



# RAHAMKAR FOUNDATION

Helping Humanity

**RAHAMKAR FOUNDATION CIO**  
(A CHARITABLE INCORPORATED ORGANISATION)

**REPORT AND FINANCIAL STATEMENTS**  
**FOR THE PERIOD ENDED 31 MARCH 2022**

**Charity Registration No. 1188819**

**RAHAMKAR FOUNDATION CIO**

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**FOR THE YEAR ENDED 31 MARCH 2022**

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**RAHAMKAR FOUNDATION CIO**

**LEGAL AND ADMINISTRATIVE INFORMATION  
FOR THE YEAR ENDED 31 MARCH 2022**

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**Trustees** Mohammed Hanif  
Mohammad Ansari

**Principal Address** 65 Lakey Lane  
Birmingham  
B28 9DS

**Charity Number** 1188819

**Bankers** Metro Bank  
85 – 88 High Street  
Birmingham  
B4 7TE

The Trustees present their report and financial statements for the year ended 31 March 2022. The Trustees confirm that the Annual report and financial statements of the charity comply with the current statutory requirements, the requirements of the charity's governing document and the provisions of the Statement of Recommended Practice (SORP) "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) (effective 01 January 2019).

### **Structure, governance and management**

#### *Governing document/Constitution*

The organisation is a Charitable Incorporated Organisation (CIO). The charity was established by Constitution signed on 05 March 2020 and registered with the Charity Commission on 31 March 2020, under number 1188819.

#### *Tax status*

The charity is registered as a CIO and is therefore exempt from corporation tax and income tax.

#### *Recruitment and training of trustees*

The Board of Trustees currently consists of two members who were recruited due to their commitment and expertise. Role descriptions, where applicable, are issued to each Trustee and a full induction is given setting out the obligations of a Trustee. The list of current Trustees can be found on page 2 of this document.

#### *Organisational structure*

The Charity is principally based in Birmingham but intends to work with organisations across the United Kingdom and abroad. The Trustees are responsible for the governance of the Charity, and the day-to-day management is performed by the Trustees and volunteers.

#### *Key risks and uncertainties*

The Trustees actively review the major risks which the Charity faces on a regular basis, in particular those relating to its operations and finances. They are satisfied that systems are in place to mitigate the charity's exposure to the major risks. The risk management strategy comprises:

- A regular review of the risks which the Charity may face;
- The adequacy of current systems and procedures to mitigate those risks identified in the strategy; and
- The implementation of procedures designed to minimise any potential risk on the Charity should any of those risks materialise.

The strategy is reviewed regularly by the Trustees.

**Aims, objectives and activities**

*Aims, objectives and intended impacts*

**Objects:**

*To advance the Islamic faith in the UK and abroad, for the benefit of the public, in particular but not exclusively, through the holding of prayer meetings, lectures, and producing and/or distributing literature (printed or online) on Islam to enlighten others about the faith. We will also look to help the poor and needy and promote religious and racial harmony as an expression of our faith.*

*Public benefit statement*

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

- That the aims of the Charity continue to be charitable;
- That the aims and work done give identifiable benefits to the charitable sector and both indirectly and directly to individuals in need;
- That the benefits are for the public, are not unreasonably restricted in any way and certainly not by ability to pay
- That there is no detriment or harm arising from the aims or activities.

*Review of achievements and performance for the period*

In its second year running, the Charity has started some small collection of donations, mainly from the Trustees but has not formally started delivering any work yet.

This is mainly because of the fact that the UK went into lockdown the same week the Charity received its registration confirmation and since then Covid restrictions have continued on and off restricting meeting face-to-face and limited the chances of starting our meetings for prayers and classes.

## **Financial review**

### *Principal sources of funding*

The principal source of funding for the Charity is from individual donors. Voluntary donations received in the period amounted to £1,139 (2020-21: £1,733). Costs were kept under rigid control during the period and monitored regularly.

### *Reserves Policy*

The Charity holds unrestricted funds which have been provided to the charity via donations and charitable activities. Under the terms of the donations, the charity must retain the assets in perpetuity and can only use the income to support its charitable activities.

The unrestricted funds represent income earned but not yet utilised in supporting charitable activities. At 31 March 2022, the charity held reserves of £244 (2021: £307) as unrestricted and undesignated free reserves. Restricted reserves at the end of the year amount to £2,001 (2021: £1,001).

### *Going Concern*

The Charity has made an inflow in both the prior and current year and intends to an inflow in the next year also. Currently the Charity has no significant contractual expenditure or commitments. After making further appropriate enquiries and gaining assurances over income levels in the future, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

## **Future plans**

The Trustees intend to grow its volunteer base and support and then begin prayer meetings and some Islamic educational classes in the local Birmingham area.

