

ANNUAL REPORT 2023

Racing Towards Good Together



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REFERENCE & ADMINISTRATIVE DETAILS

REGISTERED NAME OF THE CHARITY:

- Aghosh UK

REGISTERED CHARITY NUMBER:

- 1178778

BANK DETAILS

- Barclays, PLC 161
- High Street, Kings Heath
- Birmingham

ADDRESS:

- Aghosh UK, 254A Bury New Road, Whitefield, M45 8QN

AGHOSH UK TRUSTEES:

- Dr Adeel Riaz (Chairman)
- Muhammad Luqman
- Farid ud din Lodhi
- Dr Osama Ayoub

EXECUTIVE DIRECTOR:

- Abid Hussain

INDEPENDENT AUDITOR:

- **Shareef** Chartered Accountants
- 4 Highlands Court, Cranmore Avenue
- Solihull, B90 4LE

Aghosh UK also has a central team, regional teams, and a network of volunteers.
Aghosh UK has strong working relationships with local mosques and other charity partners in the sector.

TRUSTEES' REPORT

The Trustees hereby present the Aghosh UK Annual Report together with the Financial Statements of the charity for the year ended 31 December 2023.

Objects and aims

- Prevention and/or relief of poverty or financial hardship in Pakistan, specifically Azad Jammu and Kashmir, and anywhere else in the world
- The relief and assistance of people who are victims of war, natural disasters or other kinds of disaster, trouble or catastrophe
- For public benefit to promote and advance education (including social and physical training) in such ways as the Trustees see fit
- The relief of sickness and the preservation of health in Pakistan, specifically Azad Jammu and Kashmir, and anywhere else in the world
- The advancement of such other purposes as are exclusively charitable in England and Wales as the Trustees shall determine in their sole discretion

Public Benefits

The section of this report above entitled 'Objectives and Aims' sets out the objects and aims of the charity. The Trustees have considered this, in conjunction with the guidance contained in the Charity Commission's general guidance on public benefit, and have concluded that:

- The aims of the charity continue to be charitable
- The work done by the charity gives identifiable benefits to the charitable sector and both directly and indirectly to individuals in need
- The benefits are for the public; not unreasonably restricted in anyway
- There is no detriment or harm arising from the aims or activities

The Trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

ACHIEVEMENTS AND PERFORMANCE

Aghosh UK's activities and achievements include:

- Several events raised funds for urgent humanitarian aid in Gaza. Aghosh UK delivered hot meals, emergency medical aid and food packs to the people of Gaza.
- Providing emergency aid and ongoing support in response to earthquakes in Turkey in February 2023
- Ongoing support and rehabilitation activities following the devastating floods in Pakistan in 2022
- Providing emergency aid and support after earthquakes in Morocco in September 2023
- More orphans and children than ever supported under the Aghosh UK and Aikhidmat Foundation initiatives
- Aghosh UK's 2023 Qurbani programme supported 1629 needy families.
- Over 550 orphan sponsorships.
- 100+ new homes for flood victims in Pakistan.
- 3 new Child Protection Centres for street children.
- 10+ new clean water facilities.
- 2 new Mobile Health Units, as well as ongoing work for a new Diagnostics Lab in Mirpur.
- Key milestones accomplished in core Aghosh UK programmes including access to education and healthcare

Field Visits

Aghosh UK's Chairman Dr Adeel Riaz, and Aghosh UK's Executive Director Abid Hussain make routine field visits to assess and support the charity's projects and initiatives. In 2023, Dr Riaz visited Egypt to support Gaza emergency aid efforts for medical and food aid. A team of Aghosh UK volunteers also visited communities affected by earthquakes in Morocco to deliver emergency aid.



PAKISTAN FLOOD RESPONSE

Thousands of people lost their homes and livelihoods in the unprecedented floods in Pakistan in 2022.

Aghosh UK worked closely with Alkhidmat Foundation Pakistan during the emergency relief efforts.

Your donations helped us to provide:

- Rescue and Relief
- Food parcels
- Clean water
- Emergency tent villages for shelter
- Mobile Health Units
- Emergency Ambulances to treat the sick and injured
- Construction of 100 New Homes

Since the initial flood rescue and relief response, Aghosh UK has helped with rehabilitation efforts for flood victims. This includes the construction of new homes as well as providing vocational skills and support to help people get back on their feet.





TÜRKİYE/SYRIA EARTHQUAKE RESPONSE

Following the huge earthquakes in early 2023, Aghosh UK hosted fundraising dinner events in major UK cities including London, Birmingham and Bradford, as well as an online campaign. These events were well attended and allowed Aghosh UK to contribute emergency relief efforts for those affected.

