

Charity registration number 1172092

DH FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS FOR
THE YEAR ENDED 05 APRIL 2024

DH FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mohamad Ullah (Chair) Imran Nabi Mohammed Mostak Ahmed Homuyan Kamal Abdul Rouf
Charity number	1172092
Principal address	DH Centre 31 Church Road Manor Park London E12 6AD
Accountants	Grip Business Consultancy Ltd 101 Lockhurst Lane Coventry CV6 5SF
Bankers	HSBC Account Name: DH Foundation Account Number: 62690977 Sort Code: 400244

DH FOUNDATION

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DH FOUNDATION

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 5 APRIL 2024

Introduction

The Trustees present their report along with the financial statements of DH Foundation for the year ended 5 April 2024. The financial statements have been prepared based on the accounting policies set out in the notes to the financial statements and comply with the charity's governing document, applicable charity law, and the Charities SORP (FRS 102).

About DH Foundation

DH Foundation is a UK registered charity (UK registered charity no. 1172092), established in 1997 to make a difference to the lives of those afflicted by poverty and suffering in Bangladesh. The charity implements charitable programmes aimed at providing both immediate relief and long-term sustainable development support to beneficiaries.

Structure, Governance and Management

Legal Status

The charity is registered with the Charity Commission for England and Wales (registration number 1172092) and governed by its trust deed.

Governance

Following receipt of an Official Warning from the Charity Commission in November 2023, the charity has significantly enhanced its governance framework. Key improvements implemented include:

- Monthly trustee meetings with formal attendance protocols and documented decision-making
- Comprehensive policy framework covering financial controls, conflicts of interest, and risk management
- Enhanced documentation procedures for all decisions and transactions
- Regular trustee training program
- Professional support from specialist advisors for governance matters
- Engagement of Chartered Management Accountants for financial oversight

DH FOUNDATION

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 5 APRIL 2024

The board of trustees meets monthly with a structured agenda covering:

- Declaration of interests
- Financial reviews
- Policy compliance updates
- Project progress reports
- Risk assessments
- Action point tracking

Objectives and Activities

The charity's objectives are:

- The relief of poverty and improvement of living conditions in socially disadvantaged communities
- The promotion of sustainable means of achieving economic growth and regeneration
- The preservation, conservation and protection of the environment and prudent use of resources

How We Work

The charity delivers its charitable aims through:

- Direct delivery in areas where we have own personnel
- Grant-making using partner organisations

We select areas of operation based on:

- Incidence of natural disasters
- Data on poverty and vulnerability levels
- Existing commitments to prevent or relieve poverty
- Partner information about areas of deprivation
- Availability of capable local partners
- Stability and security of operational areas

DH FOUNDATION

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 5 APRIL 2024

Achievements and Performance

2024 was a challenging year for the charity, during which we:

- Supported 30,000 needy and vulnerable people through our Ramadan food aid programme
- Provided Eid gifts to over 200 orphans
- Installed 9 deep water wells in communities facing water scarcity
- Supported over 10 new shelter constructions in flood-affected areas
- Distributed 300 tonnes of rice to families facing food scarcity
- Provided emergency food assistance to flood-affected communities

These achievements were delivered while implementing significant operational improvements and enhanced controls.

Financial Review

Financial Performance

The charity experienced substantial changes in its financial position during 2024:

- Total income decreased by 63% to £289,550 (2023: £773,662)
- Total expenditure reduced to £267,006 (2023: £780,970)
- Net movement in funds was a surplus of £22,544 (2023: deficit £7,308)

The reduction in income primarily resulted from decreased donor support following operational challenges and implementation of enhanced governance procedures. Despite this reduction, the charity maintained its core charitable activities while implementing improved operational controls.

Reserves Policy

DH Foundation's board of trustees has determined that a minimum of 3 months' operational expenditure should be maintained as reserves. At year-end, the charity's funds amounted to £35,414, which meets this requirement based on current reduced operational levels.

