

**ANNUAL REPORT
& FINANCIAL
STATEMENTS
FOR YEAR ENDED
31 MARCH 2022**

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Message from CEO

We at Arsh Foundation are working for a better world – a place without poverty, hunger, thirst and stress for acquiring necessities of life – a place where our brothers and sisters can feel safe, look forward with faith - and believe that their hopes can be made real and that their children and grandchildren can grow up and find happiness, success, and fulfilment, in a world their parents and grandparents toiled to make a better place.

At Arsh Foundation, we have a multi-faceted approach and have implemented projects in wide-ranging fields. From providing food items to offering financial help to educate children and young people and financially supporting families in their times of need by providing medical assistance, the organisation is utilising all the resources at its disposal to make life easier for the target communities. This vision is at the heart of everything we do and is reflected in our values of working together; empowerment; leadership; faith; accountability; respect, and excellence. We strive to implement the best projects benefiting those most in need, providing long-term programmes to solve some of the most pressing needs in the communities we serve. We have supported thousands of people living in poverty and work with communities to strengthen and empower them and provide life-saving solutions.

I want to take this opportunity to thank our unique donors for their support of the Arsh Foundation. Our work cannot exist without you, and our work depends on you for its focus, its energy and its enthusiasm.

Arsh Foundation has been working towards improving humanity, societal cohesion and eradicating poverty despite its limited resources. Today, Arsh Foundation provides necessities such as food, water, education, and medical assistance and enables men and women living in dire circumstances to build a better future for themselves and their families.

From here on, we aim to take our work to further geographic sectors. We look forward to helping more people through our various projects, and we also intend to engage the local community by providing resources and intellectual input.

As we grow and our awareness of our surroundings increases, it becomes our responsibility to undertake everything in our power to ease the suffering around us. It is our responsibility to eliminate misery as much as and as indeed as we can.

We have plenty of work to do. Now that we have reached the point where we can make so much difference to so many lives, we must not slow down. There is so much more that needs to be done to help the vulnerable around the world. Arsh Foundation and its donors can make a more significant difference than ever.

I acknowledge and appreciate the efforts of all the volunteers and staff working with us, both with efficiency and dedication, and I look forward to a successful future.



Arsalan Shakeel
CEO
Arsh Foundation

Our Projects

1. Water Project

District Thatta is one of the most underdeveloped districts of the country. For the last few years, the health indicators of the district have been dismal.

Arsh Foundation targeted Goth Gulmunda an Makli, in Thatta District for one of its first projects because of the dismal conditions in the area. Since the population in Thatta district is generally scattered and people live in clusters of mud-houses, the basic amenities such as water pipelines are not available to the population. They have to walk a considerable distance to acquire water and the scarcity of it also results in poor sanitary conditions leading to poor health.

Under the project, the foundation installed 14 handpumps and 1 water well in the year ended March 2022. Each of these hand pumps services a population of upto 80-100 people. The installation of the hand pumps not just enabled easier access to drinking water for the residents of the area, but also facilitated them with water for sanitation purposes. Total handpumps and water well installed in the district reached the figure of 57.

Arsh Foundation plans to continue its endeavour in all areas that suffer from similar problems and where the population is in need of water sources, closer to their homes.



2. Feed the Family



'Feed the Family' initiative by Arsh Foundation was started in April 2017. Since then, the foundation has provided monthly food rations to 14 families. Our team studied the area to ensure the rations reached the right people. The beneficiaries include widows and low-income families.

The project enables the target families to focus on other necessities of life. Since the families are aware of the assistance that they are getting, they can divert their monthly funds towards different needs.

In the coming months, Arsh Foundation plans to continue this project and help as many people as possible. During the crisis, we raised funds and distributed food bags in the deprived and affected areas. This year we distributed food packs in Thatta district, Burmy Colony and different areas of Karachi in addition to our monthly beneficiaries.

