31-8-21 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	347,439	867,456	1,214,895	1,343,204
EXPENDITURE ON RAISING FUNDS					
Raising donations and legacies	3	117,984	-	117,984	59,841
Charitable activities	4				
General		285,855	-	285,855	219,976
Animal Sacrifice & Aqeeqah		-	27,886	27,886	21,094
Community & Youth Projects		-	9,122	9,122	10,700
Education		-	305,582	305,582	197,728
Eid Gifts		-	10,000	10,000	1,470
Empowerment Projects		-	32,173	32,173	3,494
Food Aid		-	173,724	173,724	229,572
Masjid		-	75,333	75,333	48,394
Medical - Ambulance		-	15,204	15,204	-
Medical - Cataract		-	3,600	3,600	4,700
Medical - Emergency		-	4,500	4,500	73,604
Orphans		-	54,938	54,938	64,548
Qurbani		-	85,475	85,475	48,817
Shelter & Housing		-	25,366	25,366	13,942
Street Children		-	4,000	4,000	-
UK Project - Medical Aid		-	-	-	5,040
UK Project - Hardship Grant		-	-	-	8,070
Water Project		-	173,317	173,317	127,773
Winter Relief		-	43,666	43,666	58,465
Refugee appeal		-	3,700	3,700	-
Emergency appeal		-	20,124	20,124	-
Project monitoring		-	482	482	-
Total		403,389	1,068,192	1,472,031	1,197,228
NET INCOME/(EXPENDITURE)		(56,400)	(200,736)	(257,136)	145,976
Transfers between funds		-	-	-	-
Total funds brought forward		260,583	269,895	530,478	384,502
TOTAL FUNDS CARRIED FORWARD		204,183	69,159	273,342	530,478

BALANCE SHEET 31 AUGUST 2022

	Notes	Unrestricted fund £	Restricted fund £	31-8-22 Total funds £	31-8-21 Total funds £
FIXED ASSETS					
Tangible assets	10	-	3,163	3,163	3,560
CURRENT ASSETS					
Debtors	11	1,905	13,000	14,905	18,126
Cash at bank		206,478	212,671	419,149	513,939
		208,383	225,671	434,054	532,065
CREDITORS					
Amounts falling due within one year	12	(4,200)	(159,675)	(163,875)	(5,147)
NET CURRENT ASSETS		204,183	65,996	270,179	526,918
TOTAL ASSETS LESS CURRENT LIABILITIES		204,183	69,159	273,342	530,478
NET ASSETS		204,183	69,159	273,342	530,478
FUNDS	13				
Unrestricted funds				204,183	260,583
Restricted funds				69,159	269,895
TOTAL FUNDS				273,342	530,478

The financial statements were approved by the Board of Trustees and authorised for issue on
 May 8, 2023 and were signed on its behalf by:


 Saqib Rehman (May 8, 2023 00:58 GMT+1)...

Saqib Rehman - Trustee

CASH FLOW STATEMENT

	Notes	31-8-22 £	31-8-21 £
Cash flows from operating activities			
Cash generated from operations	1	(94,133)	133,135
Net cash provided by operating activities		<u>(94,133)</u>	<u>133,135</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(657)</u>	<u>(4,746)</u>
Net cash (used in)/provided by investing activities		<u>(657)</u>	<u>(4,746)</u>
Change in cash and cash equivalents in the reporting period		<u>(94,790)</u>	<u>128,389</u>
Cash and cash equivalents at the beginning of the reporting period		<u>513,939</u>	<u>385,550</u>
Cash and cash equivalents at the end of the reporting period		419,149	513,939

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 AUGUST 2022

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

	31-8-22 £	31-8-21 £
Net income for the reporting period (as per the Statement of Financial Activities)	(257,136)	145,976
Adjustments for:		
Depreciation charges	1,054	1,186
(Increase)/decrease in debtors	3,221	(9,284)
(Decrease)/increase in creditors	158,728	(4,743)
Net cash provided by operations	<u>(94,133)</u>	<u>133,135</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1-9-21 £	Cash flow £	At 31-8-22 £
Net cash			
Cash at bank	<u>513,939</u>	<u>(94,790)</u>	<u>419,149</u>
	<u>513,939</u>	<u>(94,790)</u>	<u>419,149</u>
Total	<u><u>513,939</u></u>	<u><u>(94,790)</u></u>	<u><u>419,149</u></u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

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 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.