DH FOUNDATION

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 5 APRIL 2024

Principal Risks and Uncertainties

The trustees have identified and manage the following key risks:

1. Financial Sustainability

- Regular monitoring of income trends and expenditure
- Maintenance of adequate reserves
- Enhanced budgeting and forecasting procedures

2. Operational Delivery

- Enhanced controls over international transfers
- Improved documentation procedures
- Regular review of project effectiveness

3. Regulatory Compliance

- Implementation of enhanced governance framework
- Regular trustee training
- Professional advice on compliance matters

Future Plans

Following careful consideration of the charity's operational capabilities and sustainability, the trustees are evaluating options for the charity's future, including a potential orderly wind-down of operations. This strategic review considers:

- Current operational capabilities
- Available resources and future funding prospects
- Ongoing charitable commitments
- Regulatory obligations and compliance requirements

DH FOUNDATION

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 5 APRIL 2024

During this period of review, the trustees remain committed to:

- Maintaining robust governance
- Ensuring proper completion of existing projects
- Protecting beneficiary interests
- Full compliance with regulatory requirements

Structure, Governance and Management

Trustee Recruitment and Training

The charity has implemented regular training programmes for all trustees. Professional advice is sought when required on matters where specific expertise is needed.

Reference and Administrative Details

Charity Name: DH Foundation

Charity Registration Number: 1172092

Principal Address: 31 Church Road, Manor Park, London, E12 6AD

Trustees who served during the year:

Mohamad Ullah (Chair)

Imran Nabi

Mohammed Mostak Ahmed

Homuyan Kamal

Abdul Rouf

Professional Advisors:

Accountants: Grip Business Consultancy Ltd

Bankers: HSBC Bank plc

DH FOUNDATION

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 5 APRIL 2024

Trustees' Responsibilities Statement

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards. The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charity's state of affairs and of its incoming resources and application of resources for that period.

Approved by the trustees on 31st December 2024 and signed on their behalf by:

Mohammed Ullah

Chair of the Board of Trustees

INDEPENDENT EXAMINER'S REPORT

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEE OF DH FOUNDATION

I report to the trustees on my examination of the financial statements of DH Foundation for the year ended 5 April 2024.

Responsibilities and basis of report

As the charity's trustee you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

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

Going Concern and Future Operations

The trustees are actively assessing the charity's future due to reduced donor support and operational challenges in 2024. Despite a sharp decline in income from £773,662 in 2023 to £289,550 in 2024, the charity remains solvent with net assets of £35,414 as of 5 April 2024.

While the accounts have been prepared on a going concern basis, plans for an orderly wind-down are being considered. The charity will continue meeting its obligations and maintaining controls throughout this period. If closure proceeds, trustees will ensure charitable commitments are fulfilled, projects are handled responsibly, and remaining funds are distributed in compliance with Charity Commission guidance.

Governance Changes

In response to an Official Warning from the Charity Commission, the charity implemented governance improvements in 2024. These include strengthened financial controls, new overseas payment procedures, professional advisory support, and policies on financial management, conflicts of interest, and anti-money laundering. Trustee decision-making processes have been enhanced, alongside a regular trustee training programme. A historic issue of unauthorised trustee remuneration was resolved with full repayment of £4,577.42 in December 2024. The charity now operates under rigorous internal reviews and professional oversight.

Analysis of Charitable Funds

The charity's funds remain unrestricted, providing flexibility to achieve objectives while ensuring robust controls over their use. Although the trustees are evaluating potential wind-down costs, no formal decision had been made by the balance sheet date, and no provision has been recognised in these accounts.

INDEPENDENT EXAMINER'S REPORT

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEE OF DH FOUNDATION

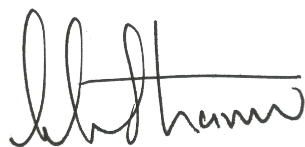
Independent examiner's statement

As the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination by being a qualified member of Chartered Institute Management Accountants.

I have completed my examination. I can confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- the accounting records were not kept in respect of the charity as required by section 130 of the Act; or
- the financial statements do not accord with those records; or
- the financial statements do not comply with the applicable requirements concerning the form and content of financial statements set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the financial statements give a 'true and fair' view which is not a matter considered as part of an independent examination.