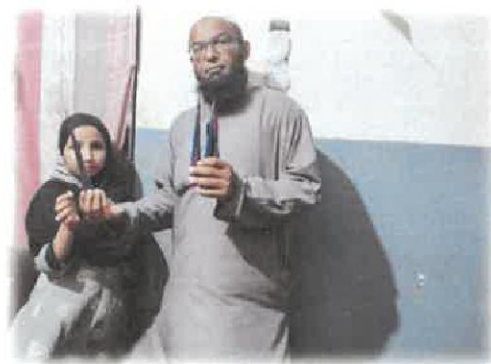


3. Ramadan Project

Each year, since the beginning, Arsh Foundation has remained true to the cause of providing aid to those in need, especially those with lesser resources during the religious rituals and festivals. We have continued these activities during Ramadan to supplement resources for those who observe fasting. In addition, the practices of Qurbani during Eid-ul-Adha are also performed by us for those who are interested in facilitating those who cannot conduct the ritual themselves while providing protein-filled diets to those in need.

In the Islamic month of Ramzan, which fell from mid of April 2021 to the middle of May 2021 this year, Arsh Foundation distributed food packages in different areas of Karachi. The target areas and target population for the project were explicitly those living below the poverty line and could not afford food items for the month-long religious rituals.

The food packs included enough items for the whole month so the families could fast easily. It also facilitated them to focus on their religious obligations and feel a little less stressed about feeding the family. The food packs, Iftar packs, cooked food, Iftar meals, eid gifts and clothes were distributed amongst more than 200 families in Karachi and KPK.



4. Medical & Welfare Projects

Arsh Foundation has been contributing toward various welfare projects since the start to provide ease to the people. This year we contributed towards helping people with their medical needs, such as minor injury treatments and providing medicines. This year we have offered financial help in different small operations such as appendicitis, foot surgery, maternity operation, etc.

5. Masjid Project

Arsh Foundation has been contributing to the construction of masajids in different areas to facilitate the people of those areas with a religious centre that would enable them to be more aware of religious rulings and have a place to socialise. We surveyed the disadvantaged regions of the province of Sindh to measure the number of masajid or religious centres available to the population in these locations.

This year again, we contributed inbuilt a wadu and toilet area of the masjid in the District Gulmunda, which could accommodate over 100 people at one time. These religious centres have been established to ensure that the people have an increased awareness of religion and general sanitary practices. This masajid now facilitates social mobilisation places, enabling people to communicate and confer on matters of importance. Each of these masjids also functions as a maktab, allowing poor and vulnerable children to learn Islam as it has been traditionally taught.



6. Qurbani Project

This is the third year of our Qurbani project, the organisation's flagship project, which received special attention and successfully accumulated resources so that its execution went smoothly. For this project, HEWO has always initiated the hunt for healthy animals that met Qurbani's required criterion according to Islamic injunctions. The preparation for the event started beforehand, and the team bought several animals. In addition, the team also conducted an assessment survey to locate areas where the population having limited resources resided.

HEWO bought one camel and one cow to conduct the Eid-ul-Azha Qurbani. The project is deemed essential not only as an important endeavour of the organisation because it closes the gap between the haves and have-nots on a day that is supposed to be celebrated worldwide for the Muslim community, but it also diminishes the differences in social classes. Additionally, we ensure that the project is conducted correctly, as we send a man to observe the activity and ensure that everything is running smoothly. For the sacrifice of such a large number of animals, there was a need to ensure the availability of a great place and professional butchers for carrying out the slaughter. After completing the rituals, the meat was distributed among more than 100 individuals.



7. Education

Arsh Foundation has taken the initiative to provide children with a safe and secure learning environment. In the past, Arsh Foundation had provided furniture to the school to make it easy for young students to learn in a healthy and safe environment. This year we have continued to sponsor 14 children in different areas of Karachi. We paid their admission fees, monthly fees, examination fees and other necessary books and materials required. We are receiving requests from families to support them in providing their children with primary education. We are working hard to accommodate as many children as possible through the donations we receive towards the education project.

A sample of a 'Educate a Child' Project Application form. The form is titled 'Educate a Child' Project Application form and includes fields for Name, Address, Age, and other personal information. It also has a section for 'Working in Partnership with' and a small photo of a child.A sample of a 'Educate a Child' Project Application form. The form is titled 'Educate a Child' Project Application form and includes fields for Name, Address, Age, and other personal information. It also has a section for 'Working in Partnership with' and a small photo of a child.A sample of a 'Educate a Child' Project Application form. The form is titled 'Educate a Child' Project Application form and includes fields for Name, Address, Age, and other personal information. It also has a section for 'Working in Partnership with' and a small photo of a child.