It is also looking to start funding some work for the needy abroad but is looking for an appropriate project to support.

**TRUSTEES' REPORT  
FOR THE YEAR ENDED 31 MARCH 2022**

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**Statement of Trustees' responsibilities**

The Trustees are required to prepare financial statements for each financial year in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which give a true and fair view of the state of affairs of the Charity and the incoming resources and application of resources, including the net income and expenditure for the year. In preparing those financial statements, the Trustees are required to:

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

The Trustees are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and which enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and all other applicable law. 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.

**Accounts preparation**

The Trustees confirm that the accounts comply with current statutory requirements, and with those of the governing instrument.

This report was approved by the Trustees on 31 January 2023 and signed on their behalf, by:



**Mohammad Ansari**

Trustee

**RAHAMKAR FOUNDATION CIO**

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2022**

		<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total 2022 £</b>	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total 2021 £</b>
	<b>Note</b>						
<b>Income from:</b>							
Donations and legacies	2	<b>139</b>	<b>1,000</b>	<b>1,139</b>	732	1,001	1,733
<b>Total income</b>		<b>139</b>	<b>1,000</b>	<b>1,139</b>	732	1,001	1,733
<b>Expenditure on:</b>							
Charitable activities	3	<b>202</b>	-	<b>202</b>	425	-	425
<b>Total expenditure</b>		<b>202</b>	-	<b>202</b>	425	-	425
<b>Net income/(expenditure) before transfer</b>		<b>(63)</b>	<b>1,000</b>	<b>937</b>	307	1,001	1,308
<b>Transfers between funds</b>		-	-	-	-	-	-
<b>Net movement in funds</b>		<b>(63)</b>	<b>1,000</b>	<b>937</b>	307	1,001	1,308
<b>Reconciliation of funds</b>							
Total funds brought forward		<b>307</b>	<b>1,001</b>	<b>1,308</b>	-	-	-
<b>Total funds carried forward</b>		<b>244</b>	<b>2,001</b>	<b>2,245</b>	307	1,001	1,308

The notes on pages 10 to 14 form part of these financial statements.



**RAHAMKAR FOUNDATION CIO****BALANCE SHEET****AS AT 31 MAY 2022**

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		2022	2021
	Note	£	£
<b>Current assets</b>			
Cash at bank and in-hand	10	<b>2,245</b>	1,308
		<hr/>	<hr/>
<b>Net current assets</b>		<b>2,245</b>	1,308
		<hr/>	<hr/>
<b>Net assets</b>		<b>2,245</b>	1,308
		<hr/>	<hr/>
<b>Funds</b>			
Unrestricted funds: General reserve	5	<b>244</b>	307
Restricted funds	5	<b>2,001</b>	1,001
		<hr/>	<hr/>
		<b>2,245</b>	1,308
		<hr/>	<hr/>

The notes on pages 10 to 14 form part of these financial statements.

The financial statements were approved by the Trustees on 31 January 2023 & signed on their behalf, by:



**Mohammad Ansari**  
Trustee

**RAHAMKAR FOUNDATION CIO**

**CASH FLOW STATEMENT  
FOR THE YEAR ENDED 31 MARCH 2022**

	Note	2022 £	2021 £
<b>Cash flows from operating activities:</b>			
<b>Net cash provided by operating activities</b>	9	<b>937</b>	1,308
		<hr/>	<hr/>
Increase / (decrease) in cash & cash equivalents in the reporting period		<b>937</b>	1,308
		<hr/>	<hr/>
Cash & cash equivalents at the beginning of the reporting period		<b>1,308</b>	-
		<hr/>	<hr/>
<b>Cash &amp; cash equivalents at the end of the reporting period</b>	10	<b>2,245</b>	1,308
		<hr/>	<hr/>

The notes on pages 10 to 14 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

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**1. Accounting policies**

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 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

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

The following principal accounting policies have been applied:

***a) Incoming resources***

Income includes the total funds received during the period and comprises donations collected directly or by volunteers and income from fundraising events. Income is recognised in the period in which the charity is entitled to receipt and the amount can be measured with reasonable certainty.

Income tax reclaimable under the Gift Aid Scheme is recognised on an accruals basis once income is considered probable.

Donors are given the option to restrict their donation when it is made. Any Gift Aid claimed on restricted donations is classed as unrestricted income.

***b) Resources expended and basis of allocation***

Expenditure is included when incurred and has been shown in the Statement of Financial Activities inclusive of non-recoverable Value Added Tax.

Expenditure on operational programmes is recognised in the period in which it is incurred.

