

**Report of the Trustees and
Audited Financial Statements
for the Period
11 October 2019 to 31 December 2020
for
Balqees Welfare Foundation**

Alderton Accountancy Limited, Statutory Auditor
Chartered Certified Accountants
Registered Auditors
962 Eastern Avenue
Newbury Park
Ilford
Essex
IG2 7JD

Balqees Welfare Foundation

Contents of the Financial Statements for the Period 11 October 2019 to 31 December 2020

	Page
Report of the Trustees	1 to 6
Report of the Independent Auditors	7 to 8
Statement of Financial Activities	9
Balance Sheet	10
Cash Flow Statement	11
Notes to the Cash Flow Statement	12
Notes to the Financial Statements	13 to 16
Detailed Statement of Financial Activities	17

Balqees Welfare Foundation
Report of the Trustees
for the Period 11 October 2019 to 31 December 2020

The trustees present their report with the financial statements of the charity for the period 11 October 2019 to 31 December 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Balqees Welfare Foundation (BWF) was founded in 2019 for the public benefit. The rising gap of inequality and poverty in Pakistan led to BWF providing relief to those in need by reason of age, ill-health, disability, financial hardship or any other disadvantage in Pakistan with the provision of financial or material aid through the provision of grants to individuals and organisations.

Our Mission

Balqees Welfare foundation feeds the unwell and disadvantaged, supports the education and care of young people and helps people deal with the effects of poverty in Pakistan. We undertake this by creating and distributing food parcels to charitable healthcare organisations and needy individuals as well as providing grants to charitable organisations in education, shelter, and healthcare. We are for humanity - secular and non-political.

Objective

Recognising the levels of poverty in the local society, we wanted to help by feeding the poor but came to realise more needs to be done to raise people out of poverty. Education and health are also paramount to providing people with the opportunity to succeed. As a result, we expanded the foundation's goals to include the following:

1. To provide food for people in need
2. To provide inclusive educational and welfare support for children living with disabilities or in poverty
3. To assist in the welfare of those receiving medical treatment
4. To assist most vulnerable in the society through financial hardship grants

The charity provides grants to its sister charity Balqees Welfare Foundation, Pakistan - a registered charitable organisation (registration number A039941) with Securities and Exchange Commission of Pakistan under section 42 of the Companies Act, 2017 and recognised by Pakistan Centre for Philanthropy as charitable organisation working around Education, Poverty alleviation and Health.

Balqees Welfare Foundation, Pakistan does the work on ground and partners with other charities who are of similar vision and objectives. The charity follows a robust due diligence process to ensure the right partners are selected to implement project on ground. This also involves collecting information about key stakeholders, signing collaboration agreements, and receiving progress reports.

Donors from UK are aware that the donations they are making will be used by Balqees Welfare Foundation, Pakistan to help achieve their objectives.

OBJECTIVES AND ACTIVITIES

Public Benefit

In planning its objectives and activities for the period, the trustees have considered the guidelines published by Charities Commission on 'public benefit' and they are able to demonstrate that objectives and activities comply with the statutory requirement.

Grantmaking

The trustees seek to support those activities which help further the objects and they will consider supporting other organisations that further their exclusively charitable purposes as and when funds allow.

Balqees Welfare Foundation

Report of the Trustees for the Period 11 October 2019 to 31 December 2020

OBJECTIVES AND ACTIVITIES

Charitable Activities

Principal activities of the charity during the period year can be broadly categorised into the following groups of programmes:

Food bank

Balqees Welfare Foundation creates monthly food parcels which are then distributed through our own activity or via the organisations we support.

In the period year, the foundation delivered 5076 dry food rations directly to families below the poverty line suffering from undernutrition and/or malnutrition hunger.

The foundation also worked with other registered charities like Anjuman e Falah e Behbood e Marizan TB Centre Rawalpindi (Organisation for the Welfare of Tuberculosis Patients), Leprosy Hospital Rawalpindi, St. Joseph Hospice Rawalpindi and House of Mercy Rawalpindi to provide monthly food rations to patients and families.

Case Study

Zafar a 44-year-old single parent lives in New Shakriyal, Islamabad with his four daughters. Family lives in a poorly constructed single room lent to him by his brother.