8. Marriage support project

Preparing for a wedding is merely the beginning of preparing for marriage. As much as wedding preparations take time and effort, so does marriage. A good marriage needs a good foundation, which takes commitment, effort and skills. At Arsh foundation, we allocate funds from Sadaqah, Zakat, and other general funds for this project. Primarily we raise funds for this project, but if those funds are unavailable, we use funds from Sadaqah and Zakat to pay for the bride's family furniture or the wedding feast. Each piece of furniture or wedding feast costs us approximately **£600**.

This small help relieved the bride's father from the financial burden of marriage.



9. Funeral services

The passing away of a loved one is a time of grief, and need, need to come together and render support as a community. This year Arsh Foundation has started this project to help underprivileged families in this sober moment of sorrow by taking care of funeral responsibilities and arrangements. We want to ensure that these families can bid farewell to the departing soul without the burden of debt and chaos.

We provide:

- funeral and burial arrangements that cover expenses for the shroud,
- costs for the burial, and
- payments for transport to and from the cemetery.

We are doing this project in the UK as well as in Pakistan.

Corporate Directory

Registered Company number

10693201 (England and Wales)

A Company Limited by Guarantee**Registered Charity number**

1193627 (England and Wales)

Registered office

2 Kentford Way, Northolt, UB5 5NG

Board of Trustees

The trustees who served the charity during the period were as follows:

- Arsalan Shakeel - CEO
- Muddssar Bashir
- Muhammad Rehan

Company Secretary

- Arsalan Shakeel

Banker

Barclays Bank UK PLC
Business Direct
Leicester
LE87 2BB

Independent Examiner

Silver Arc Limited
1 Quality Court
Chancery Lane
London
WC2A 1HR

Structure, Governance and Management

Arsh Foundation has its operational base in London, UK. While the fundraising activities are carried out in the UK, the foundation works through implementing partner, Health and Education Welfare Organization (HEWO), which has its operational base in Karachi. With a local team working on the implementation of the projects, there is an assurance that the sensitivities of the local population and the cultural norms and values would be taken care of by the foundation.

Board of Trustees

The Board of Trustees directs and oversees the organisation. Focusing on strategic planning and governance, the Board sets out priorities and objectives. It evaluates our performance and the progress of our work to alleviate poverty and suffering and approves relevant new policies and procedures. The Board appraises the Management Team and can make appointments and dismissals from these positions. The Board of Trustees works with key stakeholders and ensures that we satisfy the regulatory requirements we are bound by as a charity.

Recruiting and appointing trustees

Each member of our Board of Trustees is a volunteer, chosen because they have the range of skills, knowledge and experience that we need to respond to critical challenges. Partners and stakeholders may nominate trustees, and sometimes we approach potential candidates personally.

Key personnel

The CEO is accountable to the Board of Trustees and, along with other senior staff, is responsible for our day-to-day management. The CEO chairs the Management Team, which comprises other directors. They make sure that the policies and strategies agreed upon by the Board of Trustees are implemented and support the work of other staff and volunteers. A complete list of trustees is provided in the corporate directory on page 10.

Governing document

Arsh Foundation refers to the charity incorporated as a company limited by guarantee in England and Wales. Arsh Foundation's governing document, known as Memorandum and Articles, was initially dated 3rd February 2017 and was later revised on 23rd February 2021.

Risk of Governance

Arsh Foundation needs to ensure that proper governance structures and practices are adopted to reduce the risk of failure and support the organisation's survival and success. The board will regularly review the policies and procedures to ensure they are up-to-date and meet the governance and operating standards.

Statement of Trustees' Responsibilities

The trustees – also directors of Arsh Foundation – are responsible for preparing the Annual Report. The annual report includes trustees' reports & financial statements, preparing the following applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). Company law requires our trustees to prepare financial statements for each financial year. They must not approve the financial statements unless they are satisfied that they give a true and fair view of the charitable company's state of affairs and the incoming resources and application of resources – including income and expenditure – of the charitable company for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently
- observe the methods and principles in the Charity Commission Statement of Recommended Practice (SORP)
- make judgments and accounting estimates that are reasonable and prudent
- state whether applicable UK 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 group will continue in operation.

