

Charity Reference Number: 1191143

Barakah Aid

Report and financial statements

for the year ended 1 April 2023

Barakah Aid

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Barakah Aid

Reference and administrative details

Charity Name: Barakah Aid
(CIO registered 3 September 2020)

Charity Registration No: 1191143

Principal Office: 21 Pleckfarm Avenue
Blackburn
BB1 8PE

Trustees: Gulfreen Qazi (chair)
Sadiah Chaudhry (resigned 27 February 2023)
Farzana Iqbal
Shakila Abid (resigned 7 March 2023)
Robina Ahmad
Hina Qazi (appointed 5 June 2023)

Bank: HSBC Bank

Independent Examiner: H&A Consultancy Services Ltd
Ground Floor Front
185 Audley Range
Blackburn
Lancashire
BB1 1TH

Barakah Aid

Trustee's Annual Report for the year ended 1 April 2023

The trustees present their report with the financial statements of the charity for the year ending in April 2023. The trustees have adopted the provisions of accounting and reporting by charities: statement of recommended practice applicable in the UK and Republic of Ireland (FRS 102) (Effective 1 January 2019)

Structure, governance and management

Governing Document

Barakah Aid is a Charitable Incorporated Organisation governed by a Constitution dated 3rd September 2020 and registered as a Charity.

The charity is registered in England & Wales with the Charity Commission in England & Wales (CCEW) with charity number 1191143.

The trustees named on the preceding page under 'Legal and administrative information' have served throughout the year. Appointment of trustees is governed by the Trust Deed of the charity. The Board of Trustees is authorised to appoint new trustees to fill vacancies arising through resignation or death of an existing trustee.

Currently there are four trustees. All trustees with chair (Gulfreen Qazi) will meet and discuss credentials of proposed people, with fairness and transparency as highlighted in our constitution 5 trustees with a view to expand to bring on more expertise. Charity has volunteers here and abroad, charity partners here and abroad- in various countries

Memorandum of understanding to be created for easier working, each region has its own local bodies and methods of operating.

Objectives and Activities

Brief description of charitable activities currently being conducted are:

- a) To provide aid in Pakistan in conjunction with various charities with the joint objective of relieving poverty, give financial assistance to poor widows, helping the aged, sick and disabled with clothes food and shelter homes.
- b) Health – to provide assistance to medical care, wheelchairs for the disabled, eye cataracts operations.
- c) Education & Skills – to help provide education and skill centres to give orphans, poor children, widows the opportunities to grow and develop to make a better future for themselves. Give them food you feed them for a day, give them the tools feed them for life.
- d) Disaster Relief – Barakah Aid has positioned them to be at the forefront at provided disaster relief when there's is a natural disaster, from dry food packs, shelter homes, medical treatment in the form of medical camps led by qualified medical teams.
- e) Housing & Water Facilities - providing housing and water facilities in remote villages by drilling boreholes and fitting hand-pumps for use by the general public.

Barakah Aid

Trustee's Annual Report for the year ended 1 April 2023

Achievements and Performance

During this accounting period (year ended 1st April 2023) the trustees consider Barakah Aid has achieved the following:

- A successful fundraiser attended by the mayor and local councillors to raise funds for the Turkey earthquake victims
- Setting up of many sewing centres to enable many women to become self-sufficient and independent, provided food carts to enable many families to earn their own livelihood.
- Families has access to clean water, rather dirty water of having to walk many miles to access clean water

Financial review

In this year ending April 2023, we received £134,984 (2022: £125,014) donations from the general public

The charity's financial position at the end of the year ended 1 April 2023

The financial position of the charity at 1 April 2022, as more fully detailed in the accounts, can be summarised as follows:-

	<u>2023</u> <u>£</u>	<u>2022</u> <u>£</u>
Net income	8,169	23,318
Unrestricted Funds	31,487	23,318
Restricted Funds	-	-
Total Funds	<u>31,487</u>	<u>23,318</u>

Financial review of the position at the reporting date 1 April 2023

The trustees consider the financial performance by the charity during the year to have been satisfactory.

