

PakAID

(A Company limited by Guarantee)

Company Number 11732775

Registered Charity No. 1183821

**DIRECTORS' AND TRUSTEES' REPORT
AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2021**

ELLIOT, WOOLFE & ROSE

Chartered Accountants

Registered Auditors

London

PakAID

(A Company limited by Guarantee)

Charity Number 1183821

Company Number 11732775

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2021

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PakAID

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Charity Number 1183821

Company Number 11732775

YEAR ENDED 31ST DECEMBER 2021

LEGAL AND ADMINISTRATIVE INFORMATION

Incorporation Number: 11732775

Registered Charity Number: 1183821

Trustees/Directors: Ms A A Chaudhry
N Javaid
Mrs A Iqbal

Key Management Personnel S Yusaf – Executive functions' lead
Q M Ahmed – Programme functions' lead
A Hossain – Finance functions' lead
The above are employees at Al-Khair Foundation
(UK Charity No. 1126808)

Registered Office: 918 Manchester Road,
Bradford,
BD5 8DH

Auditors: Elliot, Woolfe & Rose
Chartered Accountants
Elizabeth House, 54-58 High Street,
Edgware, Middlesex HA8 7TT

Solicitors: Lee Bolton Monier-Williams LLP
1 The Sanctuary
London, SW1P 3JT

Bankers: Lloyds Bank plc
25, Gresham Street
London, EC2V 7HN

Governing Document: Memorandum and Articles of Association
dated 18th December 2018

PakAID

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DIRECTORS' AND TRUSTEES' REPORT **FOR THE YEAR ENDED 31ST DECEMBER 2021**

The Directors and Trustees present the annual report and the financial statements for the year ended 31st December 2021.

LEGAL AND ADMINISTRATIVE DETAILS

PakAID is incorporated under the Companies Act 2006 as a company Limited by Guarantee. The Company obtained charitable status with the Charity Commission on 10th June 2019 under registration number 1183821. Only members of the Company may be appointed Directors/Trustees. New Trustees go on an Induction Course when first appointed.

The following Directors who are regarded as trustees of PakAID held office during the year ended 31st December 2021.

Ms A A Chaudhry
N Javaid
Mrs A Iqbal

Al-Khair Foundation, (a UK registered charity No 1126808) are responsible for running the day-to-day activities of the Charity without charge.

TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Annual Report and the financial statements in accordance with the applicable law and regulations

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities. In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Have due regard to guidance published by the Charity Commissioners on public benefit;
- Prepare the financial statements on the going concerns basis unless it is inappropriate to presume that the company will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with the reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with normally accepted accounting conventions. They are also responsibly taking steps for the prevention and detection of fraud and other irregularities. They delegate day-to-day running of the Charity to the CEO and other executives of Al-Khair Foundation.

The trustees are responsible for the maintenance and integrity of the corporate financial information included on the company's website. None of our Trustees receive remuneration, expenses or other benefits from the Charity.

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DIRECTORS' AND TRUSTEES' REPORT **FOR THE YEAR ENDED 31ST DECEMBER 2021** **(continued)**

Statement as to disclosure to our auditors

In so far as the trustees are aware at the time of approving our trustees' annual report:

- there is no relevant information, being information needed by the auditor in connection with preparing their report, of which the group's auditor is unaware, and
- the trustees, having made enquiries of fellow directors and the group's auditor that they ought to have individually taken, have each taken all steps that they are obliged to take as a director in order to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Mission Statement

PakAID is a registered charity and company limited by guarantee. The initial funding was from Al-Khair Foundation. PakAID is run by a board of directors that meet approx. every two months to agree the strategic direction of the organisation and review operations.

The overall mission of PakAID is the prevention of, or relief of poverty or hardship in Pakistan or anywhere in the world, by providing grants, items and services to individuals in need and/or charities, or other organisations working to prevent or relieve poverty or hardship.

The charity will further its mission additionally by also acting as an Implementing Partner Organisation (IPO) to other charities who can avail the expertise which the Charity has developed.

Public Benefit

The Trustees confirm that they abide by the Charity Commission's general guidance on public benefit, complying with S4 of the Charities Act 2011 to have due regard to public benefit in pursuance of its' objectives and activities.

Review of Progress and Achievements

The trustees are satisfied at the progress of the Charity since inception.

