

REGISTERED COMPANY NUMBER: CE019166 (England and Wales)
REGISTERED CHARITY NUMBER: 1185768

Report of the Trustees and
Audited Financial Statements
for the Year Ended 31 December 2021
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

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Balqees Welfare Foundation
Report of the Trustees
for the Year Ended 31 December 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2021. 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 system, takes 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. The foundation also provides grants to individuals below the poverty line and charitable organisations engaged in education and healthcare sectors. We are for humanity - secular and non-political.

Objective

Balqees Welfare Foundation (BWF) continues to serve impoverished individuals with the aim to provide food, medical assistance, educational support and cash grants to the people living within its targeted geographical areas. Through direct and indirect intervention via credible, collaborative partnerships, BWF strives to meet the following objectives:

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 a charitable organisation working around Education, Poverty alleviation and Health.

Balqees Welfare Foundation, Pakistan does the operational work on the ground and develops partnerships with other charities who are of similar vision to carry out the objectives. The charity follows a robust due diligence process to ensure the right partners and beneficiaries are selected. This involves collecting information about key stakeholders, signing collaboration agreements, and receiving progress reports. Donors from the UK are aware that the donations they make will be used to execute our mission via Balqees Welfare Foundation, Pakistan.

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 objectives 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 Year Ended 31 December 2021

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 dry food packages for households which are then distributed through our own activity or via the charitable organisations we support. Beneficiaries are inducted into the food programme following a verification process and progress is reviewed at regular intervals. In addition to this BWF created and distributed 1,300 dry food packages especially for the Holy Month of Ramadan.

At the time of reporting, 516 families living below the poverty line, suffering from undernutrition and/or malnutrition hunger, are directly benefiting from our food program on a monthly basis.

The foundation also works with other registered charities such as 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 dry food packages for patients and families.

Case Study

Haroon is a 42-year-old man. He lost his leg a few years ago in a car accident. He was the only source of income for his family. He has been bed bound since then and unable to work at all due to multiple illnesses. He lives in a very remote area of Islamabad, Jagioth (small village near to Islamabad). Due to extreme poverty, he was not able to feed his family and meet living expenses. Prior to BWF Intervention, his family was surviving on day-to-day help. Considering their deteriorating finances, the BWF has taken them into its food program. Now, a monthly dry food package is supplied to the family, which provides them a healthy diet and peace of mind. He is very grateful to BWF for the support he is getting.

Medical assistance

Our work in the health sector is centred on providing grants to individuals and 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 Pakistan Kidney Patient Association to increase capacity and/or fund new equipment.

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 hardship grant from the foundation.

In the period year, the foundation supplied medical grants to 31 families.

Case Study

Raqab, is an 18-year-old boy who hails from the remote and poverty-stricken area of Skardu. His father died a year ago. After his father's death he became sick and got multiple diseases. He was brought to Islamabad for treatment.

After initial examination it was found out that he was suffering from a heart problem, brain tuberculosis and hepatitis. Medical care was provided by the doctors, but doctors informed BWF that he is in a very critical situation and will not survive longer if he is not treated and cared for properly. He entered a coma for three months. The cost of treatment and living in Islamabad was beyond their capacity so BWF has been bearing all of his medical expenses for the last 7 months and the foreseeable future. Along with funding his treatment, BWF have also provided him with a wheelchair and basic utilities of living i.e., medicated mattress, adult pampers and monthly dry food. With the proper care and medical attention an improvement has been seen in his health. Gradually, he is improving, and we hope that soon he'll be able to reunite with his loved ones. His family greatly acknowledges the support of BWF in saving his life.

Education

Balqees Welfare Foundation works directly with local state schools and teachers to identify students living in poverty 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 33 children directly and hundreds more through connecting with other registered educational charities for the benefit of those children and families who can't afford to pay for fees and educational materials.

