



RAHAMKAR FOUNDATION

Helping Humanity

RAHAMKAR FOUNDATION CIO
(A CHARITABLE INCORPORATED ORGANISATION)

REPORT AND FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2023

Charity Registration No. 1188819

RAHAMKAR FOUNDATION CIO

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FOR THE YEAR ENDED 31 MARCH 2023

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RAHAMKAR FOUNDATION CIO

**LEGAL AND ADMINISTRATIVE INFORMATION
FOR THE YEAR ENDED 31 MARCH 2023**

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

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2023**

The Trustees present their report and financial statements for the year ended 31 March 2023. 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.

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2023**

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 third year running, the Charity has started some small collection of donations, mainly from the Trustees and has just started Friday prayers through the renting of a local community centre in Northfield, Birmingham.

The Friday prayers has started in February 2023 and we hope the numbers of attendees will grow through the forthcoming year.

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 £847 (2021-22: £1,139). 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 2023, the charity held reserves of £1,017 (2022: £244) as unrestricted and undesignated free reserves. Restricted reserves at the end of the year amounted to £2,001 (2022: £2,001).

Going Concern

The Charity has made an inflow in both the prior and current year and intends to make 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 2023**

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 27 January 2024 and signed on their behalf, by:



Mohammad Ansari

Trustee

RAHAMKAR FOUNDATION CIO

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2023**

	Note	Unrestricted Funds £	Restricted Funds £	Total 2023 £	Unrestricted Funds £	Restricted Funds £	Total 2022 £
Income from:							
Donations and legacies	2	847	-	847	139	1,000	1,139
Total income		847	-	847	139	1,000	1,139
Expenditure on:							
Charitable activities	3	74	-	74	202	-	202
Total expenditure		74	-	74	202	-	202
Net income/(expenditure) before transfer		773	-	773	(63)	1,000	937
Transfers between funds		-	-	-	-	-	-
Net movement in funds		773	-	773	(63)	1,000	937
Reconciliation of funds							
Total funds brought forward		244	2,001	2,245	307	1,001	1,308
Total funds carried forward		1,017	2,001	3,018	244	2,001	2,245

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

RAHAMKAR FOUNDATION CIO

BALANCE SHEET

AS AT 31 MARCH 2023

		2023		2022	
	Note	£	£	£	£
Current assets					
Cash at bank and in-hand	10	3,018		2,245	
Net current assets			3,018		2,245
Net assets			3,018		2,245
Funds					
Unrestricted funds: General reserve	5		1,017		244
Restricted funds	5		2,001		2,001
			3,018		2,245

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

The financial statements were approved by the Trustees on 27 January 2024 & signed on their behalf, by:



Mohammad Ansari
Trustee

RAHAMKAR FOUNDATION CIO

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2023**

	Note	2023 £	2022 £
Cash flows from operating activities:			
Net cash provided by operating activities	9	773	937
		<hr/>	<hr/>
Increase / (decrease) in cash & cash equivalents in the reporting period		773	937
		<hr/>	<hr/>
Cash & cash equivalents at the beginning of the reporting period		2,245	1,308
		<hr/>	<hr/>
Cash & cash equivalents at the end of the reporting period	10	3,018	2,245
		<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 2023**

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 2023

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 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Total Funds 2022 £
Voluntary donations	847	-	847	139
Zakat distribution	-	-	-	1,000
	<u>847</u>	<u>-</u>	<u>847</u>	<u>1,139</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

3. Charitable activities - costs

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Total Funds 2022 £
IT & website costs	-	-	-	127
Bank charges	74	-	74	75
	<u>74</u>	<u>-</u>	<u>74</u>	<u>202</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 £
Restricted funds					
Zakat distribution	2,001	-	-	-	2,001
	<u>2,001</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,001</u>
Total restricted funds	<u>2,001</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,001</u>
Unrestricted funds					
General reserve	244	847	(74)	-	1,017
	<u>2,245</u>	<u>847</u>	<u>(74)</u>	<u>-</u>	<u>3,018</u>
Total funds	<u>2,245</u>	<u>847</u>	<u>(74)</u>	<u>-</u>	<u>3,018</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023**

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

(a)	Unrestricted funds £	Restricted funds £	Total funds £
Fund balances at 31 March 2023 are represented by:			
Net current assets	1,017	2,001	3,018
	<hr/>	<hr/>	<hr/>
Total funds	1,017	2,001	3,018
	<hr/>	<hr/>	<hr/>

(b)	Unrestricted funds £	Restricted funds £	Total funds £
Fund balances at 31 March 2022 are represented by:			
Net current assets	244	2,001	2,245
	<hr/>	<hr/>	<hr/>
Total funds	244	2,001	2,245
	<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 West 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 2023

9. Reconciliation of cash flows from operating activities

	2023	2022
	£	£
Net income / (expenditure) for the reporting period	773	937
Net cash provided by operating activities	773	937

10. Analysis of cash and cash equivalents

	2023	2022
	£	£
Cash at bank and in hand	3,018	2,245
Total of cash and cash equivalents	3,018	2,245

10A. Analysis of changes in net debt

	At start of year	Cashflows in year	At end of year
	£	£	£
Cash	2,245	773	3,018
	2,245	773	3,018

11. Ultimate controlling party

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