PakAID was launched on 09 January 2019 in London at a prestigious event attended by over 500 guests including dignitaries from the UK and Pakistan and presided over by Chaudhry Mohammad Sarwar (Governor of Punjab, Pakistan) and Imam Qasim Rashid Ahmad (Founder and Chairman of Al-Khair Foundation and IQRA TVs).

Since inception, PakAID has set-up it's UK operations base and initiated contact with NGOs and INGOs in the UK and Pakistan for the furtherance of its objectives, and has cultivated an expertise to deliver (amongst others) WASH, Shelter, and Religious dues activities and do this as an IPO.

The Charity has also purchased a property in Chorley (Lancashire) which will generate income and support operations. This is a substantial property which will eventually house PakAID's UK HQ and operations and act as a warehouse. The property is being leased and repaired and the Trustees have commissioned several reports on usage to maximise income generation.

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DIRECTORS' AND TRUSTEES' REPORT **FOR THE YEAR ENDED 31ST DECEMBER 2021** **(continued)**

During the course of the year under review, PakAID's achievements delivering humanitarian assistance to over 125,000 people in Pakistan through the following programmes and projects:

- Emergency Response supported 250 families (1,750 beneficiaries) in District Harnai, Baluchistan Province which was affected by earthquake, providing shelter tents and food packs, along with distribution of winterized kits to 250 vulnerable families (2000 beneficiaries);
- Under Education Programme, PakAID distributed stationary, books, school bags, notebooks and other visual aids to 1,300 students. Clothes and shoes were also given to 100 orphans in the orphanage, along with supporting education of 240 orphans in Darul Uloom Jatoi & Ehsanpur Model Village;
- Under Shelter & Construction Programme, constructed 27 houses (1-4 bedrooms) at various locations in Pakistan, along with upgrading and repairing the existing sewerage system for 130 Houses in Al-Khair Model Village, Ehsanpur, Kot Addu, Pakistan. Renovated and constructed more than 100 mosques of various sizes in four provinces of Pakistan; also undertook renovation of 5 Al-Khair model schools, cattle farm, dispensary, orphanage building, and 78 houses at the model village;
- Installed over 3,100 handpumps, 35 shallow wells, 160 water wells, 15 solar water wells and 1 water filtration plant, thus providing nearly 70,000 people with improved access to water in Pakistan;
- Under Healthcare Programme, distributed 170 wheelchairs to Persons with Physical Limitations, organized over 45 free medical camps in Gujar Khan area, Punjab Province by providing both preventive and curative services in post Covid-19 scenario, provided free ambulance transport service for elderly and vulnerable patients from home to camp areas, provided free medicines, tests like ECG, Ultrasound, Blood Sugar Random (BSR), Blood Pressure, and others by reaching over 15,000 patients;
- Distribution of Ramadan Food Packs to the 4,000 needy and vulnerable families across Pakistan;
- In addition to the above, also supported vulnerable families with monthly living costs and with financial support for marriages.

Future Work

The Trustees will ensure that PakAID remains committed to the prevention or relief of poverty or hardship in Pakistan or anywhere in the world, by providing grants, items and services to individuals in need and/or charities, or other organisations working to prevent or relieve poverty or hardship.

PakAID will work with other INGOs and governmental agencies to foster and nurture effective partnerships to deliver in the areas of water security, food and livelihood security, education and healthcare, in order that affected areas make a transition from dependency to self-sufficiency for beneficiaries.

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DIRECTORS' AND TRUSTEES' REPORT **FOR THE YEAR ENDED 31ST DECEMBER 2021** **(continued)**

PakAID plans to continue the above programmes along with the planned construction of a mini dam with an integrated and multi-sectoral sustainable developmental approach by involving local communities. The team will be initiating programme activities in Northern Areas of Pakistan and will be signing MoUs (Memorandum of Understandings) with key stakeholders. The team also intends to undertake economic uplift pilot projects with selected small businesses (beneficiaries) through its livelihood programmes.

The Board are committed to growing the organisation commensurate with its ability to deliver its goals, with the focus currently in the UK and Pakistan.

Risk Management

Financial Risk

The Trustees have the overall responsibility for ensuring that PakAID has an appropriate system of controls, financial and otherwise, across the entire organisation in order to provide reasonable assurance that:

- Proper records are maintained,
- Financial information is regularly available,
- Its assets are safeguarded against unauthorised use or disposition.