The trustees are responsible for keeping proper accounting records which reasonably accurately disclose the financial position of the charity at any time and ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the charity's assets and hence for taking reasonable steps to prevent and detect fraud and other irregularities.

Volunteers

Our volunteers provide crucial support for our work, and we continue to be assisted by a committed and passionate network of volunteers whom we actively manage. During 2022, our network of dedicated volunteers contributed significant hours supporting our administration, fundraising and campaigning activities.

Fundraising structure

Arsh Foundation raises funds through various channels, including social marketing and word of mouth, which help us establish and grow and strengthen links with new donors around the UK. Management monitors the fundraising teams regularly, and reports are issued to the Board periodically.

Fundraising

Our fundraising utilises a number of different approaches, which include the following:

- Major-donor giving
- Volunteers
- Social Media Marketing

In 2021-2022, all activities were carried out by our own staff and we did not use professional fundraising agencies or other third parties.

Funding Continuation

Arsh Foundation does not have a fixed amount of income. In the continuation of work, it will be considerably dependent on the donations made by the public or other charity organisations. Projects are only initiated when the complete funds are available to cover all costs, but as an exceptional case, Arsh Foundation has also set aside a portion of reserves to reduce any disruption due to a temporary fall in donations.

Vision & Mission

Vision:

To facilitate underprivileged people by providing them with the necessities of life and, through education, skills, and financial support, enable them to build up their resources and become productive citizens.

Mission:

- To provide basic life necessities to people living in underdeveloped areas.
- To enable individuals through education, skills and training.
- To provide financial support, as and when needed, to underprivileged individuals.
- To ensure that the under-served people are reached during calamities and joys and are made to feel a part of the mainstream.

Principal Risks and Uncertainties

Arsh Foundation is committed to providing humanitarian aid and relief to those in need. We are therefore required to operate in countries affected by humanitarian and environmental disasters and general uncertainty. Working in such environments gives rise to significant risks and uncertainties, which we have managed through our considerable experience in this field, supported by a robust framework of systems, processes and oversight.

Senior management regularly undertakes strategic and operational reviews to identify organisational risks and develop mitigation plans. It is then responsible for implementing those action plans.

The principal risks and uncertainties being faced by Arsh Foundation and the mitigating actions taken to meet them are:

Safeguarding

Arsh Foundation puts great stock on its values and core aims which are to help and support children, young people and those at risk of all ages and abilities in a way that empowers them. An important part of this is to identify and address any improper behaviour or abuse of trust by anyone representing or connected with the organisation. The Chair of Trustees has taken on responsibility for overseeing our safeguarding practices. He has asked our Head of Governance to lead on safeguarding at the executive level; he in turn has appointed a Safeguarding Lead at operations level and engaged technical specialists. This has enabled us to maintain a focus on our safeguarding practices and ensure their continued development.

Cybercrime

The threat of cybercrime continues to represent a major risk that we are determined to address. We have made significant progress on data protection with a dedicated multidisciplinary working group committed to EU General Data Protection Regulation (GDPR) compliance.

Achievement and Performance

Review of financial performance

Our overall objectives in relation to fundraising was to maximise the amount of voluntary income raised and to ensure that we did so at a reasonable cost. Our income for the fifth year of operation was **£30,216** and the direct charitable expenditure during the year was **£26,080**.

Review of development activities

In the 5th year of operation, the Trustees are satisfied with the continued progress and development of the Charity. The Charity was established in March 2017 to help alleviate poverty, and the Trustees are satisfied that the focus of the work meets this criterion. In future, Arsh Foundation plans to focus on organisational development aimed at increasing donations in our long-term development projects focused on a few remote areas of Pakistan and further improve our capacity to provide relief when disasters strike.

Public Benefit

We develop strategic plans to ensure that we deliver maximum public benefit and achieve our strategic objectives. The management confirms that they have referred to the guidance on public benefit contained in documents produced by the Charity Commission when reviewing the aims and objectives of the charity and planning future activities.