Computer Equipment	25% Reducing balance
Fixtures and Fittings	25% Reducing balance

Taxation

The charity is exempt from tax on its charitable activities.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

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

	31-8-22 £	31-8-21 £
Donations & Grants	1,214,895	1,343,204

3. RAISING DONATIONS AND LEGACIES

	31-8-22 £	31-8-21 £
Fundraising costs	117,984	59,841

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (see note 5) £	Support costs (see note 6) £	Totals £
General	9,842	276,013	285,855
Animal Sacrifice & Aqeeqah	27,886	-	27,886
Community & Youth Projects	9,122	-	9,122
Education	305,582	-	305,582
Eid Gifts	10,000	-	10,000
Empowerment Projects	32,173	-	32,173
Food Aid	173,724	-	173,724
Masjid	75,333	-	75,333
Medical - Ambulance	15,204	-	15,204
Medical - Cataract	3,600	-	3,600
Medical - Emergency	4,500	-	4,500
Orphans	54,938	-	54,938
Qurbani	85,475	-	85,475
Shelter & Housing	25,366	-	25,366
Street Children	4,000	-	4,000
Water Project	173,317	-	173,317
Winter Relief	43,666	-	43,666
Refugee appeal	3,700	-	3,700
Emergency appeal	20,124	-	20,124
Project monitoring	482	-	482
	<u>1,078,034</u>	<u>276,013</u>	<u>1,354,047</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

5. GRANTS PAYABLE

	31-8-22 £	31-8-21 £
General	9,842	13,100
Animal Sacrifice & Aqeeqah	27,886	21,094
Community & Youth Projects	9,122	10,700
Education	305,582	197,728
Eid Gifts	10,000	1,470
Empowerment Projects	32,173	3,494
Food Aid	173,724	229,572
Masjid	75,333	48,394
Medical - Ambulance	15,204	-
Medical - Cataract	3,600	14,700
Medical - Emergency	4,500	73,604
Orphans	54,938	64,548
Qurbani	85,475	48,817
Shelter & Housing	25,366	13,942
Street Children	4,000	-
UK Project - Medical Aid	-	5,040
UK Project - Hardship Grant	-	8,070
Water Project	173,317	127,773
Winter Relief	43,666	58,465
Refugee appeal	3,700	-
Emergency appeal	20,124	-
Project monitoring	482	-
	<u>1,078,034</u>	<u>930,511</u>

6. SUPPORT COSTS

		Management £	Finance £	Information technology £
General		<u>16,842</u>	<u>7,960</u>	<u>18,306</u>
	Staff Costs £	Other £	Governance costs £	Totals £
General	<u>188,172</u>	<u>8,426</u>	<u>36,307</u>	<u>276,013</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2022 nor for the year ended 31 August 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2022 nor for the year ended 31 August 2021.

8. STAFF COSTS

	31-8-22 £	31-8-21 £
Wages and salaries	174,583	140,107
Social security costs	11,478	7,888
Other pension costs	2,111	2,284
	<u>188,172</u>	<u>150,279</u>

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

31-8-22	31-8-21
<u>8</u>	<u>7</u>

No employees received emoluments in excess of £60,000.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
	<u>415,676</u>	<u>927,528</u>	<u>1,343,204</u>
Total	415,676	927,528	1,343,204
EXPENDITURE ON RAISING FUNDS			
Raising donations and legacies	1,005	58,836	59,841