Balqees Welfare Foundation
Report of the Trustees
for the Year Ended 31 December 2021

OBJECTIVES AND ACTIVITIES

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

Case Study

40 years old Saiqa, is a Hasna & BWF beneficiary, living in Rawalpindi. Her income was not sufficient to meet the financial needs of the family. Saiqa was associated with Hasna for around six months and during that tenure she completed a fully funded beautician course. After completion of her course, she was skilled enough to start her own small venture from home and now she owns a small salon. Saiqa said, "she owes her success to the cooperative and diligent staff of Hasna and the support of BWF. The secure and trustworthy environment gave me confidence to persuade twenty other women to approach Hasna". Her story is an example that women can be empowered by making them financially capable to earn their living.

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.

During this financial period, the continuing deterioration of economic conditions in Pakistan has resulted in unprecedented price hikes in food and fuel creating a desperate cost of living crisis. The foundation therefore experienced an increased demand for financial hardship grants.

During the period, 45 families benefitted on a monthly basis from hardship grants from the foundation.

Case Study

Tahira, age 34, is a disabled woman. She lives with her younger sister and brother. All siblings are disabled by birth. They can't walk or work due to severe weakness and multiple deficiencies. Their father, the only source of income died due to a heart attack so her mother started working in houses day and night as a housemaid to feed her kids and bear their medical expenses. Despite her hard work, it was never enough to meet their expenses. Due to the tireless efforts and unrest, her health was badly affected and it was only matter of time that she got cancer and subsequently died three years ago leaving her children helpless. BWF came to know about Tahira and her siblings two years ago. After the initial verification BWF decided to help them financially so that they can meet their expenses without having to beg others to earn their livings. Due to recent inflation BWF now also provides them with a monthly dry food package.

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.

STRATEGIC REPORT

In the year under review Balqees Welfare Foundation (BWF) collected donations of £1,352,362 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 2021 amounted to £1,529,000, 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 including bank charges.

The size of the charity requires the accounts to be audited. Governance costs amounted to £4,800.

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 Year Ended 31 December 2021

STRATEGIC REPORT

Principal funding sources

Principal funding source for the charity is Allied International Trading Ltd, a business setup by Mr. & Mrs. Akhtar who are also the founding trustees of the charity.

The trustees of the Charity give their time freely and receive no remuneration for their services.

The charity also has support of volunteers to assist with delivering its object particularly with administrative and operational duties.

Reserve policy

It is the policy of the charity to maintain unrestricted funds, which are the free reserves of the charity, at a level which equates to approximately three to five months unrestricted expenditure. This provides sufficient funds to cover management and administrative and other related costs. Unrestricted funds were maintained above this level throughout the period.

Future plans

BWF expects an increase in its funds in the upcoming year which will allow it to expand its existing programs. The food program will remain the main focus of its operations, but it will also allocate additional funds for education, medical and hardship programs. This includes the exploration of more vocational training and skill development programs in collaboration with existing and new partner organisations. In the medical program, BWF will explore the options of collaboration with government hospitals for their infrastructural development and helping them overcome current challenges.

At time of reporting, Pakistan is still reeling from the effects of the devastating floods across the country. BWF is setting up a new program to work with relief organisations to help with the rebuild and rehabilitation of the affected areas.

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.

Balqees Welfare Foundation
Report of the Trustees
for the Year Ended 31 December 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

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 Pervez
- 3) Seeima Akhtar
- 4) Dr Shoukat Ali Khan (22/07/2021)
- 5) Dr Atiq-Ur-Rehman (22/07/2021)
- 6) Mohammed Najib Khan (22/01/2021)
- 7) Jawaid Iqbal Bajwa (22/07/2021)

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.

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.

Balqees Welfare Foundation
Report of the Trustees
for the Year Ended 31 December 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

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 Pervaz are also major shareholders in Allied International Trading Limited, UK the main donor organisation to the UK charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

CE019166 (England and Wales)

Registered Charity number

1185768

Registered office

The Birches
6A Gloucester Road
London
E11 2ED

Trustees

P Akhtar
Mrs RJ Pervaz
Mrs S Akhtar
M N Khan (appointed 22.7.2021)
Dr S A Khan (appointed 22.7.2021)
J I Bajwa (appointed 22.7.2021)
Dr A Rehman (appointed 22.7.2021)

Auditors

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

Bankers

Barclays Bank PLC
2 Churchill Place
London
E14 5RB

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Balqees Welfare Foundation for the purposes of company law) 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).