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



Grip Business Consultancy Ltd

101 Lockhurst Lane

Coventry

CV6 5SF

05 April 2024

H Ganeswaran ACMA, CGMA
Grip Business Consultancy Ltd
Chartered Management Accountants
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DH Foundation
Statement of Financial Activities
for the year ended 5 April 2024

	Notes	Total funds 2024 £	Total funds 2023 £
Income and endowments from:			
Donations and legacies	3	289,550	773,662
Total		289,550	773,662
Expenditure on:			
Raising funds	4	27,071	65,562
Charitable activities	5	202,470	631,165
Other	6	37,465	84,243
Total		267,006	780,970
Net gains on investments		-	-
Net income/(expenditure)		22,544	(7,308)
Transfers between funds		-	-
Net income/(expenditure) before other gains/(losses)		22,544	(7,308)
Other gains and losses			
Net movement in funds		22,544	(7,308)
Reconciliation of funds:			
Total funds brought forward		12,870	20,178
Total funds carried forward		35,414	12,870

DH Foundation

Balance Sheet

at 5 April 2024

Charity No. 1172092

	2024	2023
	£	£
Current assets		
Cash at bank and in hand	35,414	12,870
	<u>35,414</u>	<u>12,870</u>
Net current assets	35,414	12,870
Total assets less current liabilities	<u>35,414</u>	<u>12,870</u>
Net assets excluding pension asset or liability	35,414	12,870
Total net assets	<u>35,414</u>	<u>12,870</u>

The funds of the charity

Total funds	<u>35,414</u>	<u>12,870</u>
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Approved by the trustees on 05 April 2024

And signed on their behalf by:

Mohammed Ullah
Chair of the Board of Trustees
05 April 2024

for the year ended 5 April 2024

1 Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

Fund accounting

Unrestricted funds	These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.
Designated funds	These are unrestricted funds earmarked by the trustees for particular purposes.
Revaluation funds	These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.
Restricted funds	These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

Income

Recognition of income	Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.
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Income with related expenditure	Where income has related expenditure the income and related expenditure is reported gross in the SoFA.
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Donations and legacies	Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.
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Tax reclaims on donations and gifts	Income from tax reclaims is included in the SoFA at the same time as the gift/donation to which it relates.
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Donated services and facilities	These are only included in income (with an equivalent amount in expenditure) where the benefit to the Charity is reasonably quantifiable, measurable and material.
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Volunteer help	The value of any volunteer help received is not included in the accounts.
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Investment income	This is included in the accounts when receivable.
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Gains/(losses) on revaluation of fixed assets	This includes any gain or loss resulting from revaluing investments to market value at the end of the year.
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Gains/(losses) on investment assets	This includes any gain or loss on the sale of investments.
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Expenditure

Recognition of expenditure	Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	These comprise the costs incurred by the Charity in the delivery of its activities and services in the furtherance of its objects, including the making of grants and governance costs.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include those costs associated with meeting the constitutional and statutory requirements of the Charity, including any audit/independent examination fees, costs linked to the strategic management of the Charity, together with a share of other administration costs.
Other expenditure	These are support costs not allocated to a particular activity.

Taxation

The charity is exempt from tax on its charitable activities.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Monetary assets and liabilities denominated in currencies other than the functional currency of the charity are translated at the rates of exchange prevailing at the end of the reporting period.

Transactions in currencies other than the functional currency of the charity are recorded at the rate of exchange on the date that the transaction occurred.

All exchange differences are taken into account in arriving at net income/expenditure.

Leased assets

Where the charity enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease.

Leases which do not transfer substantially all the risks and rewards of ownership to charity are classified as operating leases.

Assets held under finance leases are initially recognised as assets of the charity at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet date as a finance lease obligation. Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the charity's policy on borrowing costs.

Assets held under finance leases are depreciated in the same way as owned assets.

Operating lease payments are recognised as an expense on a straight-line basis over the lease term. In the event that lease incentives are received to enter into operating leases, such incentives are recognised as a liability. The aggregate benefit of incentives is recognised as a reduction of rental expense on a straight-line basis.

Pension costs

The charity operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the charity pays fixed contributions into a separate entity. Once the contributions have been paid the charity has no further payments obligations. The contributions are recognised as expenses when they fall due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the charity in independently administered funds.

Receipt of donated goods, facilities and services

All donated goods, facilities and services received are recognised within incoming resources and expenditure at an estimate of the value to the charity.

