

Sunnah Welfare Trust Ltd

Charity No. 1185843

Company No. 11516079

Trustees' Report and Unaudited Accounts

31 August 2023

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Sunnah Welfare Trust Ltd

The trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the unaudited financial statements of the charity for the year ended 31 August 2023.

REFERENCE AND ADMINISTRATIVE DETAILS

Company No. 11516079

Charity No. 1185843

Principal Office

250 Wednesbury Road

Walsall

West Midlands

WS2 9QN

Address Line 5

Registered Office

250 Wednesbury Road

Pleck

Walsall

West Midlands

WS2 9QN

Directors and Trustees

The Directors of the charitable company are its Trustees for the purposes of charity law.

The following Directors and Trustees served during the year:

A.Z. Khalid

A.W. Munir

B. Munir

Key Management Personnel

Chair

Mr Badar Munir

Senior Trustee

Mr Abdul Wahid Munir

Accountants

S I Ahmed & Co

238 Wednesbury Road

Walsall

West Midlands

WS2 9QN

Bankers

Lloyds Bank Plc

Notting Hill Gate Branch

25 Gresham Street

London

Sunnah Welfare Trust Ltd

Trustees Annual Report

EC2V 7HN

Address Line 5

Investment Advisors

Address Line 5

OBJECTIVES AND ACTIVITIES

The purpose of the charity as set out in its governing document is as follows: The relief of those in need, by reason of youth, age, ill health, financial hardship, unemployment or other disadvantage in the UK and worldwide for the public benefit through explaining and encouraging the giving of alms and charity.

The main activities undertaken in relation to those purposes

Financial assistance given to those in financial hardship. Ground work was also undertaken by the Trustees in identifying and sourcing the purchase of an ambulance to help assist deprived people in rural areas of Pakistan in bringing their sick and elderly to hospitals without charge. The following additional activities were carried out in the year to support the objectives:

Overseas Student Support

Handpumps and water filtration units provided in Pakistan

Handpumps provided in Sierra Leone

Ambulance running support in Pakistan

Food aid

ACHIEVEMENTS AND PERFORMANCE

The charity achieved several of its objectives in the year as highlighted in the financial results attached.

FINANCIAL REVIEW

The Charity received total donations of £40,497 in the year and from this generated a surplus of £8,797 over expenditure.

PLANS FOR FUTURE PERIODS

The Trustees are looking into to increase donations from the public in the coming year and to help provide education to students living in rural areas of Pakistan. The Trustees are also looking to expand charitable activities generally around the world

The Trustees are responsible for keeping proper accounting records that 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 Companies Act 2006. The Trustees are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

The above report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime as set out in Part 15 of the Companies Act 2006 and in accordance with the Charities SORP (FRS 102).

Signed on behalf of the board

A.W. Munir

Trustee

13 February 2024

Independent Examiner's Report to the trustees of Sunnah Welfare Trust Ltd

I report to the charity trustees on my examination of the financial statements of Sunnah Welfare Trust Ltd for the year ended 31 August 2023.

Responsibilities and basis of report

As the charity's trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act).

Having satisfied myself that the financial statements of the Charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's financial statements as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

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

- accounting records were not kept in accordance with section 386 of the 2006 Act ; or
- the financial statements do not accord with those records; or
- the financial statements do not comply with the accounting requirements under section 396 of the 2006 Act other than any requirement that the financial statements give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Mr Syed Imtiaz Ahmed FMAAT, FAIA
S I Ahmed & Co
238 Wednesbury Road
Walsall
West Midlands

WS2 9QN
13 February 2024

Sunnah Welfare Trust Ltd
Statement of Financial Activities
for the year ended 31 August 2023

	Notes	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income and endowments from:				
Donations and legacies	4	40,497	40,497	48,075
Total		40,497	40,497	48,075
Expenditure on:				
Charitable activities	5	24,026	24,026	37,640
Other	6	1,367	1,367	1,638
Total		25,393	25,393	39,278
Net gains on investments		-	-	-
Net income		15,104	15,104	8,797
Transfers between funds		-	-	-
Net income before other gains/(losses)		15,104	15,104	8,797
Other gains and losses				
Net movement in funds		15,104	15,104	8,797
Reconciliation of funds:				
Total funds brought forward		28,511	28,511	19,714
Total funds carried forward		43,615	43,615	28,511

Sunnah Welfare Trust Ltd
Summary Income and Expenditure Account
for the year ended 31 August 2023