Until 2013 Zafar was working and happily living with his wife and daughters in their home. A road accident changed their life where he suffered life changing injuries along with his wife who sadly didn't survive. His grief and long recovery resulted in severe depression and loss of job. Financial situation deteriorated following Zafar's stroke and as a result he developed neuropsychiatric disorder.

Family was introduced to the foundation by a friend, following appraisal they have received monthly dry food rations and education support for Ansa (eldest daughter). This will hopefully keep the family nourish and girls in education until they are old enough to look after themselves and dad.

Medical assistance

Our work in the health sector is centred on providing grants to healthcare organisations that offer free treatment to those living in poverty.

Balqees Welfare Foundation helps by donating funds to hospitals offering specialist care, such as SSWAB Trust Dialysis Centre in Karachi and the REDO Eye Hospital, Rawalpindi to increase capacity and/or fund new machinery.

In addition, the charity works with local government hospital registrars to refer those in poverty and in need of medical assistance to apply for a grant from the foundation.

In the period year, the foundation supplied medical grants to 110 families directly and 7001 individuals through its partners.

Case Study

Aizaz was a driver by profession from Khewra Town, a place famous for natural mountain salt in Pothar region, Punjab, Pakistan. He has a wife and four children.

Six years ago, he suffered kidney failure and requires regular dialysis. Having exhausted his savings and unable to work, he and his family moved to a one room house near the hospital in Rawalpindi. He pays rent for the house in addition living expenses and medical fees.

Following Aizaz's application to the foundation, he and his family have been granted hardship and medical assistance enabling Aizaz to receive his dialysis treatment and for his children to remain in education.

Education

Balqees Welfare Foundation works directly with local state schools and teachers to find students looking to further their education and with charities that provide education for children with specialist needs.

During the period, the foundation has supported the education of 151 children directly and hundreds more through connecting with other registered educational charities for the benefit of those children and families who couldn't afford to pay for fees and educational materials.

The foundation works with partners such as Hasna Welfare and Development Organisation, Rawalpindi who promote education in women and people with disabilities especially living in remote and rural areas through monthly grants.

Balqees Welfare Foundation
Report of the Trustees
for the Period 11 October 2019 to 31 December 2020

OBJECTIVES AND ACTIVITIES

Case Study

Maryam is 25 years old and has been paralysed from birth, living with her parents and another paralysed sister in a poverty-stricken area of Rawalpindi. Her father is a daily wageer with no regular source of income. Unable to continue in education, Maryam dreams of being independent and supporting her family.

Following an application to a BWF funded course at Hasna, a partner institute that runs a vocational training centre in different life skill courses, Maryam has been admitted on a six month Beautician course with funded transportation from her house to the training centre.

Once she completes the course, the foundation will help her set up a small beauty parlour which will enable her to earn an independent living and support her family.

Financial hardship grants

In a country where over 70 million people live below the poverty line, with little to no aid from local and central government, it falls upon communities and charitable organisations to help those most in need.

This issue has been compounded since the coronavirus pandemic which has impacted people in many fronts, particularly, the poor and those living with disabilities. The first wave hit Pakistan in early 2020, leading to closure of businesses across the country and affecting people's livelihood. The foundation distributed additional food rations to daily wage labourer in most deprived parts of Rawalpindi and surrounding villages.

During the period 635 families benefitted on a monthly basis from hardship grants from the foundation and 1029 additional food parcels.

Case Study

Nasreen is a widow of fifteen years and has four sons who suffer from physical and mental disabilities. Since the boys have grown, she and her daughter are no longer physically capable of administering the care four adult males need and hence required a male care assistant to help the family.

With the help of monthly cash grants from Balqees Welfare Foundation, the family employs a care assistant enabling Nasreen support and for her daughter to work and provide for the family.

Investments

Balqees Welfare Foundation, Pakistan is permitted to invest donations received that are not immediately required for charitable purposes as investment in property for sustainability to support its objectives in the long term.

FINANCIAL REVIEW

In the year under review Balqees Welfare Foundation (BWF) collected donations of £6.9 million from its Donors. The trustees of the Charity work closely with its sister charity in Pakistan by providing grants. The grants provided are used to meet BWF goals. Resources expended in grants in the year ending 31st December 2020 amounted to £4.6 million. Resources are only expended after approval made by the trustees.