2 Statement of Financial Activities - prior year

	Unrestricted funds 2023 £	Total funds 2023 £
Income and endowments from:		
Donations and legacies	773,662	773,662
Total	<u>773,662</u>	<u>773,662</u>
Expenditure on:		
Raising funds	65,562	65,562
Charitable activities	631,165	631,165
Other	84,243	84,243
Total	<u>780,970</u>	<u>780,970</u>
Net income	<u>(7,308)</u>	<u>(7,308)</u>
Net income before other gains/(losses)	(7,308)	(7,308)
Other gains and losses:		
Net movement in funds	<u>(7,308)</u>	<u>(7,308)</u>
Reconciliation of funds:		
Total funds brought forward	20,178	20,178
Total funds carried forward	<u><u>12,870</u></u>	<u><u>12,870</u></u>

3 Income from donations and legacies

Total 2024 £	Total 2023 £
289,550	773,662
<u>289,550</u>	<u>773,662</u>

4 Expenditure on raising funds

	Total 2024 £	Total 2023 £
<i>Fundraising trading costs</i>	27,071	65,562
	<u>27,071</u>	<u>65,562</u>

5 Expenditure on charitable activities

	Total 2024 £	Total 2023 £
<i>Expenditure on charitable activities</i>		
	202,470	631,165
<i>Governance costs</i>		
	<u>202,470</u>	<u>631,165</u>

6 Other expenditure

	Total 2024 £	Total 2023 £
	-	30,000
Employee costs	32,797	50,031
Premises costs	1,674	1,000
General administrative costs	660	2,862
Legal and professional costs	2,334	350
	<u>37,465</u>	<u>84,243</u>

7 Staff costs

	2024	2023
Salaries and wages	32,797	49,780
	<u>32,797</u>	<u>49,780</u>

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

8 Reconciliation of net debt

	At 6 April 2023 £	Cash flows £	At 5 April 2024 £
Cash and cash equivalents	12,870	22,544	35,414
	<u>12,870</u>	<u>22,544</u>	<u>35,414</u>
Net debt	<u>12,870</u>	<u>22,544</u>	<u>35,414</u>

DH Foundation
Statement of Cash flows
for the year ended 5 April 2024

	2024 £	2023 £
Cash flows from operating activities		
Net income/(expenditure) per Statement of Financial Activities	22,544	(7,308)
Net cash provided by/(used in) operating activities	<u>22,544</u>	<u>(7,308)</u>
Net cash from investing activities	<u>-</u>	<u>-</u>
Net cash from financing activities	<u>-</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents	22,544	(7,308)
Cash and cash equivalents at the beginning of the year	12,870	20,178
Cash and cash equivalents at the end of the year	<u>35,414</u>	<u>12,870</u>
Components of cash and cash equivalents		
Cash and bank balances	35,414	12,870
	<u>35,414</u>	<u>12,870</u>

DH Foundation
Detailed Statement of Financial Activities
for the year ended 5 April 2024

	Total funds 2024 £	Total funds 2023 £
Income and endowments from:		
Donations and legacies	289,550	773,662
	<u>289,550</u>	<u>773,662</u>
Total income and endowments	289,550	773,662
Expenditure on:		
Costs of other trading activities	27,071	65,562
	<u>27,071</u>	<u>65,562</u>
Total of expenditure on raising funds	27,071	65,562
Charitable activities	202,470	631,165
	<u>202,470</u>	<u>631,165</u>
Total of expenditure on charitable activities	202,470	631,165
Other expenditure	-	30,000
	<u>-</u>	<u>30,000</u>
Salaries/wages	32,797	49,780
Staff training	-	251
	<u>32,797</u>	<u>50,031</u>
Rent	1,674	1,000
	<u>1,674</u>	<u>1,000</u>
General administrative costs, including depreciation and amortisation		
Sundry expenses	660	2,862
	<u>660</u>	<u>2,862</u>
Legal and professional costs		
Solicitor's fees	2,334	350
	<u>2,334</u>	<u>350</u>
Total of expenditure of other costs	<u>37,465</u>	<u>84,243</u>
Total expenditure	267,006	780,970
Net gains on investments	-	-
	<u>-</u>	<u>-</u>
Net income/(expenditure)	22,544	(7,308)

DH Foundation

Detailed Statement of Financial Activities

Net income/(expenditure) before other gains/(losses)	22,544	(7,308)
Other Gains	-	-
Net movement in funds	22,544	(7,308)
Reconciliation of funds:		
Total funds brought forward	12,870	20,178
Total funds carried forward	35,414	12,870