Aghosh UK worked with local partners to set up a mobile kitchen to serve 3,000 hot, nourishing meals each day to earthquake victims.

An Aghosh Home which was caring for Syrian orphans in Gaziantep, Türkiye, was badly damaged by the earthquakes. Thanks to many generous donations, this Aghosh Home is being completely repaired and restored and will be fully functional in early 2024, so it can continue supporting orphans with an education and opportunities for at least the next 2 years.

In Ramadan 2023, Aghosh UK also provided hot meals to fasting people in Gaziantep, Türkiye.



Aghosh Home Repairs (Gaziantep):

The huge earthquakes of February 2023 caused some damage to the Aghosh Home in Gaziantep, Türkiye. With your generous support, Aghosh UK repaired and refurbished this Aghosh Home over the course of 2023, so it can continue its invaluable support of orphans who lost their families in the earthquakes. As shown earlier, Aghosh UK also provided many hot, nutritious meals to orphans and earthquake victims during Ramadan (April) 2023.





MOROCCO EARTHQUAKE RESPONSE

A very powerful earthquake of 6.8 magnitude struck the region of the High Atlas Mountains in Morocco in September 2023. The most affected areas were remote villages in the mountainous regions which are considered hard-to-reach. The earthquakes affected more than 450,000 people: about 3,000 lives were lost, many thousands were injured, and more than 50,000 homes were destroyed, leaving 400,000 people temporarily or permanently homeless.

Aghosh UK mobilised fundraising efforts and hosted events in UK cities to raise funds to help earthquake victims with food packages, hygiene kits and blankets. This was especially important as harsh winter conditions would soon arrive in the area.

Aghosh UK co-ordinated relief efforts with local partners including Aghosh Foundation Turkiye and ONSUR (the International Association for Relief and Development) to ensure that aid would reach those who needed it most. A team of Aghosh UK volunteers personally distributed emergency relief supplies and food to those affected by the earthquakes; we were able to support 400 families and nearly 2,000 people through our relief efforts