The charity has a tight control on its expenses. There are no staff costs in the year in review, only small amounts of administrative costing included website costs and bank charges.

The size of the charity requires the accounts to be audited. Governance costs amounted to £6,900.

Reserve Policy

It is the policy of the charity to maintain unrestricted funds, which are the free reserves of the charity, The Trustees have decided holding reserves is unnecessary. The decision is based on minimum funds required to cover the charities management and administrative and other related costs.

Balqees Welfare Foundation

Report of the Trustees for the Period 11 October 2019 to 31 December 2020

FUTURE PLANS

Overall, the charity will continue to meet its stated objectives over the next few years and will increase its focus on key development projects arising in and around Pakistan. Given the scale of poverty in Pakistan coupled with the current crisis, the Trustees have decided to increase the aid and development operations over the coming years.

Next year the charity also plans to open a primary care community health centre in Mandra, Rawalpindi in partnership with Indus hospital and health network. Facility will provide free clinic and pharmacy along with diagnostic services containing a lab, ultrasound, and triage facility. Regular public health and community programs will be arranged with expected 4600 monthly patient and 5000 community member encounters.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes as a Charitable Incorporated Charity.

Recruitment and appointment of new trustees

Our trustees are responsible for setting the strategy and are responsible in law for the running of Balqees Welfare Foundation. All the trustees, except where otherwise stated, served for the whole year:

- 1) Parvez Akhtar
- 2) Rehana Jabeen Parvez
- 3) Seeima Akhtar

The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

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 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 apply them consistently;
- observe the methods and principles in the Charities Statement of recommended Practice;
- 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 a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient 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 Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Organisational structure

Balqees Welfare Foundation is a Charitable Incorporated Organisation with the Charity Commissioner.

Balqees Welfare Foundation
Report of the Trustees
for the Period 11 October 2019 to 31 December 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

Induction and training of new trustees

Where new trustees are appointed, they are given a formal induction to the work of the charity and provided with the information they need to fulfil their roles, which includes information about the role of trustees and charity law.

New trustees are nominated by members of the board of trustees, interviewed by a panel of trustees and appointed where they have the necessary skills to contribute to the charity's management and development.

Each trustee takes responsibility for monitoring the charity's activities in specific operational areas.

On 22nd July 2021 the following Trustees were appointed through a board resolution by the Trustees board and the Chairman of Balqees Welfare Foundation:

- 1) Dr Shoukat Ali Khan
- 2) Dr Atiq-Ur-Rehman
- 3) Mohammed Najib Khan
- 4) Jawaid Iqbal Bajwa

Wider network

The charity has a registered office in London, United Kingdom and provides grants to its sister charity Balqees Welfare Foundation in Pakistan who operates on ground from its registered office in Rawalpindi and regional office in Islamabad, Pakistan.

Related parties

The charity works very closely with its sister charity in Pakistan, Balqees Welfare Foundation, registered charity number A039941. Two of the founding trustees Mr. Parvez Akhtar and Mrs. Rehana Jabeen Pervez are also major shareholders in Allied International Trading Limited, UK the main donor organisation to the UK charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

Principal address

The Birches
6A Gloucester Road
London
E11 2ED

Trustees

P Akhtar (appointed 11.10.2019)
Mrs RJ Akhtar (appointed 11.10.2019)
Mrs S Akhtar (appointed 11.10.2019)

Auditors

Alderton Accountancy Limited, Statutory Auditor
Chartered Certified Accountants
Registered Auditors
962 Eastern Avenue
Newbury Park
Ilford
Essex
IG2 7JD

Balqees Welfare Foundation

Report of the Trustees for the Period 11 October 2019 to 31 December 2020

REFERENCE AND ADMINISTRATIVE DETAILS

Bankers

Barclays Bank PLC
2 Churchill Place
London
E14 5RB

STATEMENT OF TRUSTEES' RESPONSIBILITIES

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

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 29 September 2021 and signed on its behalf by:

P. Akhtar, Director

Report of the Independent Auditors to the Trustees of Balqees Welfare Foundation

Opinion

We have audited the financial statements of Balqees Welfare Foundation (the 'charity') for the period ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020 and of its incoming resources and application of resources, for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

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

Conclusions relating to going concern

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 Report of the Independent Auditors thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether 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.