Currently all costs are directly attributable to specific activities, but where required, certain shared costs will be apportioned to general funds and activities in furtherance of the objects of the Charity.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

1. Accounting policies (cont.)

**c) Funds accounting**

Funds held by the charity are:

*Unrestricted funds* - These are funds which can be used in accordance with the charitable objects at the discretion of the Trustees.

*Designated funds* – These are unrestricted funds earmarked by the trustees for particular purposes.

*Restricted funds* – These are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the company for particular purposes. The costs of raising and administering such funds are charged against the specific fund.

**d) Cash at bank and in hand**

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**e) Judgements in applying accounting policies and key sources of estimation uncertainty**

In preparing the Financial Statements, management is required to make estimates and assumptions which affect reported income, expenses, assets, liabilities and disclosure of contingent assets and liabilities. Use of available information and application of judgement are inherent in the formation of estimates, together with expectations of future events that are believed to be reasonable under the circumstances. Actual results in the future could differ from such estimates.

The Trustees consider that there are no significant areas of key judgement or estimation uncertainty other than those identified in the accounting policies above.

2. Donations and legacies

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
Voluntary donations	139	-	139	732
Zakat distribution	-	1,000	1,000	1,001
	<u>139</u>	<u>1,000</u>	<u>1,139</u>	<u>1,733</u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

**3. Charitable activities - costs**

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
IT & website costs	127	-	127	365
Bank charges	75	-	75	60
	<u>202</u>	<u>-</u>	<u>202</u>	<u>425</u>

**4. Staff & Trustees costs**

There were no employees in the period.

During the period £NIL of expenses were incurred for the reimbursement of Trustees' expenses. The Trustees received no other remuneration in the period.

**5. Statement of funds**

	Brought forward £	Incoming resources £	Resources expended £	Fund transfers £	Carried forward £
<b>Restricted funds</b>					
Zakat distribution	1,001	1,000	-	-	2,001
	<u>1,001</u>	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>2,001</u>
<b>Total restricted funds</b>	<u>1,001</u>	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>2,001</u>
<b>Unrestricted funds</b>					
General reserve	307	139	(202)	-	244
	<u>1,308</u>	<u>1,139</u>	<u>(202)</u>	<u>-</u>	<u>2,245</u>
<b>Total funds</b>	<u>1,308</u>	<u>1,139</u>	<u>(202)</u>	<u>-</u>	<u>2,245</u>

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022**

**Restricted Project Descriptions**

*Zakat distribution*

Zakat is a specific type of donation which is restricted to be distributed to the very poorest in society for their most urgent and vital needs. We intend to use these funds for food, shelter and water distribution in poor countries, as well as any other project that the Trustees deem fit when an appropriate project proposal is put forward.

**6. Analysis of net assets between funds**

<b>(a)</b>	<b>Unrestricted funds £</b>	<b>Restricted funds £</b>	<b>Total funds £</b>
<b>Fund balances at 31 March 2022 are represented by:</b>			
<b>Net current assets</b>	<b>244</b>	<b>2,001</b>	<b>2,245</b>
	<hr/>	<hr/>	<hr/>
<b>Total funds</b>	<b>244</b>	<b>2,001</b>	<b>2,245</b>
	<hr/>	<hr/>	<hr/>

<b>(b)</b>	<b>Unrestricted funds £</b>	<b>Restricted funds £</b>	<b>Total funds £</b>
<b>Fund balances at 31 March 2021 are represented by:</b>			
<b>Net current assets</b>	<b>307</b>	<b>1,001</b>	<b>1,308</b>
	<hr/>	<hr/>	<hr/>
<b>Total funds</b>	<b>307</b>	<b>1,001</b>	<b>1,308</b>
	<hr/>	<hr/>	<hr/>

**7. Related parties**

There were no related party transactions in the period.

**8. Volunteers**

The charity is working on building a volunteer base through whose help it plans on running many local prayer group and Islamic education activities in the Birmingham area as well as starting to support projects for the needy abroad in the coming years. The Charity trustees recognise the vital place of grassroots work and volunteers in helping to fulfil its mission.

NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022

9. Reconciliation of cash flows from operating activities

	2022 £	2021 £
Net income / (expenditure) for the reporting period	937	1,308
Net cash provided by operating activities	937	1,308

10. Analysis of cash and cash equivalents

	2022 £	2021 £
Cash at bank and in hand	2,245	1,308
Total of cash and cash equivalents	2,245	1,308

10A. Analysis of changes in net debt

	At start of year £	Cashflows in year £	At end of year £
Cash	1,308	937	2,245
	1,308	937	2,245

11. Ultimate controlling party

The Trustees do not consider there to be an ultimate controlling party.