Balqees Welfare Foundation
Report of the Trustees
for the Year Ended 31 December 2021

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 charitable company 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 charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Jamil Raja, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 31 October 2022 and signed on the board's behalf by:

Mrs RJ Pervez - Trustee



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

Opinion

We have audited the financial statements of Balqees Welfare Foundation (the 'charitable company') for the year ended 31 December 2021 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 charitable company's affairs as at 31 December 2021 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 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

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

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; 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 (who are also the directors of the charitable company for the purposes of company law) 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 charitable company'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 charitable company 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

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 charitable company'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 charitable company'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 charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



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

31 October 2022

Balqees Welfare Foundation
Statement of Financial Activities
for the Year Ended 31 December 2021

				Year ended 31.12.21 Total funds £	Period 11.10.19 to 31.12.20 Total funds £
	Notes	Unrestricted funds £	Restricted fund £		
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	1,352,362	-	1,352,362	6,962,442
EXPENDITURE ON					
Raising funds	3	-	-	-	151
Charitable activities	4				
Balqees Welfare Pakistan		1,525,050	-	1,525,050	4,662,098
Just Giving		4,000	-	4,000	-
Other		1,500	-	1,500	6,916
Total		1,530,550	-	1,530,550	4,669,165
NET INCOME/(EXPENDITURE)		(178,188)	-	(178,188)	2,293,277
RECONCILIATION OF FUNDS					
Total funds brought forward		2,293,277	-	2,293,277	-
TOTAL FUNDS CARRIED FORWARD		2,115,089	-	2,115,089	2,293,277

The notes form part of these financial statements

Balqees Welfare Foundation

Balance Sheet 31 December 2021

	Notes	Unrestricted funds £	Restricted fund £	2021 Total funds £	2020 Total funds £
CURRENT ASSETS					
Cash at bank		2,123,489	-	2,123,489	2,300,177
CREDITORS					
Amounts falling due within one year	11	(8,400)	-	(8,400)	(6,900)
NET CURRENT ASSETS		<u>2,115,089</u>	<u>-</u>	<u>2,115,089</u>	<u>2,293,277</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,115,089</u>	<u>-</u>	<u>2,115,089</u>	<u>2,293,277</u>
NET ASSETS		<u>2,115,089</u>	<u>-</u>	<u>2,115,089</u>	<u>2,293,277</u>
FUNDS	12				
Unrestricted funds				2,115,089	2,293,277
TOTAL FUNDS				<u>2,115,089</u>	<u>2,293,277</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2021.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

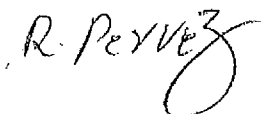
The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

The financial statements were approved by the Board of Trustees and authorised for issue on 31 October 2022 and were signed on its behalf by:

RJ Pervez - Trustee



The notes form part of these financial statements

Balqees Welfare Foundation
Cash Flow Statement
for the Year Ended 31 December 2021

		Year ended 31.12.21 £	Period 11.10.19 to 31.12.20 £
	Notes		
Cash flows from operating activities			
Cash generated from operations	1	(176,688)	2,300,177
Net cash (used in)/provided by operating activities		(176,688)	2,300,177
 Change in cash and cash equivalents in the reporting period		 (176,688)	 2,300,177
Cash and cash equivalents at the beginning of the reporting period		2,300,177	-
 Cash and cash equivalents at the end of the reporting period		 2,123,489	 2,300,177

The notes form part of these financial statements

Balqees Welfare Foundation

**Notes to the Cash Flow Statement
for the Year Ended 31 December 2021**

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Year ended 31.12.21 £	Period 11.10.19 to 31.12.20 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(178,188)	2,293,277
Adjustments for:		
Increase in creditors	1,500	6,900
Net cash (used in)/provided by operations	<u>(176,688)</u>	<u>2,300,177</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.21 £	Cash flow £	At 31.12.21 £
Net cash			
Cash at bank	2,300,177	(176,688)	2,123,489
	<u>2,300,177</u>	<u>(176,688)</u>	<u>2,123,489</u>
Total	<u>2,300,177</u>	<u>(176,688)</u>	<u>2,123,489</u>

The notes form part of these financial statements

Balqees Welfare Foundation

Notes to the Financial Statements for the Year Ended 31 December 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

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 2019)', 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.