Matters on which we are required to report by exception

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

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

Report of the Independent Auditors to the Trustees of Balqees Welfare Foundation

Responsibilities of trustees

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

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

Our responsibilities for the audit of the financial statements

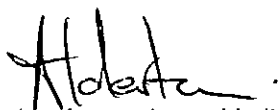
We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

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

Use of our report

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



Alderton Accountancy Limited, Statutory Auditor
Eligible to act as an auditor in terms of Section 1212 the Companies Act 2006
Chartered Certified Accountants
Registered Auditors
962 Eastern Avenue
Newbury Park
Ilford
Essex
IG2 7JD

29 September 2021

Balqees Welfare Foundation

Statement of Financial Activities for the Period 11 October 2019 to 31 December 2020

	Notes	Unrestricted funds £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	2	6,962,442	-	6,962,442
EXPENDITURE ON				
Raising funds	3	151	-	151
Charitable activities	4			
Balqees Welfare Pakistan		4,662,098	-	4,662,098
Other		6,916	-	6,916
Total		4,669,165	-	4,669,165
NET INCOME		2,293,277	-	2,293,277
TOTAL FUNDS CARRIED FORWARD		<u>2,293,277</u>	<u>-</u>	<u>2,293,277</u>

The notes form part of these financial statements

Balqees Welfare Foundation

Balance Sheet 31 December 2020

	Notes	Unrestricted funds £	Restricted fund £	Total funds £
CURRENT ASSETS				
Cash at bank		2,300,177	-	2,300,177
CREDITORS				
Amounts falling due within one year	9	(6,900)	-	(6,900)
NET CURRENT ASSETS		<u>2,293,277</u>	<u>-</u>	<u>2,293,277</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,293,277</u>	<u>-</u>	<u>2,293,277</u>
NET ASSETS		<u>2,293,277</u>	<u>-</u>	<u>2,293,277</u>
FUNDS	10			<u>2,293,277</u>
Unrestricted funds				<u>2,293,277</u>
TOTAL FUNDS				<u>2,293,277</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 29 September 2021 and were signed on its behalf by

P Akhtar, Trustee

The notes form part of these financial statements

Balqees Welfare Foundation

Cash Flow Statement for the Period 11 October 2019 to 31 December 2020

	Notes	£
Cash flows from operating activities		
Cash generated from operations	1	<u>2,300,177</u>
Net cash provided by operating activities		<u>2,300,177</u>
		<hr/>
Change in cash and cash equivalents in the reporting period		2,300,177
Cash and cash equivalents at the beginning of the reporting period		<u>-</u>
Cash and cash equivalents at the end of the reporting period		<u>2,300,177</u>

The notes form part of these financial statements

Balqees Welfare Foundation

Notes to the Cash Flow Statement for the Period 11 October 2019 to 31 December 2020

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

	£
Net income for the reporting period (as per the Statement of Financial Activities)	2,293,277
Adjustments for:	
Increase in creditors	<u>6,900</u>
Net cash provided by operations	<u><u>2,300,177</u></u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 11.10.19 £	Cash flow £	At 31.12.20 £
Net cash			
Cash at bank	<u>-</u>	<u>2,300,177</u>	<u>2,300,177</u>
	<u>-</u>	<u>2,300,177</u>	<u>2,300,177</u>
Total	<u><u>-</u></u>	<u><u>2,300,177</u></u>	<u><u>2,300,177</u></u>

The notes form part of these financial statements

Balkees Welfare Foundation

Notes to the Financial Statements for the Period 11 October 2019 to 31 December 2020

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

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

Expenditure

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

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

Allocation and apportionment of costs

In attributing costs between activity categories, the following principles are applied.

(1) Where appropriate, expenditure is allocated directly to activity cost category.