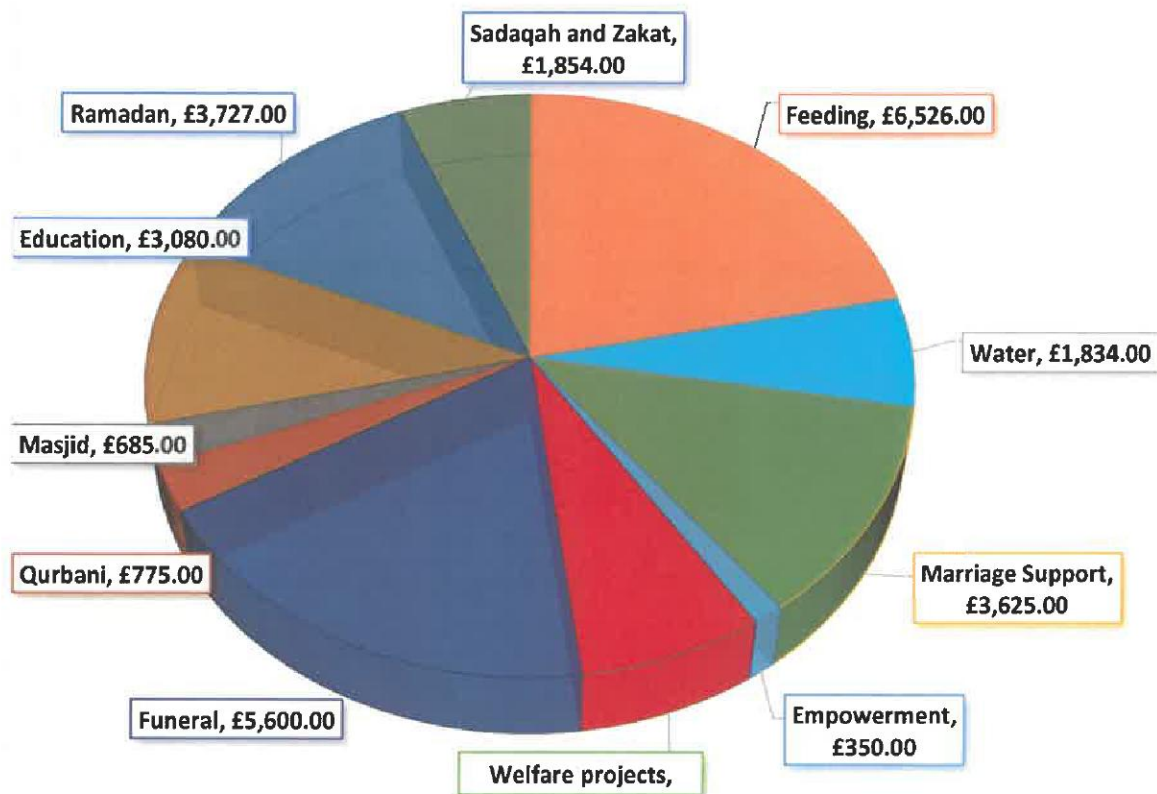
Financial Review

Thanks to the generosity of our donors, as this is the fifth year of Arsh Foundation's existence, income and charitable expenditure continue to grow. These achievements are all the more remarkable when set against the backdrop of the weakest economy the UK has seen in five years and an uncertain global economic and geopolitical climate.