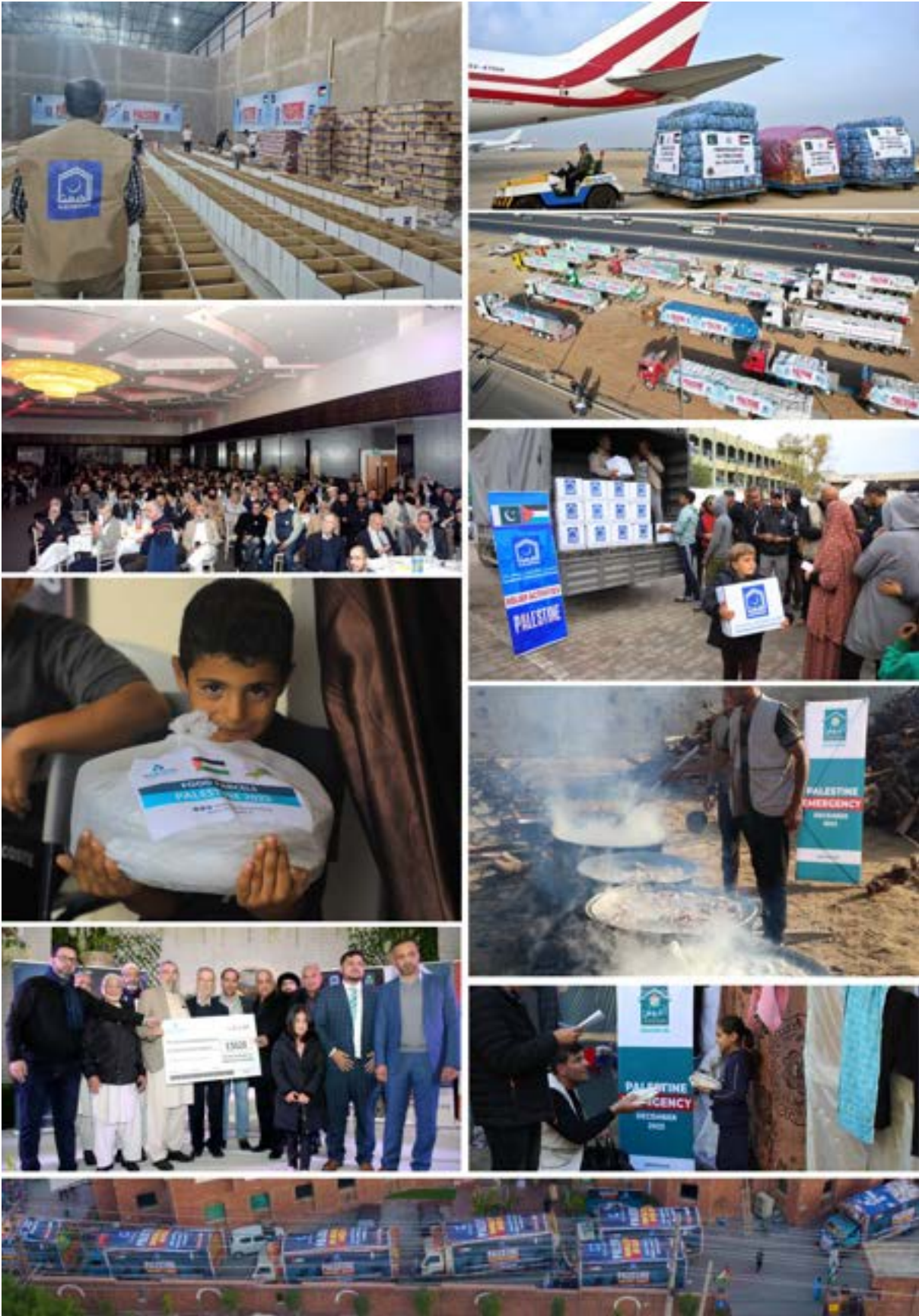
GAZA EMERGENCY RESPONSE

Since the devastating attacks on the people of Gaza in October 2023, Aghosh UK has taken swift and powerful action to provide urgent humanitarian and medical aid.

Aghosh UK hosted several fundraising dinner events in collaboration with regional mosques and organisations, as well as other charity partners including Palestine International Medical Aid (PIMA). These events were very well attended, with strong community support. The events featured prominent guest speakers including doctors with first-hand experience of the desperate situation in Gaza, as well as eminent scholars like Shaykh Haytham Tamim. Aghosh UK was also honoured to have Alkhidmat Foundation's President Professor Dr Hafeez ur-Rahman at some events.

Aghosh UK has been working with Alkhidmat Foundation Pakistan and other partners to commission ambulances, specialist ICU ambulances, and a Mobile Field Health Unit for the people of Gaza, as well as hot meals, clean water and 5 trucks of food parcels.

Aghosh UK's Chairman Dr Adeel Riaz also paid a field visit to Cairo to oversee Aghosh UK's aid efforts for Gaza via its southern border with Egypt.





ORPHAN CARE PROGRAMME

The majority of orphans sponsored by Aghosh UK donors are in the well-established Orphan Care Programme. Children under this programme receive an education, health screening and other essentials, as well as opportunities for social and spiritual growth and development. Orphans under this programme are supported to remain at home with their guardian (usually their mother). The orphan's guardian is also given opportunities to improve their life prospects and earn an independent income.

Sponsors receive a profile with details of their sponsored child, as well as an academic progress report each year.

As at the end of 2023, over 550 orphans are supported through Aghosh UK sponsorships, with many new sponsors, and many renewals to existing sponsorships

- 50/50 OCP supports both Girls & Boys
- 16 OCP supports orphans until age 16
- 135 Districts have OCP



AGHOSH HOMES

Orphans have many challenges. Their challenges include a lack of access to basics like food, safety and shelter as well as increased risks of exploitation, abuse and a life of poverty. Most children would not have any access to education or healthcare.

Aghosh UK and Alkhidmat Foundation Pakistan are committed to improving the lives and outcomes of these children through Aghosh Homes. Aghosh Homes offer unmatched, high-quality boarding and educational facilities on the pattern of a Cadet College to support orphan children to thrive. They also provide health screening and care, as well as support for social and spiritual development.

There are currently 22 Aghosh Homes supporting orphans throughout Pakistan, as well as a homes supporting orphans in Gaziantep, Turkiye, and Afghanistan. More Aghosh Homes are under construction.

In 2023, Aghosh UK established two new Aghosh Homes for orphans in Buner and Hala. Donors also helped to construct a library at the Aghosh Home Faisalabad.

AGHOSH HOME (BUNER):

In 2023, Aghosh initiated the construction of a new Aghosh Home for orphans in Buner, which should be completed in 2024. This home was fully funded thanks to the support of a generous donor.



AGHOSH HOME (HALA):

In 2023, Aghosh UK also completed the refurbishment of the Aghosh Home in Hala, Sindh. This Aghosh Home accommodates over 100 orphans, providing them with food, shelter, education and other Aghosh Home support and opportunities.