Future plans

- Barakah Aid has planned deployment mission to the region of Turkey which was most affected by the earthquake to distribute aid, analyse the needs of the people first hand to provide the most essential aid, food, shelter, medical aid.
- To liaise with various charities either locally or abroad to best distribute aid to the required regions
- Work towards providing more aid in the form of sewing centres and other income generating projects, such as food carts, rickshaws so families can support themselves.

Risk management

The trustees actively review the major risk which the charity faces on a regular basis and believe that maintaining reserves at current levels, combined with an annual review of the controls over key financial systems, will provide sufficient resources in the event of adverse conditions. The trustees have also examined the operational and business risks faced by the charity and confirm that they have established systems to mitigate the significant risks.

Barakah Aid

Trustee's Annual Report for the year ended 1 April 2023

Reserves policy

The Reserve Fund represents unrestricted funds. The Trustees aim to maintain sufficient reserves so as to give flexibility to cover temporary timing differences for donations received, adequate working capital for core costs and which will allow them to respond quickly to the needs of the Charity.

Statement of Trustees' responsibilities

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

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

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

In preparing those financial statements the trustees are required to

- select suitable accounting policies and then apply them consistently
- Observe the methods and principles in the charity SORP
- make judgments 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 the going concern basis unless it is in appropriate to presume that the charity will continue in business

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

The financial statements were approved by the board of trustees and signed on their behalf by:

Gulfreen Qazi (chair)
Trustee

27 June 2023

Barakah Aid

Independent Examiners Report to the Trustees of Barakah Aid

I report on the accounts of the charity for the year ended 1 April 2023

Responsibilities and basis of report

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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 accounts to be reached.

I Mulla (AFA MIPA) for and behalf of
H&A Consultancy Services Ltd
Ground Floor Front
185 Audley Range
Blackburn
Lancashire
BB1 1TH

27 June 2023

Barakah Aid

Statement of Financial Activities (Including Income & Expenditure Account) for the year ended 1 April 2023

		<u>Unrestricted Funds</u> £	<u>Restricted Funds</u> £	<u>2023 Total</u> £	<u>2022 Total</u> £
<u>Incoming resources from generated funds</u>					
Donations received		134,984	-	134,984	125,014
Gift aid		10,048	-	10,048	-
Total Incoming resources		145,032	-	145,032	125,014
<u>Resources expended</u>					
Charitable activities	3	136,863	-	136,863	101,696
Total resources expended		136,863	-	136,863	101,696
Net income/(loss) for the year		8,169	-	8,169	23,318
Transfer between funds	5	-	-	-	-
Movement in funds		8,169	-	8,169	23,318
Reconciliation of funds					
Total funds brought forward at 2 April 2022		23,318	-	23,318	-
Total funds carried forward at 1 April 2023		31,487	-	31,487	23,318

There are no gains or losses other than those recognised in the Statement of Financial Activities

All incoming resources and resources expended are derived from continuing activities

The notes attached on pages 8 to 10 form part of these financial statements.

Barakah Aid

Balance Sheet as at 1 April 2023

	Note	<u>Unrestricted Funds</u> £	<u>Restricted Funds</u> £	<u>2023 Total</u> £	<u>2022 Total</u> £
Current Assets					
Cash at bank and in hand		31,937	-	31,937	23,768
		<u>31,937</u>	<u>-</u>	<u>31,937</u>	<u>23,768</u>
Creditors					
Amounts falling due within one year	6	(450)	-	(450)	(450)
		<u>(450)</u>	<u>-</u>	<u>(450)</u>	<u>(450)</u>
Net Assets		<u>31,487</u>	<u>-</u>	<u>31,487</u>	<u>23,318</u>
Funds					
Restricted funds		-	-	-	-
Unrestricted funds	7	31,487	-	31,487	23,318
		<u>31,487</u>	<u>-</u>	<u>31,487</u>	<u>23,318</u>

The financial statements were approved by the board of trustees and signed on their behalf by:

Gulfreen Qazi (chair)
Trustee

27 June 2023

**Notes to the financial statements
for the year ended 1 April 2023**

1 Principles of accounting policies

Basis of preparation

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The accounts have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and with the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102.