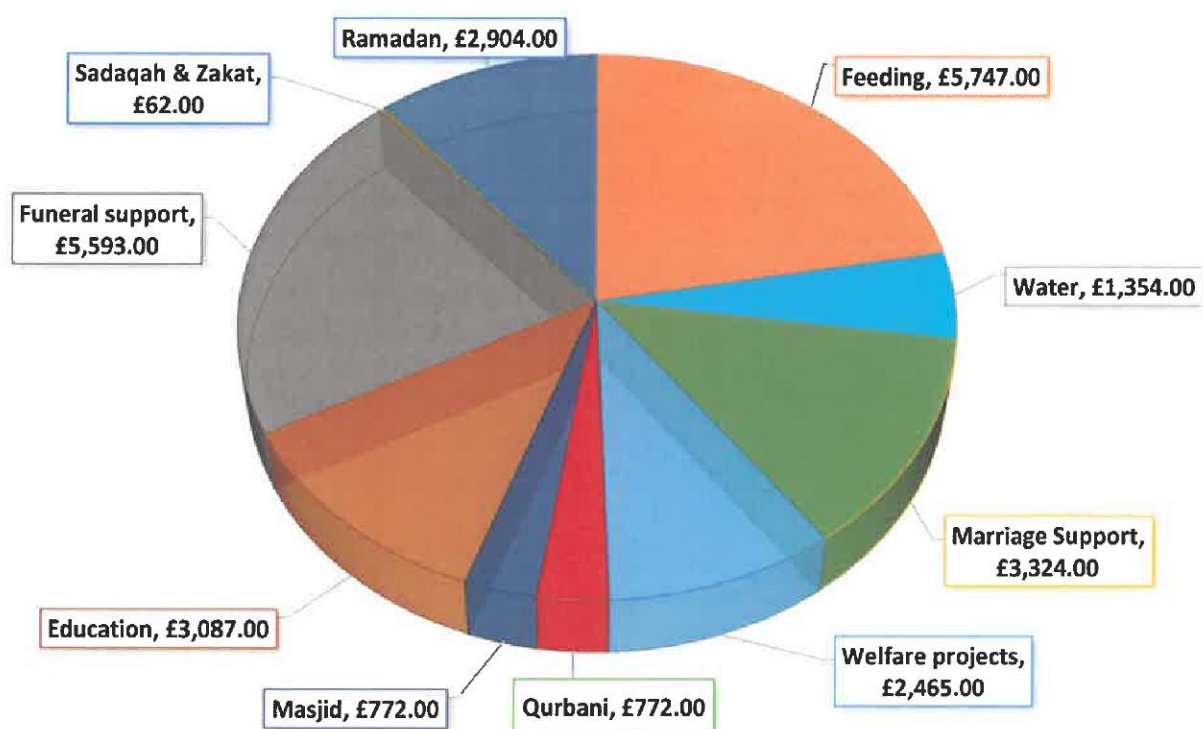
In our fifth year of operations, we raised funds and delivered 10 projects which we find essential to grow and fulfil the desire need of people in need. As per our objectives to provide food and water to our deprived people we also excel in the field of education, health, community and other welfare projects. We aim to continue improving and grow and fulfil our objectives.

Below is the graphical presentation of our financial activities during 2021-2022.

INCOME FROM CHARITABLE ACTIVITIES



EXPENDITURE FROM CHARITABLE ACTIVITIES



Details of all charitable income and expenditure are mentioned in accounts. The difference in amount received and not spent is carried forward to the next period and any deficiency in funds for specific projects were taken out from General Donations fund.

Reserves policy

The beneficiaries of the Arsh Foundation are communities from different backgrounds and cultures; the only thing common among them is "poverty and insufficient resources" most of them receive assistance and support from us on regular bases as their economic conditions do not allow them to fulfil the requirements on their own. Arsh Foundation's ongoing projects are a big hope for thousands of people, and any delay or obstacle in delivering the projects can affect their lives.

Therefore, trustees recognise the need to have reserves in place to ensure the continuation of our work in the event of an unforeseen downturn. This is particularly true for a newly incorporated and young charity like the Arsh Foundation, which is going through a period of growth where reliable income streams are being established. Trustees are also conscious of balancing the necessity for reserves with our efforts to provide value for money and maximise the resources available for our programmes. As Arsh Foundation is a new charity managed by Trustees and Volunteers, we only have a tiny expense for the upcoming years. We aim to spend 100% of the generated funds towards the cause against which we have raised funds.

This policy will be reviewed at the Annual Trust meeting each year. The Chairman will present the Trustee Board with a draft document and supporting materials that enable them to make an informed decision about levels of Reserves and feeds into their approval of the strategy document and annual operating budget.

IT & Data Storage

All financial records are digitally recorded and managed by Arsh Foundation. To ensure data security, proper data backups are maintained at different locations. The possibility of storing essential data on a cloud-based backup mechanism is also being assessed.