AGHOSH HOME LIBRARY

In 2023, Aghosh UK donations established a new library for orphans in the Aghosh Alkhidmat Home in Faisalabad.

This library ensured a comfortable and conducive learning environment, and it will encourage Aghoshians to develop more interest in gaining knowledge and reading books, promoting self-learning.

The establishment of the library at Aghosh Alkhidmat, Faisalabad has brought about numerous benefits, including easy access to knowledge, educational growth, a love for reading, promotion of self-learning, a comfortable study space, and a positive impact on the broader community, all contributing to the transformation and empowerment of the orphans through education and knowledge.



CHILD PROTECTION CENTRES & ALFALAH SCHOLARSHIPS

We believe every child deserves an opportunity. Street children are among the most vulnerable children in society, and they need targeted interventions and opportunities to build hopeful futures.

Our Child Protection Centres provide street children with a safe environment where they can access daily meals, education and health screening, as well as opportunities for social support and vocational training.

Our Alfalah Scholarship Programme offers financial support to talented students from disadvantaged backgrounds. In 2023, this programme supported some students to enrol on medical training programmes at university.

The new Child Protection Centres are also a welcome addition to the growing network of 63 well-established Alkhidmat Foundation Child Protection Centres which serve and support street children throughout Pakistan.

In 2023, Aghosh UK opened 3 new Child Protection Centres in Sheikhupura, Khairan, and Rahim Yar Khan. This work was kindly funded by the generous support of three major donors in the UK. These new Child Protection Centres will support over 200 children.

The new Child Protection Centres are also a welcome addition to the growing network of 63 well-established Alkhidmat Foundation Child Protection Centres which serve and support street children throughout Pakistan.



MOBILE HEALTH UNITS (LARKANA, SINDH)

A new Mobile Health Unit was established in Larkhana, Sindh. This is an area which had been devastated by floods. Flood victims were often in remote, hard-to-reach areas, and so the MHU is an ideal and appropriate means of making healthcare accessible to disadvantaged people in this area.

This MHU travelled to a different village each day, treating over 100 patients per day, and a few thousand per month.

This specific MHU has these key components:

- Clinic/Doctor Room for patients appointments
- Laboratory for analysing tests
- Dispensary providing medication
- Ultrasound room, which is especially useful to support pregnant women
- A wash room to ensure hygiene
- A reception/waiting area

Over 40,000 people in flood-affected areas have benefitted from the services provided by this Mobile Health Unit; this facility has improved healthcare access for many disadvantaged communities in remote villages in the Larkhana, Sindh region.



MOBILE HEALTH UNITS (JAFFARABAD)

In 2023, a new Mobile Health Unit was established in Jaffarabad with thanks to the generous support and sponsorship of Glasgow Central Mosque and Alkhidmat North Punjab.

The MHU was established to specifically help victims of flood affected areas who would struggle to access healthcare facilities, either due to geographical challenges, or financial obstacles, or both.

The MHU can reach people by moving around different localities, and taking healthcare to them.

This specific MHU has these key components:

- Clinic/Doctor Room for patients appointments
- Laboratory for analysing tests
- Dispensary providing medication
- Ultrasound room, which is especially useful to support pregnant women
- A wash room to ensure hygiene
- A reception/waiting area

This MHU treats over a hundred patients each day, and it benefited over 30,000 patients in 2023.



Establishment of a New Diagnostic Centre in Mirpur, AJK

The healthcare infrastructure in the Mirpur region is both limited in quantity and unequally distributed. About 87% of the population live in more remote rural areas. The shortage of diagnostic centres, and the obstacles to accessing affordable healthcare, especially in rural areas, results in delayed or missed diagnoses, which often leads to preventable health complications.

The new Aghosh UK Diagnostic Lab in Mirpur aims to transform access to healthcare for over 2 million people in Mirpur and North Punjab. The Diagnostic Centre will address the urgent healthcare needs of the community, while setting a gold standard in free and subsidised diagnostic care which is available to everyone, irrespective of their religion, gender, ethnicity or socioeconomic background.

Thanks to the support of generous donors, the work on a new Aghosh UK Diagnostic Centre in Mirpur was well under way in 2023.

In 2023, the work on the new Diagnostic Centre included:

- Acquisition, renovation and refurbishment of the Lab building
- Hiring and training of local healthcare professionals
- Procuring and installing specialist equipment including specialist equipment for x-rays, ultrasound scans and lab testing
- The new Aghosh UK Diagnostic Centre in Mirpur will open in early 2024



Clean Water Projects

Pakistan faces acute water shortages and severe threats of water scarcity. The lack of access to clean drinking water is an urgent challenge for many people.