Regulatory Risk

PakAID ensures that there are systems and controls in place to ensure that it complies with all relevant laws and regulations

Operational Risk

The Board of Trustees has concentrated on those areas where the Charity is potentially at risk and includes continuation of funding to ensure solvency.

Through these procedures, the Trustees are satisfied that all major risks have been identified and procedures implemented so that key risks are adequately minimised.

Reserves Policy

The aim of PakAID's Reserves Policy will be to ensure that its ongoing and future activities are reasonably protected from unexpected financial risks. These could include:

- Unexpected changes in funding streams or costs,
- Changes in working capital requirements to meet cash-flow needs,
- Specific funds required to meet unexpected one-off items of expenditure.



Mrs Almas IQBAL
Trustee
29 March 2022

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INDEPENDENT AUDITORS REPORT **REPORT FOR THE YEAR ENDED 31ST DECEMBER 2021**

Opinion

We have audited the accounts of PakAID (the 'charity') for the year ended 31 December 2021 which comprise the Statement of Financial Activities including Income and Expenditure, the Balance Sheet, and the notes to the accounts, 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, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the accounts:

- Give a true and fair view of the state of the charitable company's affairs as at 31 December 2021 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and;
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 accounts 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 for a period of at least twelve months from when the financial statements were 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.

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INDEPENDENT AUDITORS REPORT (continued)
REPORT FOR THE YEAR ENDED 31ST DECEMBER 2021

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. 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. 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 course of 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.

In connection with our audit of the accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the accounts 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 accounts 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.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the Trustees' Report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the Trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the Trustees report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 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; or
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' report and from the requirement to prepare a strategic report.

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INDEPENDENT AUDITORS REPORT (continued) **FOR THE YEAR ENDED 31ST DECEMBER 2021**

Responsibilities of trustees

As explained more fully in the Trustees' Responsibilities Statement, the trustees, who are also directors of the charitable company for the purposes of company law, are responsible for the preparation of the accounts 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 accounts that are free from material misstatement, whether due to fraud or error. In preparing the accounts, 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 directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the accounts

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 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.

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.

As part of our planning process:

- We enquired of management the systems and controls the charity has in place, the areas of the financial statements that are most susceptible to the risk of irregularities and fraud, and whether there was any known, suspected or alleged fraud. The charity did not inform us of any known, suspected or alleged fraud.
- We obtained an understanding of the legal and regulatory frameworks applicable to the charity. We determined that the following were most relevant: the Charities SORP, FRS 102, Charities Act 2011, Companies Act 2006, and laws relating to safeguarding and health and safety.
- We considered the incentives and opportunities that exist in the charity, including the extent of management bias, which present a potential for irregularities and fraud to be perpetuated and tailored our risk assessment accordingly.
- Using our knowledge of the charity, together with the discussions held with the charity at the planning stage, we formed a conclusion on the risk of misstatement due to irregularities including fraud and tailored our procedures according to this risk assessment.

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INDEPENDENT AUDITORS REPORT (continued)
FOR THE YEAR ENDED 31ST DECEMBER 2021

The key procedures we undertook to detect irregularities including fraud during the course of the audit included:

- Identifying and testing journal entries and the overall accounting records, in particular those that were significant and unusual.
- Reviewing the financial statement disclosures and determining whether accounting policies have been appropriately applied.
- Assessing the extent of compliance, or lack of, with the relevant laws and regulations.
- Testing key income lines, in particular cut-off, for evidence of management bias.
- Assessing the validity of the classification of income, expenditure, assets and liabilities between unrestricted, designated and restricted funds.
- Performing a physical verification of key assets.
- Obtaining third-party confirmation of material bank balances.
- Documenting and verifying all significant related party balances and transactions.
- Reviewing documentation such as the charity board minutes for discussions of irregularities including fraud.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements even though we have properly planned and performed our audit in accordance with auditing standards. The primary responsibility for the prevention and detection of irregularities and fraud rests with the trustees of the charity.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



S.N. Seifert B.A. F.C.A.
(Senior Auditor)

29 March 2022

For and on behalf of
Elliot, Woolfe & Rose
Statutory Auditor
Elizabeth House,
54-58 High Street,
Edgware,
Middlesex HA8 7TT