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 corporation 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 Year Ended 31 December 2021

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/regulated 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

	Year ended 31.12.21 £	Period 11.10.19 to 31.12.20 £
Donations	<u>1,352,362</u>	<u>6,962,442</u>

3. RAISING FUNDS

Raising donations and legacies

	Year ended 31.12.21 £	Period 11.10.19 to 31.12.20 £
Website Costs	<u>-</u>	<u>151</u>

Balqees Welfare Foundation

Notes to the Financial Statements - continued for the Year Ended 31 December 2021

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (see note 5) £	Support costs (see note 6) £	Totals £
Balqees Welfare Pakistan	1,525,000	50	1,525,050
Just Giving	4,000	-	4,000
	<u>1,529,000</u>	<u>50</u>	<u>1,529,050</u>

5. GRANTS PAYABLE

	Year ended 31.12.21 £	Period 11.10.19 to 31.12.20 £
Balqees Welfare Pakistan	1,525,000	4,662,058
Just Giving	4,000	-
	<u>1,529,000</u>	<u>4,662,058</u>

The total grants paid to institutions during the period was: 1,997,150

6. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Other resources expended	-	1,500	1,500
Balqees Welfare Pakistan	50	-	50
	<u>50</u>	<u>1,500</u>	<u>1,550</u>

7. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	Year ended 31.12.21 £	Period 11.10.19 to 31.12.20 £
Auditors' remuneration	1,000	6,000

Balqees Welfare Foundation

Notes to the Financial Statements - continued for the Year Ended 31 December 2021

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the period ended 31 December 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the period ended 31 December 2020.

9. STAFF COSTS

There were no staff costs for the year ended 31 December 2021 nor for the period ended 31 December 2020.

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

	Year ended 31.12.21	Period 11.10.19 to 31.12.20
	<u> </u>	<u> </u>

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

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	6,962,442	-	6,962,442
EXPENDITURE ON			
Raising funds	151	-	151
Charitable activities			
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	2,293,277	-	2,293,277

Balqees Welfare Foundation

Notes to the Financial Statements - continued for the Year Ended 31 December 2021

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Accrued expenses	<u>8,400</u>	<u>6,900</u>

12. MOVEMENT IN FUNDS

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	2,293,277	(178,188)	2,115,089
TOTAL FUNDS	<u>2,293,277</u>	<u>(178,188)</u>	<u>2,115,089</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,352,362	(1,530,550)	(178,188)
TOTAL FUNDS	<u>1,352,362</u>	<u>(1,530,550)</u>	<u>(178,188)</u>

Comparatives for 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>

Balqees Welfare Foundation

Notes to the Financial Statements - continued for the Year Ended 31 December 2021

12. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
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>

13. 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 Pervez 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: £1,359,262

Balqees Welfare Foundation
Detailed Statement of Financial Activities
for the Year Ended 31 December 2021

	Year ended 31.12.21 £	Period 11.10.1 to 31.12.20 £	9
INCOME AND ENDOWMENTS			
Donations and legacies			
Donations	1,352,362	6,962,442	
Total incoming resources	1,352,362	6,962,442	
EXPENDITURE			
Raising donations and legacies			
Website Costs	-	151	
Charitable activities			
Grants to institutions	1,529,000	4,662,058	
Support costs			
Finance			
Bank charges	50	56	
Governance costs			
Auditors' remuneration	1,000	6,000	
Accountancy and legal fees	500	900	
	1,500	6,900	
Total resources expended	1,530,550	4,669,165	
Net (expenditure)/Income	(178,188)	2,293,277	

This page does not form part of the statutory financial statements