In collaboration with Alkhidmat Foundation, Aghosh UK has a goal to increase accessibility to clean drinking water through various methods adapted to the specific needs of water-scarce regions.

Our clean water initiatives take a holistic approach: we research and analyse community needs as well as environmental conditions to ensure we find the most suitable and sustainable clean water solution. We train communities on how to maintain and repair their clean water facility, and we also educate people about the importance of clean water for hygiene and sanitation and disease prevention.

In 2023; Aghosh UK established several clean water initiatives to support communities, including:

- 5 New Gravity Flow Water Supply Schemes in Azad Jammu & Kashmir.
- 2 Submersible Water Pumps in KPK.
- 2 Water Filtration Plants: one in Punjab & one in Azad Jammu & Kashmir.

In 2023, Aghosh UK established several clean water initiatives to support communities...

Water filtration plants

In Sahiwal, (Punjab), Muzaffarabad, (AJK), Rajanpur, (Punjab), and Jaffarabad, (Balochistan).





Ramadan 2023

In Ramadan 2023, Aghosh UK had several projects in Pakistan which supported families throughout the sacred month, and helped orphans and the needy celebrate at the time of Eid al-Fitr.

Your donations provided 500 food packs to support the needy for the entire month of Ramadan. They also provided 1,000 hot iftar dinners to the poor and destitute in Pakistan.

We helped over 450 orphans celebrate Eid al-Fitr with special Eid gift packs and clothes, and we also distributed £1,000 in fitrana to the poor and needy.

Qurbani 2023

The majority of people living in Pakistan are from poor socio-economic backgrounds, struggling to meet their basic needs, and often going without food essentials.

Fresh meat is a rarity in their diet. Our annual Qurbani programme is an opportunity for donors to share blessings with the less fortunate, as well as fulfil an Islamic religious duty.

Our Qurbani 2023 service included:

- The selection of healthy, suitable animals;
- A shariah-compliant process from start to finish;
- Quick and hygienic processing and distribution of fresh Qurbani meat;
- Reports with photos and video footage of their Qurbani for each donor.

Our Qurbani 2023 project was a source of joy as we gifted fresh and nutritious Qurbani meat to 1,629 needy families on the occasion of Eid al-Adha in various regions of Pakistan including Karachi, AJK, KPK, GB and Sindh.

Qurbani was also performed and fresh meat distributed to Rohingya families and families in Syria.



Financial Review

In 2023, Aghosh UK raised over...

£1.6M

...which is an increase of 63%
from the 0.98M raised in 2022

Financial review

During the year, Aghosh UK raised £1600k (2023: £981k), an increase of 63% compared to the prior year. The charity spent £835k (2022: £455k) on charitable activities, which is 52% (2022: 46%) of the income raised in the year. The charity fundraising costs were 9% (2022: 2%) of the income raised in the year.

Aghosh UK’s charitable activities included the following spending:

| # | Activity | 2023 £k | 2022 £k |
|----|-------------|---------|---------|
| 01 | Emergencies | 463 | 350 |
| 02 | Orphans | 207 | 51 |
| 03 | Health | 50 | |

Aghosh UK made a net surplus of £627k (2022: £510k) and had carried forward funds of £1.226m (2022 £599k).

Policy on reserves

The trustees believe that the charity has sufficient cash in the bank and adequate fundraising plans in place to ensure the charity is able to meet its costs.

Structure, governance and management

Organisational structure

The charity is an Charitable Incorporated Organisation, CIO – Foundation governed by a Constitution dated 13 June 2018 and registered with the Charities Commission on the same date.

Trustees are legally responsible for the governance and management of the charity. The Trust has Trustees appointed for life.

Trustees are responsible of setting strategies and policies for ensuring these are implemented.

The annual report was approved by the trustees of the charity on 31 October 2024 and signed on its behalf by:

Dr Adeel Riaz
.....
Dr Adeel Riaz
Trustee

Statement Of Trustees' Responsibilities

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

The law applicable to charities 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 of the charity for that period. In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities 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; and
- 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 that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees 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.

Aghosh UK

Independent Auditor's Report to the Members of Aghosh UK

Opinion

We have audited the financial statements of Aghosh UK (the 'charity') for the year ended 31 December 2023, which comprise the Statement of Financial Activities, Balance Sheet, 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 United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland and applicable law (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 December 2023 and of its incoming resources and application of resources, including its income and expenditure, 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 Auditor's 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

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 auditor's report 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 there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Aghosh UK

Independent Auditor's Report to the Members of Aghosh UK

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the .

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 2), the trustees are responsible for the preparation of the financial statements and for being satisfied that they 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.