PakAID**(A Company limited by Guarantee)**

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STATEMENT OF FINANCIAL ACTIVITIES AND INCOME AND EXPENDITURE
ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2021

	Note	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>		<u>Total 2021</u> £	<u>Total 2020</u> £
		<u>Total</u> £	<u>UK Establishment set up costs Fund Total</u> £	<u>Other Restricted Funds Total</u> £		
INCOME FROM:						
Donations	2	—	—	2,718,797	2,718,797	666,360
		<u>—</u>	<u>—</u>	<u>£2,718,797</u>	<u>£2,718,797</u>	<u>£666,360</u>
EXPENDITURE ON:						
Raising Funds		—	—	—	—	—
Charitable Activities:						
Humanitarian response		—	—	160,137	160,137	11,810
WASH		—	—	597,037	597,037	806,132
Religious dues		—	—	631,760	631,760	478,037
TOTAL EXPENDITURE	3	<u>—</u>	<u>£—</u>	<u>£1,388,934</u>	<u>£1,388,934</u>	<u>£1,295,979</u>
NET INCOME		—	—	1,329,863	1,329,863	(629,619)
Transfer between Funds			(98,005)	98,005		
Establishment Headquarters Fund		—	1,500,000	(1,500,000)	—	—
Total Funds brought forward		—	—	1,367,566	1,367,566	1,997,185
Acquisition of property costs reallocated		—	(1,258,221)	1,258,221	—	—
TOTAL FUNDS CARRIED FORWARD	9	<u>£—</u>	<u>£143,774</u>	<u>£2,2553,655</u>	<u>£2,697,429</u>	<u>£1,367,566</u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The Notes on pages 11 to 16 form part of the Financial Statements.

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BALANCE SHEET AS AT 31ST DECEMBER 2021

	Note	<u>2021</u> <u>£</u>	<u>2020</u> <u>£</u>
<u>FIXED ASSETS</u>			
Tangible assets	4	<u>1,331,062</u>	<u>1,245,639</u>
<u>CURRENT ASSETS</u>			
Cash at Bank and In Hand		<u>1,372,367</u>	<u>127,927</u>
Creditors: amounts falling due within one year	5	<u>(6,000)</u>	<u>(6,000)</u>
<u>Total assets less current liabilities</u>		<u>2,697,429</u>	<u>1,367,566</u>
<u>NET ASSETS</u>		<u><u>£2,697,429</u></u>	<u><u>£1,367,566</u></u>
<u>FUNDS EMPLOYED</u>			
Unrestricted Funds		<u>—</u>	<u>—</u>
Restricted Funds	9	<u>2,697,429</u>	<u>1,367,566</u>
<u>Total Charity funds</u>		<u><u>£2,697,429</u></u>	<u><u>£1,367,566</u></u>

The Notes on pages 11 to 16 form part of the Financial Statements.

These Financial Statements have been prepared in accordance with the Companies Act 2006 relating to Small Companies.

Approved by the Trustees/Directors on 29 March 2022 and signed on their behalf by:



Mrs Almas IQBAL
Trustee

PakAID

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2021

1. ACCOUNTING POLICIES

Accounting Policies

a) Basis of accounting

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

b) Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

c) Going concern

There are no material uncertainties about the charity's ability to continue.

d) Disclosure exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102: (a) No cash flow statement has been presented for the company. (b) Disclosures in respect of financial instruments have not been presented.

e) Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

f) Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal and fall into one of two sub-classes: restricted income funds or endowment funds.

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2021
(continued)

1. **ACCOUNTING POLICIES (continued)**

Taxation

PakAID is a registered charity and not subject to Income or Corporation tax on its Income or Activities provided that resources are expended on the defined Charitable Activities.

Depreciation

The property acquired during the previous year has been depreciated in line with recommended rates for buildings.

These accounts comply with The Charities SORP FRS 102.