2 Accounting policies

Recognition of income

These are included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources;
- it is more likely than not that the trustees will receive the resources; and
- the monetary value can be measured with sufficient reliability.

Grants and donations

Grants and donations are only included in the SoFA when the general income recognition criteria are met.

Tax reclaims on donations and gifts

Gift Aid receivable is included in income when there is a valid declaration from the donor. Any Gift Aid amount recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless the donor or the terms of the appeal have specified otherwise.

Income from interest, royalties and dividends

This is included in the accounts when receipt is probable and the amount receivable can be measured reliably.

Gift in kind

Gifts in kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.

Donated services and facilities

These are only included in incoming resources (with an equivalent amount in resources expended) where the benefit to the charity is reasonably quantifiable, measurable and material. The value placed on these resources is the estimated value to the charity of the service or facility received.

Volunteer help

The value of any voluntary help received is not included in the accounts.

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Notes to the financial statements for the year ended 1 April 2023

Liability recognition

Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

Governance and support costs

Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Tangible fixed assets

Tangible assets are included at cost less depreciation and impairment. Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives:

Plant and machinery	20% reducing balance
Fixtures and fittings	20% reducing balance

Debtors

Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.

Creditors

Creditors and provision are measured and accounted for in accordance with usually accepted accruals principles.

Taxation

As a registered charity, the organisation is exempt from income and corporation tax to the extent that its income and gains are applied towards the charitable objects of the charity and for no other purpose. Value Added Tax is not recoverable by the charity, and is therefore included in the relevant costs in the Statement of Financial Activities.

3 Charitable activities	<u>Unrestricted</u> <u>Funds £</u>	<u>Restricted</u> <u>Funds £</u>	<u>2023</u> <u>Total £</u>	<u>2022</u> <u>Total £</u>
Charitable donations	127,422	-	127,422	101,069
Bank charges	713	-	713	37
Stationery and printing	622	-	622	20
Advertising and marketing	2,625	-	2,625	-
Volunteer expenses	421	-	421	-
Travel	4,610	-	4,610	-
Governance costs	450	-	450	570
Total	<u>136,863</u>	<u>-</u>	<u>136,863</u>	<u>101,696</u>

Barakah Aid

Notes to the financial statements for the year ended 1 April 2023

Expenditure on charitable activities comprises costs associated with the provision of emergency relief and other humanitarian developments, carried out by the charity directly. This is further analysed by country as follows.

	<u>2023</u> <u>Total £</u>	<u>2022</u> <u>Total £</u>
Pakistan	99,331	93,069
Turkey	24,365	8,000
UK	3,726	-
	<u>127,422</u>	<u>101,069</u>

4 Governance	<u>Unrestricted</u> <u>Funds £</u>	<u>Restricted</u> <u>Funds £</u>	<u>2023</u> <u>Total £</u>	<u>2022</u> <u>Total £</u>
Independent examiner fees	450	-	450	570
	<u>450</u>	<u>-</u>	<u>450</u>	<u>570</u>

5 Transfer between funds

There were no transfer of funds during the period.

6 Creditors: amounts falling due within one year	<u>2023</u> <u>£</u>	<u>2022</u> <u>£</u>
Accruals	450	450
	<u>450</u>	<u>450</u>

7 Unrestricted funds	<u>2023</u> <u>£</u>	<u>2022</u> <u>£</u>
The unrestricted fund comprises of:		
Unallocated funds	31,487	23,318
	<u>31,487</u>	<u>23,318</u>

8 Trustees' Remuneration

None of the trustees have been paid any remuneration or received any other benefits from an employment with their charity or a related entity.

No trustee expenses have been incurred

There have been no related party transactions in the reporting period