Auditor's responsibilities for the audit of the financial statements

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 an auditor's report 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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgement 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. 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 on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees 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 charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

Aghosh UK

Independent Auditor's Report to the Members of Aghosh UK

- 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 a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the charity to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the charity audit. We remain solely responsible for our audit opinion.

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.

Use of our report

This report is made solely to the charity trustees, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our work has been undertaken so that we might state to the trustees those matters we are required to state to trustees 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 its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



.....
Naeem Shareef (Senior Statutory Auditor)
for and on behalf of Shareef
Statutory Auditors
4 Highlands Court
Cranmore Avenue
Solihull
West Midlands
B90 4LE

31 october 2024

Date:

Shareef Chartered Accountants is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

Aghosh UK**Statement of Financial Activities for the Year Ended 31 December 2023**

| | Note | Unrestricted funds £ | Restricted funds £ | Total 2023 £ |
|------------------------------------|------|-------------------------|-----------------------|--------------------|
| Income and Endowments from: | | | | |
| Donations and legacies | | 206,089 | 1,394,920 | 1,601,009 |
| Expenditure on: | | | | |
| Raising funds | | (1,119) | (137,528) | (138,647) |
| Charitable activities | | (27,910) | (807,461) | (835,371) |
| Total expenditure | | (29,029) | (944,989) | (974,018) |
| Net income | | 177,060 | 449,931 | 626,991 |
| Gross transfers between funds | | (70,723) | 70,723 | - |
| Net movement in funds | | 106,337 | 520,654 | 626,991 |
| Reconciliation of funds | | | | |
| Total funds brought forward | | 7,724 | 591,469 | 599,193 |
| Total funds carried forward | 13 | 114,061 | 1,112,123 | 1,226,184 |

| | Note | Unrestricted funds £ | Restricted funds £ | Total 2022 £ |
|------------------------------------|------|-------------------------|-----------------------|--------------------|
| Income and Endowments from: | | | | |
| Donations and legacies | | 7,920 | 973,124 | 981,044 |
| Total income | | 7,920 | 973,124 | 981,044 |
| Expenditure on: | | | | |
| Raising funds | | (130) | (16,027) | (16,157) |
| Charitable activities | | (2,304) | (452,821) | (455,125) |
| Total expenditure | | (2,434) | (468,848) | (471,282) |
| Net income | | 5,486 | 504,276 | 509,762 |
| Net movement in funds | | 5,486 | 504,276 | 509,762 |
| Reconciliation of funds | | | | |
| Total funds brought forward | | 2,238 | 87,193 | 89,431 |
| Total funds carried forward | 13 | 7,724 | 591,469 | 599,193 |

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2022 is shown in note 13.

Aghosh UK**(Registration number: 1178778)
Balance Sheet as at 31 December 2023**

| | Note | 2023 £ | 2022 £ |
|---|------|------------------|----------------|
| Current assets | | | |
| Debtors | 10 | 77,632 | 77,632 |
| Cash at bank and in hand | 11 | <u>1,413,486</u> | <u>527,561</u> |
| | | 1,491,118 | 605,193 |
| Creditors: Amounts falling due within one year | 12 | <u>(264,934)</u> | <u>(6,000)</u> |
| Net assets | | <u>1,226,184</u> | <u>599,193</u> |
| Funds of the charity: | | | |
| Restricted income funds | | | |
| Restricted funds | | 1,112,123 | 591,469 |
| Unrestricted income funds | | | |
| Unrestricted funds | | <u>114,061</u> | <u>7,724</u> |
| Total funds | 13 | <u>1,226,184</u> | <u>599,193</u> |

31 October 2024 The financial statements on pages 6 to 16 were approved by the trustees, and authorised for issue on and signed on their behalf by:

Dr Adeel Riaz

Dr Adeel Riaz
Trustee

Aghosh UK

Cash Flow Statement for the Year Ended 31 December 2023

| | Note | 2023 £ | 2022 £ |
|---|------|------------------|----------------|
| Cash flows from operating activities | | | |
| Net cash income | | 626,991 | 509,762 |
| Working capital adjustments | | | |
| Increase in debtors | 10 | - | (77,632) |
| Increase in creditors | 12 | 258,934 | 2,000 |
| Net cash flows from operating activities | | <u>885,925</u> | <u>434,130</u> |
| Net increase in cash and cash equivalents | | 885,925 | 434,130 |
| Cash and cash equivalents at 1 January | | <u>527,561</u> | <u>93,431</u> |
| Cash and cash equivalents at 31 December | | <u>1,413,486</u> | <u>527,561</u> |

All of the cash flows are derived from continuing operations during the above two periods.