2. **INCOMING RESOURCES**

	<u>Unrestricted Funds</u> £	<u>Restricted Funds</u> £	<u>Total 2021</u> £	<u>Total 2020</u> £
<u>Donations</u>				
Voluntary Income	—	£2,718,797	£2,718,797	£666,360

3. **ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES**

	<u>Direct Costs</u> £	<u>Staff Costs</u> £	<u>Support Costs</u> £	<u>Total 2021</u> £	<u>Total 2020</u> £
<u>Cost of generating funds</u>	—	—	—	—	—
<u>Charitable Activities</u>					
Humanitarian response	157,509	—	2,628	160,137	11,810
WASH	587,239	—	9,798	597,037	806,132
Religious dues	621,392	—	10,368	631,760	478,037
Total Charitable Activities	£1,366,140	£—	£22,794	£1,388,934	£1,295,979

All costs are from restricted funds.

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2021
(continued)

3.1 Analysis of Governance and Support Costs

	<u>2021</u> <u>£</u>	<u>2020</u> <u>£</u>
Audit Fees	6,000	6,000
	<u>£6,000</u>	<u>£6,000</u>
Bank Charges	203	129
Office Expenses	4,009	8,682
Depreciation	12,582	12,582
	<u>16,794</u>	<u>21,393</u>
	<u>£22,794</u>	<u>£30,193</u>

All costs are from Restricted Funds

3.2 Staff Costs and Number of Employees

There are no employees; all management functions are carried out by Directors and employees of Al-Khair Foundation (see Legal and Administrative details on page 4).

3.3 Trustees' Remuneration and Donations

The Trustees received no Remuneration, Expenses or Benefits. No indemnity insurance is paid for the Trustees.

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2021
(continued)

4. **TANGIBLE FIXED ASSETS**

	<u>Freehold Land & Building</u> <u>£</u>	<u>Total</u> <u>£</u>
<u>Cost</u>		
As at 1 January 2021	1,258,221	1,258,221
Additions	98,005	98,005
As at 31 December 2021	<u>£1,356,226</u>	<u>£1,356,226</u>
<u>Depreciation</u>		
As at 1 January 2021	12,582	12,582
Charge for the year	12,582	12,582
As at 31 December 2021	<u>£25,164</u>	<u>£25,164</u>
<u>Net book values</u>		
As at 31 December 2021	<u>£1,233,057</u>	<u>£1,233,057</u>
As at 31 December 2020	<u>£1,245,639</u>	<u>£1,245,639</u>

£1.5 million has been allocated for office acquisition and set up costs, from which the trustees agreed to purchase a property to utilise as a UK Head Office, and to generate unrestricted income for its ongoing operations. The purchase was completed in March 2020 and £1,500,000 has now been transferred to 'Restricted Funds U.K. Establishment set up costs', and from this fund, the costs of the freehold and other associated costs have been taken.

5. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<u>2021</u> <u>£</u>	<u>2020</u> <u>£</u>
Audit fee	<u>6,000</u>	<u>6,000</u>

6. **CAPITAL EXPENDITURE**

There were no capital and refurbishment commitments at 31st December 2021.

7. **CONTINGENT LIABILITIES**

There were no contingent liabilities at 31st December 2021.

PakAID

(A Company limited by Guarantee)

Charity Number 1183821

Company Number 11732775

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2021
(continued)

8. RELATED PARTY TRANSACTIONS

The Related Party transactions to be reported are the major continuing assistance and help received from Al-Khair Foundation, whose staff are assisting the Trustees in the running of the Charity.

9. MOVEMENT OF RESTRICTED FUNDS

<u>Funder</u>	<u>Balance at 31st December 2020</u>	<u>Income</u>	<u>Expenditure</u>	<u>Reallocation (see Note 4)</u>	<u>Balance at 31st December 2021</u>
Al-Khair Foundation	1,367,566	2,618,797	1,388,934	(1,500,000)	2,453,655
Acquisition of Property	—	—	—	1,258,221	—
Costs reallocated					
Costs in current year					
reallocated				98,005	—
Net reduction of funds				(143,774)	—
U.K. Establishment set up costs	—	—	—	143,774	143,774
Community Donations	—	100,000	—	—	100,000
	<u>£1,367,566</u>	<u>£2,718,797</u>	<u>£1,388,934</u>	<u>£—</u>	<u>£2,697,429</u>

10. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total 2021</u>	<u>Total 2020</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Fixed assets	—	1,331,062	1,331,062	1,245,639
Cash at Bank	—	1,372,367	1,372,367	127,927
Creditors	—	(6,000)	(6,000)	(6,000)
	<u>—</u>	<u>£2,697,429</u>	<u>£2,697,429</u>	<u>£1,367,566</u>