	2023 £	2022 £
Income	40,497	48,075
Gross income for the year	<u>40,497</u>	<u>48,075</u>
Expenditure	25,019	38,896
Interest payable	374	382
Total expenditure for the year	<u>25,393</u>	<u>39,278</u>
Net income before tax for the year	<u>15,104</u>	<u>8,797</u>
Net income for the year	<u><u>15,104</u></u>	<u><u>8,797</u></u>

Sunnah Welfare Trust Ltd

Balance Sheet

at 31 August 2023

Company No. 11516079	Notes	2023 £	2022 £
Current assets			
Cash at bank and in hand		57,182	46,078
		<u>57,182</u>	<u>46,078</u>
Creditors: Amount falling due within one year	8	(900)	(900)
Net current assets		<u>56,282</u>	<u>45,178</u>
Total assets less current liabilities		56,282	45,178
Creditors: Amounts falling due after more than one year	9	(12,667)	(16,667)
Net assets excluding pension asset or liability		<u>43,615</u>	<u>28,511</u>
Total net assets		<u><u>43,615</u></u>	<u><u>28,511</u></u>
The funds of the charity			
Restricted funds	10		
Unrestricted funds	10		
General funds		43,615	28,511
		<u>43,615</u>	<u>28,511</u>
Reserves	10		
Total funds		<u><u>43,615</u></u>	<u><u>28,511</u></u>

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

For the year ended 31 August 2023 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

Approved by the board on 13 February 2024

And signed on its behalf by:

A.W. Munir

Trustee

13 February 2024

Sunnah Welfare Trust Ltd
Statement of Cash flows
for the year ended 31 August 2023

	2023 £	2022 £
Cash flows from operating activities		
Net income per Statement of Financial Activities	15,104	8,797
Net cash provided by operating activities	<u>15,104</u>	<u>8,797</u>
Net cash from investing activities	<u>-</u>	<u>-</u>
Cash flows from financing activities		
Repayment of borrowings	(4,000)	(3,333)
Net cash used in financing activities	<u>(4,000)</u>	<u>(3,333)</u>
Net increase in cash and cash equivalents	11,104	5,464
Cash and cash equivalents at the beginning of the year	46,078	40,614
Cash and cash equivalents at the end of the year	<u>57,182</u>	<u>46,078</u>
Components of cash and cash equivalents		
Cash and bank balances	57,182	46,078
	<u>57,182</u>	<u>46,078</u>

1 Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Change in basis of accounting or to previous accounts

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

Fund accounting

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

Income

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

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

Taxation

The charity is exempt from corporation tax on its charitable activities.

Freehold investment property

Investment properties are measured initially at cost and subsequently at fair value at each balance sheet date and are not depreciated. All gains or losses are taken to the Statement of Financial Activities as they arise.

Stocks

Stock is included at the lower of cost or net realisable value. Donated items of stock are recognised at fair value which is the amount the charity would have been willing to pay for the items on the open market.

Trade and other debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash and cash equivalents

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

Trade and other creditors

Short term creditors are measured at the transaction price. Other creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Research and development

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

Foreign currencies

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

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

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

Leased assets

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

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

Assets held under finance leases are initially recognised as assets of the charity at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet date as a finance lease obligation.

Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the charity's policy on borrowing costs.

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

Operating lease payments are recognised as an expense on a straight-line basis over the lease term.

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

Pension costs

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

Receipt of donated goods, facilities and services

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

2 Company status

The company is a private company limited by guarantee and consequently does not have share capital.

3 Statement of Financial Activities - prior year

	Unrestricted funds 2022 £	Total funds 2022 £
Income and endowments from:		
Donations and legacies	48,075	48,075
Total	<u>48,075</u>	<u>48,075</u>
Expenditure on:		
Charitable activities	37,640	37,640
Other	1,638	1,638
Total	<u>39,278</u>	<u>39,278</u>
Net income	<u>8,797</u>	<u>8,797</u>
Net income before other gains/(losses)	8,797	8,797
Other gains and losses:		
Net movement in funds	<u>8,797</u>	<u>8,797</u>
Reconciliation of funds:		
Total funds brought forward	19,714	19,714
Total funds carried forward	<u>28,511</u>	<u>28,511</u>

4 Income from donations and legacies

Unrestricted	Total 2023	Total 2022
£	£	£
40,497	40,497	48,075
<u>40,497</u>	<u>40,497</u>	<u>48,075</u>