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Notes to the Financial Statements for the Year Ended 31 December 2023

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with 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 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

Aghosh UK meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

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Notes to the Financial Statements for the Year Ended 31 December 2023

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

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Notes to the Financial Statements for the Year Ended 31 December 2023

2 Income from donations and legacies

| | Unrestricted Fund General £ | Restricted Funds £ | Total 2023 £ | Total 2022 £ |
|-----------------------------------|--------------------------------------|--------------------------|--------------------|--------------------|
| Appeals and Donations - Water | - | 28,680 | 28,680 | 6,660 |
| Appeals and Donations - Emergency | - | 836,178 | 836,178 | 797,099 |
| Appeals and Donations - Food | - | 21,120 | 21,120 | 24,045 |
| Appeals and Donations - Orphans | - | 488,134 | 488,134 | 113,715 |
| Appeals and Donations - Education | - | 17,874 | 17,874 | 12,460 |
| Appeals and Donations - Zakat | - | 2,934 | 2,934 | 19,145 |
| Appeals and Donations - Genaral | <u>206,089</u> | <u>-</u> | <u>206,089</u> | <u>7,920</u> |
| | <u>206,089</u> | <u>1,394,920</u> | <u>1,601,009</u> | <u>981,044</u> |

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Notes to the Financial Statements for the Year Ended 31 December 2023

3 Expenditure on charitable activities

| | Grant funding of activity £ | support costs £ | Total 2023 £ | Total 2022 £ |
|-----------|--------------------------------|--------------------|--------------------|--------------------|
| Zakat | - | - | - | 80 |
| Orphans | 191,492 | 15,812 | 207,304 | 71,437 |
| Education | 13,681 | 3,692 | 17,373 | 16,574 |
| Water | 19,157 | 316 | 19,473 | 1,413 |
| Emergency | 386,291 | 76,850 | 463,141 | 350,579 |
| Food | 47,336 | 2,834 | 50,170 | 12,738 |
| General | - | 27,910 | 27,910 | 2,304 |
| Health | 50,000 | - | 50,000 | - |
| | <u>707,957</u> | <u>127,414</u> | <u>835,371</u> | <u>455,125</u> |

£30,105 (2022 - £2,304) of the above expenditure was attributable to unrestricted funds and £517,670 (2022 - £452,821) to restricted funds.

In addition to the expenditure analysed above, there are also governance costs of £8,500 (2022 - £6,000) which relate directly to charitable activities. See note 4 for further details.

4 Analysis of governance and support costs

Governance costs

| | Unrestricted funds General £ | Restricted funds £ | Total 2023 £ | Total 2022 £ |
|---|---------------------------------------|--------------------------|--------------------|--------------------|
| Audit fees | | | | |
| Audit of the financial statements | - | 6,000 | 6,000 | - |
| Independent examiner fees | | | | |
| Examination of the financial statements | - | - | - | 3,500 |
| Accountancy Fees | <u>2,500</u> | <u>-</u> | <u>2,500</u> | <u>2,500</u> |
| | <u>2,500</u> | <u>6,000</u> | <u>8,500</u> | <u>6,000</u> |

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Notes to the Financial Statements for the Year Ended 31 December 2023

5 Grant-making

Analysis of grants

The support costs associated with grant-making are £Nil (31 December 2022 - £Nil).

Below are details of material grants made to institutions.

| Name of institution | Activity | 2023 £ | 2022 £ |
|--|----------|----------------|----------------|
| Al Khidmat Foundation | | 372,017 | 398,575 |
| Masajid & Madaris Foundation | | - | 9,000 |
| Read Foundation | | - | 1,450 |
| World Care Foundation | | 51,300 | - |
| International Aghosh Foundation-Turkiye | | 91,540 | - |
| Scot Aid | | 50,000 | - |
| Al Arabia (AGUK) | | 26,000 | - |
| Al SABA Automotive (AKFP) | | 67,100 | - |
| Action For Humanity | | 50,000 | - |
| | | <u>707,957</u> | <u>409,025</u> |

6 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

7 Staff costs

The aggregate payroll costs were as follows:

| | 2023 £ | 2022 £ |
|--|---------------|--------------|
| Staff costs during the year were: | | |
| Wages and salaries | 75,097 | 2,500 |
| Social security costs | 7,091 | - |
| | <u>82,188</u> | <u>2,500</u> |

No employee received emoluments of more than £60,000 during the year

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Notes to the Financial Statements for the Year Ended 31 December 2023

8 Auditors' remuneration

| | 2023 £ |
|-----------------------------------|--------------|
| Audit of the financial statements | <u>6,000</u> |

9 Taxation

The charity is a registered charity and is therefore exempt from taxation.