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

Charitable activities	Unrestricted fund £	Restricted fund £	Total funds £
General	217,691	2,285	219,976
Animal Sacrifice & Aqeeqah	-	21,094	21,094
Community & Youth Projects	-	10,700	10,700
Education	-	197,728	197,728
Eid Gifts	-	1,470	1,470
Empowerment Projects	-	3,494	3,494
Food Aid	-	229,572	229,572
Masjid	-	48,394	48,394
Medical - Cataract	-	4,700	4,700
Medical - Emergency	-	73,604	73,604
Orphans	-	64,548	64,548
Qurbani	-	48,817	48,817
Shelter & Housing	-	13,942	13,942
UK Project - Medical Aid	-	5,040	5,040
UK Project - Hardship Grant	-	8,070	8,070
Water Project	-	127,773	127,773
Winter Relief	-	58,465	58,465
Total	218,696	978,532	1,197,228
NET INCOME/(EXPENDITURE)	196,980	(51,004)	145,976
Transfers between funds	(22,370)	22,370	-
Net movement in funds	174,610	(28,634)	145,976
RECONCILIATION OF FUNDS			
Total funds brought forward	85,973	298,529	384,502
TOTAL FUNDS CARRIED FORWARD	260,583	269,895	530,478

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

10. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 September 2021	275	4,471	4,746
Additions	-	657	657
At 31 August 2022	<u>275</u>	<u>5,128</u>	<u>5,403</u>
DEPRECIATION			
At 1 September 2021	69	1,117	1,186
Charge for year	<u>52</u>	<u>1,002</u>	<u>1,054</u>
At 31 August 2022	<u>121</u>	<u>2,119</u>	<u>2,240</u>
NET BOOK VALUE			
At 31 August 2022	<u>154</u>	<u>3,009</u>	<u>3,163</u>
At 31 August 2021	<u>206</u>	<u>3,354</u>	<u>3,560</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31-8-22 £	31-8-21 £
Trade debtors	13,000	15,000
Payments on account	-	3,126
Prepayments and accrued income	<u>1,905</u>	<u>-</u>
	<u>14,905</u>	<u>18,126</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31-8-22 £	31-8-21 £
Trade creditors	153,529	-
Taxation and social security	5,769	482
Other creditors	4,577	4,665
	<u>163,875</u>	<u>5,147</u>

13. MOVEMENT IN FUNDS

	At 1-9-21 £	Net movement in funds £	Transfers b/w funds £	At 31-8-22 £
Unrestricted funds				
Unrestricted fund	260,583	(56,400)	-	204,183
Restricted funds				
Restricted fund	269,895	(200,736)	-	69,159
TOTAL FUNDS	<u>530,478</u>	<u>(257,136)</u>	<u>-</u>	<u>273,342</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted fund	347,439	(403,839)	(56,400)
Restricted funds			
Restricted fund	867,456	(1,068,192)	(200,736)
TOTAL FUNDS	<u>1,214,895</u>	<u>(1,472,031)</u>	<u>(257,136)</u>

Comparatives for movement in funds

	At 1-9-20 £	Net movement in funds £	Transfers b/w 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>

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2022

13. 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	415,676	(218,696)	196,980
Restricted funds			
Restricted fund	927,528	(978,532)	(51,004)
TOTAL FUNDS	1,343,204	(1,197,228)	145,976

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

	At 1-9-20 £	Net movement in funds £	Transfers between funds £	At 31-8-22 £
Unrestricted funds				
Unrestricted fund	85,973	140,580	-22,370	204,183
Restricted funds				
Restricted fund	298,529	-251,740	22,370	69,159
TOTAL FUNDS	384,502	-111,160	0	273,342

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	720,497	-407,936	312,561
Restricted funds			
Restricted fund	1,837,602	-2,261,323	-423,721
TOTAL FUNDS	2,558,096	-2,669,259	-111,160

14. RELATED PARTY DISCLOSURES

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



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