Going concern

In view of the financial performance and the reserves position as at the balance sheet date, the Board of Trustees has a reasonable expectation that Arsh Foundation will have the resources to continue in operational existence for the foreseeable future. The trustees believe there are no material uncertainties that call into doubt our ability to continue as a going concern. The annual financial statements have therefore been prepared on the basis that the charity is a going concern.

This Trustees' Annual Report, prepared under the Companies Act 2006, was approved by the Board of Trustees on 21st December 2022 including approving in their capacity as Directors, the Trustees' Report and Director's Report contained therein, and is signed as authorised on its behalf by:



.....
Mr Arsalan Shakeel
Company Secretary/ Trustee/ CEO
22nd December 2022

Independent Examiner's Report to the Trustees of Arsh Foundation

Independent examiner's report to the trustees of Arsh Foundation ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2022.

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 accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company 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 accounts 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 confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts 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 accounts to be reached.

U ZAHOR

Silver Arc Limited
Association of Chartered Certified Accountants and Registered Auditors
Silver Arc Limited
1 Quality Court
Chancery Lane
London
WC2A 1HR

Date: 23rd December 2022.

Statement of Financial Activities For the Year Ended 31st March 2022

	Notes	Unrestricted funds £	Restricted fund £	31/3/22 Total funds £	31/3/21 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		5,603	-	5,603	-
Charitable activities					
General Donations		-	-	-	224
Feeding		-	6,526	6,526	11,976
Water		-	1,834	1,834	850
Ramadan		-	3,727	3,727	4,272
Medical & Welfare		-	2,160	2,160	3,844
Qurbani		-	775	775	1,256
Masjid		-	685	685	3,250
Education		-	3,080	3,080	3,450
Economic empowerment		-	350	350	815
Marriage support		-	3,625	3,625	4,439
Funeral support		-	5,600	5,600	-
Sadaqah		-	924	924	-
Zakat		-	930	930	-
Total		<u>5,603</u>	<u>30,216</u>	<u>35,819</u>	<u>34,376</u>
EXPENDITURE ON					
Charitable activities					
Feeding		-	5,747	5,747	12,134
Water		-	1,354	1,354	1,053
Ramadan		-	2,904	2,904	4,540
Medical & Welfare		-	2,465	2,465	2,926
Qurbani		-	772	772	1,230
Masjid		-	772	772	4,295
Education		-	3,087	3,087	2,734
Economic empowerment		-	-	-	795
Marriage support		-	3,324	3,324	4,325
Funeral support		-	5,593	5,593	-
Sadaqah		-	62	62	-
Other		<u>623</u>	<u>-</u>	<u>623</u>	<u>98</u>
Total		<u>623</u>	<u>26,080</u>	<u>26,703</u>	<u>34,130</u>
NET INCOME		4,980	4,136	9,116	246
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>1,435</u>	<u>1,891</u>	<u>3,326</u>	<u>3,080</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>6,415</u></u>	<u><u>6,027</u></u>	<u><u>12,442</u></u>	<u><u>3,326</u></u>

The notes form part of these financial statements

Balance Sheet

At 31st March 2022

	Notes	Unrestricted funds £	Restricted fund £	31/3/22 Total funds £	31/3/21 Total funds £
CURRENT ASSETS					
Cash at bank and in hand		6,415	6,027	12,442	3,326
NET CURRENT ASSETS		<u>6,415</u>	<u>6,027</u>	<u>12,442</u>	<u>3,326</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>6,415</u>	<u>6,027</u>	<u>12,442</u>	<u>3,326</u>
NET ASSETS		<u>6,415</u>	<u>6,027</u>	<u>12,442</u>	<u>3,326</u>
FUNDS	4				
Unrestricted funds				6,415	1,435
Restricted funds				<u>6,027</u>	<u>1,891</u>
TOTAL FUNDS				<u>12,442</u>	<u>3,326</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

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 prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 22nd December 2022 and were signed on its behalf by:



Mr Arsalan Shakeel - Trustee



Mr Muhammad Rehan - Trustee

The notes form part of these financial statements

Notes to the Financial Statements

For the Year Ended 31st March 2022

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.

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.

2. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

TRUSTEES' EXPENSES

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Notes to the Financial Statements - continued

For the Year Ended 31st March 2022

3. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Charitable activities			
General Donations	224	-	224
Feeding	11,051	925	11,976
Water	450	400	850
Ramadan	4,272	-	4,272
Medical & Welfare	3,844	-	3,844
Qurbani	1,256	-	1,256
Masjid	3,250	-	3,250
Education	3,190	260	3,450
Economic empowerment	400	415	815
Marriage support	<u>4,439</u>	<u>-</u>	<u>4,439</u>
Total	<u>32,376</u>	<u>2,000</u>	<u>34,376</u>
EXPENDITURE ON			
Charitable activities			
Feeding	11,209	925	12,134
Water	653	400	1,053
Ramadan	4,540	-	4,540
Medical & Welfare	2,926	-	2,926
Qurbani	1,230	-	1,230
Masjid	4,295	-	4,295
Education	2,474	260	2,734
Economic empowerment	146	649	795
Marriage support	<u>4,270</u>	<u>55</u>	<u>4,325</u>
Other	<u>98</u>	<u>-</u>	<u>98</u>
Total	<u>31,841</u>	<u>2,289</u>	<u>34,130</u>
NET INCOME/(EXPENDITURE)	535	(289)	246
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>900</u>	<u>2,180</u>	<u>3,080</u>
TOTAL FUNDS CARRIED FORWARD	<u>1,435</u>	<u>1,891</u>	<u>3,326</u>

Notes to the Financial Statements - continued

For the Year Ended 31st March 2022

4. MOVEMENT IN FUNDS

	At 1/4/21 £	Net movement in funds £	At 31/3/22 £
Unrestricted funds			
Unrestricted Funds	1,435	4,980	6,415
Restricted funds			
Restricted Funds	1,891	4,136	6,027
TOTAL FUNDS	<u>3,326</u>	<u>9,116</u>	<u>12,442</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted Funds	5,603	(623)	4,980
Restricted funds			
Restricted Funds	30,216	(26,080)	4,136
TOTAL FUNDS	<u>35,819</u>	<u>(26,703)</u>	<u>9,116</u>

Comparatives for movement in funds

	At 1/4/20 £	Net movement in funds £	At 31/3/21 £
Unrestricted funds			
Unrestricted Funds	900	535	1,435
Restricted funds			
Restricted Funds	2,180	(289)	1,891
TOTAL FUNDS	3,080	246	3,326

Notes to the Financial Statements - continued

For the Year Ended 31st March 2022

4. 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			
Unrestricted Funds	32,376	(31,841)	535
Restricted funds			
Restricted Funds	2,000	(2,289)	(289)
TOTAL FUNDS	<u>34,376</u>	<u>(34,130)</u>	<u>246</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/4/20 £	Net movement in funds £	At 31/3/22 £
Unrestricted funds			
Unrestricted Funds	900	5,515	6,415
Restricted funds			
Restricted Funds	2,180	3,847	6,027
TOTAL FUNDS	<u>3,080</u>	<u>9,362</u>	<u>12,442</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
Unrestricted Funds	37,979	(32,464)	5,515
Restricted funds			
Restricted Funds	32,216	(28,369)	3,847
TOTAL FUNDS	<u>70,195</u>	<u>(60,833)</u>	<u>9,362</u>

5. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2022.

Detailed Statement of Financial Activities For the Year Ended 31st March 2022

	31/3/22 £	31/3/21 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Gift aid	5,603	-
Charitable activities		
Donations	30,216	32,376
Grants	-	2,000
	<u>30,216</u>	<u>34,376</u>
Total incoming resources	35,819	34,376
EXPENDITURE		
Charitable activities		
Grants to institutions	26,061	34,032
Support costs		
Management		
Advertising	251	-
Finance		
Bank charges	86	86
Information technology		
Subscription	35	-
Human resources		
Software licences	<u>270</u>	<u>12</u>
Total resources expended	<u>26,703</u>	<u>34,130</u>
Net income	<u>9,116</u>	<u>246</u>



Address:

2 Kentford Way
Northolt, UB5 5NG

Phone:

0203 4323 786

Mail:

info@arshfoundation.org