10 Debtors

| | 2023 £ | 2022 £ |
|---------------|---------------|---------------|
| Other debtors | <u>77,632</u> | <u>77,632</u> |

11 Cash and cash equivalents

| | 2023 £ | 2022 £ |
|--------------|------------------|----------------|
| Cash at bank | <u>1,413,486</u> | <u>527,561</u> |

12 Creditors: amounts falling due within one year

| | 2023 £ | 2022 £ |
|-----------------|----------------|--------------|
| Other creditors | 17,087 | - |
| Accruals | <u>247,847</u> | <u>6,000</u> |
| | <u>264,934</u> | <u>6,000</u> |

13 Funds

| | Balance at 1 January 2023 £ | Incoming resources £ | Resources expended £ | Transfers £ | Balance at 31 December 2023 £ |
|---------------------------|-----------------------------------|----------------------------|----------------------------|----------------|-------------------------------------|
| Unrestricted funds | | | | | |
| <i>General</i> | | | | | |
| General | 7,724 | 206,089 | (29,030) | (70,723) | 114,060 |

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Notes to the Financial Statements for the Year Ended 31 December 2023

| | Balance at 1 January 2023 £ | Incoming resources £ | Resources expended £ | Transfers £ | Balance at 31 December 2023 £ |
|-------------------------------|-----------------------------------|----------------------------|----------------------------|----------------|-------------------------------------|
| Restricted funds | | | | | |
| Orphans | 104,432 | 488,134 | (223,376) | - | 369,190 |
| Water | 8,304 | 28,680 | (20,414) | - | 16,570 |
| Emergency | 444,061 | 72,956 | (199,501) | - | 317,516 |
| Education | (8,010) | 17,874 | (19,134) | 9,270 | - |
| Emergency - Gaza | - | 539,862 | (193,100) | - | 346,762 |
| Emergency - Turkiye | - | 106,320 | (81,540) | - | 24,780 |
| Emergency - Pakistan | - | 117,040 | (101,651) | - | 15,389 |
| Food | 20,995 | 21,120 | (53,568) | 11,453 | - |
| Zakat | 21,687 | 2,934 | (2,705) | - | 21,916 |
| Health | - | - | (50,000) | 50,000 | - |
| Total restricted funds | <u>591,469</u> | <u>1,394,920</u> | <u>(944,989)</u> | <u>70,723</u> | <u>1,112,123</u> |
| Total funds | <u>599,193</u> | <u>1,601,009</u> | <u>(974,019)</u> | <u>-</u> | <u>1,226,183</u> |

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Notes to the Financial Statements for the Year Ended 31 December 2023

| | Balance at 1 January 2022 £ | Incoming resources £ | Resources expended £ | Balance at 31 December 2022 £ |
|-------------------------------|-----------------------------------|----------------------------|----------------------------|-------------------------------------|
| Unrestricted funds | | | | |
| <i>General</i> | | | | |
| General | 2,238 | 7,920 | (2,434) | 7,724 |
| Restricted funds | | | | |
| Orphans | 64,026 | 113,715 | (73,309) | 104,432 |
| Water | 3,167 | 6,660 | (1,523) | 8,304 |
| Emergency | 10,669 | 797,099 | (363,707) | 444,061 |
| Education | (3,690) | 12,460 | (16,780) | (8,010) |
| Food | 10,084 | 24,045 | (13,134) | 20,995 |
| Zakat | 2,937 | 19,145 | (395) | 21,687 |
| Total restricted funds | 87,193 | 973,124 | (468,848) | 591,469 |
| Total funds | 89,431 | 981,044 | (471,282) | 599,193 |

14 Analysis of net assets between funds

| | Unrestricted funds General £ | Restricted funds £ | Total funds 2023 £ |
|-------------------------|---------------------------------------|--------------------------|--------------------------|
| Current assets | 378,995 | 1,112,123 | 1,491,118 |
| Current liabilities | (264,935) | - | (264,935) |
| Total net assets | 114,060 | 1,112,123 | 1,226,183 |

| | Unrestricted funds General £ | Restricted funds £ | Total funds 2022 £ |
|-------------------------|---------------------------------------|--------------------------|--------------------------|
| Current assets | 13,724 | 591,469 | 605,193 |
| Current liabilities | (6,000) | - | (6,000) |
| Total net assets | 7,724 | 591,469 | 599,193 |

15 Related party transactions

There were no related party transactions in the year.