(2) Items of expenditure which contribute directly to the output of more than one activity cost category are apportioned on a reasonable, justifiable and consistent basis.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

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

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

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

True and fair override statement

We completed audit procedures to conclude on the compliance of disclosures in the annual report and accounts with applicable financial reporting requirements. These audit procedures were designed to provide reasonable assurance that the financial statements were free from fraud or error. However, detecting irregularities that result from fraud is

inherently more difficult than detecting those that result

from error, as those irregularities that result from fraud may involve collusion, deliberate concealment, forgery or intentional misrepresentations. Also, the further removed non-compliance with laws and regulations is from events and transactions reflected in the financial statements, the less likely we would become aware of it;

- The assessment of the appropriateness of the collective competence and capabilities of the engagement team

included consideration of the engagement team's:

Balqees Welfare Foundation

Notes to the Financial Statements - continued for the Period 11 October 2019 to 31 December 2020

1. ACCOUNTING POLICIES - continued

True and fair override statement

- understanding of, and practical experience with audit engagements of a similar nature and complexity through appropriate training and participation.

- knowledge of the industry in which the client operates; and

- understanding of the legal and regulatory requirements specific to the entity/regulator entity including the provisions of the applicable legislation, the regulators rules and related guidance, including guidance issued by relevant authorities that interprets those rules, the applicable statutory provisions.

- We did not identify any matters relating to non-compliance with laws and regulations. We communicated relevant laws and regulations and potential fraud risks to all engagement team members, including internal specialists, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit. No matters relating to non-compliance with laws and regulations were determined as key audit matters; and

- In assessing the potential risks of material misstatement, we obtained an understanding of:

- the entity's operations, including the nature of its revenue sources, products and services and of its objectives and strategies to understand the classes of transactions, account balances, expected financial statement disclosures and business risks that may result in risks of material misstatement; and

- the applicable regulatory framework.

2. DONATIONS AND LEGACIES

Donations

£
6,962,442

3. RAISING FUNDS

Raising donations and legacies

Website Costs

£
151

Balqees Welfare Foundation

Notes to the Financial Statements - continued for the Period 11 October 2019 to 31 December 2020

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (see note 5) £	Support costs (see note 6) £	Totals £
Balqees Welfare Pakistan	<u>4,662,058</u>	<u>40</u>	<u>4,662,098</u>

5. GRANTS PAYABLE

	£
Balqees Welfare Pakistan	<u>4,662,058</u>

The total grants paid to institutions during the period was: 4,662,058

6. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Other resources expended	16	6,900	6,916
Balqees Welfare Pakistan	<u>40</u>	<u>-</u>	<u>40</u>
	<u>56</u>	<u>6,900</u>	<u>6,956</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the period ended 31 December 2020.

Trustees' expenses

There were no trustees' expenses paid for the period ended 31 December 2020.

8. STAFF COSTS

There were no staff costs for the period ended 31 December 2020.

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

0

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

Balqees Welfare Foundation

Notes to the Financial Statements - continued for the Period 11 October 2019 to 31 December 2020

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Other creditors	£ <u>6,900</u>
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10. MOVEMENT IN FUNDS

	Net movement in funds £	At 31.12.20 £
Unrestricted funds		
General fund	2,293,277	2,293,277
TOTAL FUNDS	<u>2,293,277</u>	<u>2,293,277</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	6,962,442	(4,669,165)	2,293,277
TOTAL FUNDS	<u>6,962,442</u>	<u>(4,669,165)</u>	<u>2,293,277</u>

11. RELATED PARTY DISCLOSURES

The charity works very closely with its sister charity in Pakistan, Balqees Welfare Foundation, registered charity number A039941. Two of the founding trustees Mr. Parvez Akhtar and Mrs. Rehana Jabeen Pervaz are also major shareholders in Allied International Trading Limited, UK the main donor organisation to the UK charity.

Donations Received from:
Allied International Trading limited: £6,930,942
Parvez Akhtar: £31,500

Balqees Welfare Foundation

Detailed Statement of Financial Activities for the Period 11 October 2019 to 31 December 2020

£

INCOME AND ENDOWMENTS

Donations and legacies

Donations	<u>6,962,442</u>
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Total incoming resources	6,962,442
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EXPENDITURE

Raising donations and legacies

Website Costs	151
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Charitable activities

Grants to institutions	4,662,058
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Support costs

Finance

Bank charges	56
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Governance costs

Auditors' remuneration	6,000
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Accountancy and legal fees	<u>900</u>
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<u>6,900</u>

Total resources expended	<u>4,669,165</u>
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Net income	<u>2,293,277</u>
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This page does not form part of the statutory financial statements