5 Expenditure on charitable activities

	Unrestricted	Total 2023	Total 2022
	£	£	£
<i>Expenditure on charitable activities</i>			
Ambulance Support and running costs	13,315	13,315	5,790
Overseas student support	484	484	188
Hand pumps and water filtration units - Pakistan	10,227	10,227	31,662
<i>Governance costs</i>			
	<u>24,026</u>	<u>24,026</u>	<u>37,640</u>

6 Other expenditure

	Unrestricted	Total 2023	Total 2022
	£	£	£
Other interest payable	374	374	382
General administrative costs	93	93	356
Legal and professional costs	900	900	900
	<u>1,367</u>	<u>1,367</u>	<u>1,638</u>

7 Staff costs

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

8 Creditors:

amounts falling due within one year

	2023	2022
	£	£
Accruals	900	900
	<u>900</u>	<u>900</u>

9 Creditors:

amounts falling due after more than one year

	2023	2022
	£	£
Bank loans and overdrafts	12,667	16,667
	<u>12,667</u>	<u>16,667</u>

10 Movement in funds

	At 1 September 2022	Incoming resources (including other gains/losses) £	Resources expended £	At 31 August 2023 £
Restricted funds:				
Unrestricted funds:				
General funds	28,511	40,497	(25,393)	43,615
	<u>28,511</u>	<u>40,497</u>	<u>(25,393)</u>	<u>43,615</u>
Total funds	<u>28,511</u>	<u>40,497</u>	<u>(25,393)</u>	<u>43,615</u>

11 Analysis of net assets between funds

	Unrestricted funds £	Total £
Net current assets	56,282	56,282
Creditors due in more than one year and provisions	(12,667)	(12,667)
	<u>43,615</u>	<u>43,615</u>

12 Reconciliation of net debt

	At 1 September 2022 £	Cash flows £	At 31 August 2023 £
Cash and cash equivalents	46,078	11,104	57,182
	<u>46,078</u>	<u>11,104</u>	<u>57,182</u>
Bank loans	(16,667)	4,000	(12,667)
	<u>(16,667)</u>	<u>4,000</u>	<u>(12,667)</u>
Net debt	<u>29,411</u>	<u>15,104</u>	<u>44,515</u>

13 Related party disclosures

Controlling party

The company is limited by guarantee and has no share capital; thus no single party controls the company.

Sunnah Welfare Trust Ltd
Detailed Statement of Financial Activities
for the year ended 31 August 2023

	Unrestricted funds 2023 £	Total funds 2023 £	Total funds 2022 £
Income and endowments from:			
Donations and legacies	40,497	40,497	48,075
	<u>40,497</u>	<u>40,497</u>	<u>48,075</u>
Total income and endowments	40,497	40,497	48,075
Expenditure on:			
Charitable activities			
Ambulance Support and running costs	13,315	13,315	5,790
Overseas student support	484	484	188
Hand pumps and water filtration units - Pakistan	10,227	10,227	31,662
	<u>24,026</u>	<u>24,026</u>	<u>37,640</u>
Total of expenditure on charitable activities	24,026	24,026	37,640
Other expenditure			
Other interest payable	374	374	382
	<u>374</u>	<u>374</u>	<u>382</u>
General administrative costs, including depreciation and amortisation			
Bank charges	19	19	-
Information and publications	74	74	356
	<u>93</u>	<u>93</u>	<u>356</u>
Legal and professional costs			
Accountancy and bookkeeping	900	900	900
	<u>900</u>	<u>900</u>	<u>900</u>
Total of expenditure of other costs	<u>1,367</u>	<u>1,367</u>	<u>1,638</u>
Total expenditure	25,393	25,393	39,278
Net gains on investments	-	-	-
	<u>15,104</u>	<u>15,104</u>	<u>8,797</u>
Net income			
Net income before other gains/(losses)	15,104	15,104	8,797
Other Gains	-	-	-
	<u>15,104</u>	<u>15,104</u>	<u>8,797</u>
Net movement in funds	<u>15,104</u>	<u>15,104</u>	<u>8,797</u>
Reconciliation of funds:			

Sunnah Welfare Trust Ltd
Detailed Statement of Financial Activities

Total funds brought forward	28,511	28,511	19,714
Total funds carried forward	<u>43,615</u>	<u>43,615</u>	<u>28,511</u>