

Charity number: 1195363  
Company number: CE025158  
(England and Wales)

ArRahma Foundation

Report of the Trustees and Unaudited Financial Statements

For the year ended 31 March 2024

**ArRahma Foundation**  
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**For the year ended 31 March 2024**

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**ArRahma Foundation  
Report of the Trustees  
For the year ended 31 March 2024**

The Trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements for the charitable company for the year ended 31 March 2024. The Trustees have adopted the provisions of 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 the Republic of Ireland (FRS 102) (effective 1 January 2019).

**OBJECTIVES AND ACTIVITIES**

**Objectives and aims**

The trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

**REFERENCE AND ADMINISTRATIVE INFORMATION**

<b>Name of Charity</b>	ArRahma Foundation
<b>Charity registration number</b>	1195363
<b>Company registration number</b>	CE025158
<b>Principal address</b>	14 Etwall Road Hall Green Birmingham B28 0LE

**Trustees**


The trustees and officers serving during the year and since the year end were as follows:

Mohammed Ishaq  
Muhammad Imran Iqbal Bhatti  
Furquat Salim  
Zaheer Mahmood  
Jaunied Amin

**Independent examiners**

Sigma Chartered Accountants  
862-864 Washwood Heath Road  
Washwood Heath  
Birmingham  
B8 2NG

Approved by the Board of Trustees and signed on its behalf by

  
.....  
Zaheer Mahmood

15 August 2024

ArRahma Foundation  
Independent Examiners Report to the Trustees  
For the year ended 31 March 2024

I report to the trustees on my examination of the accounts of the charitable company for the year ended 31 March 2024.

**Responsibilities and basis of report**

As the charity Trustees, who are also directors for the purposes of company law, 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 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 examiners statement**

Since the Charitable company's gross income exceeded £250,000, your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination by virtue of my membership of , which is one of the listed bodies.

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 that in any material respect:

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 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.



.....  
Jawaidd Yakoob FCA (8462707)

Sigma Chartered Accountants  
862-864 Washwood Heath Road  
Washwood Heath  
Birmingham  
B8 2NG

15 August 2024

**ArRahma Foundation**  
**Statement of Financial Activities (including Income and Expenditure Account)**  
**For the year ended 31 March 2024**

	Notes	Unrestricted funds £	2023 £
<b>Income and endowments from:</b>			
Donations and legacies	2	797,906	655,093
Charitable activities	3	175,619	190,438
Investments	4	16,715	6,300
<b>Total</b>		<b>990,240</b>	<b>851,831</b>
<b>Expenditure on:</b>			
Raising funds	5	(32,850)	(11,449)
Charitable activities	6/7	(572,741)	(426,138)
<b>Total</b>		<b>(605,591)</b>	<b>(437,587)</b>
<b>Net income</b>		<b>384,649</b>	<b>414,244</b>
<b>Reconciliation of funds</b>			
Total funds brought forward		1,581,755	1,167,511
<b>Total funds carried forward</b>		<b>1,966,404</b>	<b>1,581,755</b>

**ArRahma Foundation**  
**Statement of Financial Position**  
**As at 31 March 2024**

	Notes	2024 £	2023 £
<b>Fixed assets</b>			
Tangible assets	12	2,958,332	2,453,710
		<b>2,958,332</b>	<b>2,453,710</b>
<b>Current assets</b>			
Debtors	13	69,552	58,226
Cash at bank and in hand		1,167,058	856,715
		<b>1,236,610</b>	<b>914,941</b>
<b>Creditors: amounts falling due within one year</b>	14	(41,813)	(11,966)
<b>Net current assets</b>		<b>1,194,797</b>	<b>902,975</b>
<b>Total assets less current liabilities</b>		<b>4,153,129</b>	<b>3,356,685</b>
<b>Creditors: amounts falling due after more than one year</b>	15	(2,186,725)	(1,774,930)
<b>Net assets</b>		<b>1,966,404</b>	<b>1,581,755</b>
<b>The funds of the charity</b>			
Unrestricted income funds	16	1,966,404	1,581,755
<b>Total funds</b>		<b>1,966,404</b>	<b>1,581,755</b>

For the year ended 31 March 2024 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476,
- The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts. These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the Board and signed on its behalf by:

.....  
 Zaheer Mahmood  
 Trustee

15 August 2024

**ArRahma Foundation**  
**Notes to the Financial Statements**  
**For the year ended 31 March 2024**

**1. Accounting Policies**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, except for investments which are included at market value and the revaluation of certain fixed assets and 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 (FRS 102), and the Companies Act 2006.

ArRahma Foundation 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 note(s).

**Going concern**

In preparing these financial statements, generally accepted accounting practice requires that the trustees;

- 1- Selects suitable accounting policies and then apply them consistently.
- 2- Makes judgements and estimates that are reasonable and prudent.
- 3- States whether the recommendations of the SORP FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements.
- 4- States whether the financial statements comply with the trust deed, subject to any material departures disclosed and explained in the financial statements.
- 5- Prepares the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue its activities.

**2. Income from donations and legacies**

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
<b>Unrestricted funds</b>		
Donations received	797,906	655,093
	<b>797,906</b>	<b>655,093</b>

**3. Income from charitable activities**

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
<b>Unrestricted funds</b>		
<i>Madrasah</i>		
Tuition Fee	175,619	190,438

ArRahma Foundation  
Notes to the Financial Statements Continued  
For the year ended 31 March 2024

**4. Investment income**

	2024	2023
	£	£
<b>Unrestricted funds</b>		
Income from investment properties	15,830	6,300
Bank interest receivable	885	-
	<b>16,715</b>	<b>6,300</b>

**5. Expenditure on generating donations and legacies**

	2024	2023
	£	£
<b>Unrestricted funds</b>		
Gifts in kind	32,850	11,449
	<b>32,850</b>	<b>11,449</b>

**6. Costs of charitable activities by fund type**

	2024	2023
	£	£
<b>Unrestricted funds</b>		
Madrasah	480,521	375,324
Support costs	92,220	50,814
	<b>572,741</b>	<b>426,138</b>

**7. Costs of charitable activities by activity type**

	Activities undertaken directly £	Grant funding of activities £	2024 £	2023 £
<b>Grant funding of activities</b>				
Madrasah	445,798	34,723	572,741	426,138

**8. Analysis of support costs**

	2024	2023
	£	£
Governance costs	92,220	50,814



ArRahma Foundation  
Notes to the Financial Statements Continued  
For the year ended 31 March 2024

**9. Net income/(expenditure) for the year**

This is stated after charging/(crediting):

	2024	2023
	£	£
Depreciation of owned fixed assets	1,280	508
Staff pension contributions	4,010	2,348

**10. Staff costs and emoluments**

Total staff costs for the year ended 31 March 2024 were:

	2024	2023
	£	£
Salaries and wages	313,151	235,096
Pension costs	4,010	2,348
	<b>317,161</b>	<b>237,444</b>

	2024	2023
Employees	29	25
	<b>29</b>	<b>25</b>

**11. Comparative for the Statement of Financial Activities**

The comparative year values on the Statement of Financial Activities are for unrestricted funds.

**ArRahma Foundation**  
**Notes to the Financial Statements Continued**  
**For the year ended 31 March 2024**

**12. Tangible fixed assets**

<b>Cost or valuation</b>	<b>Land and Buildings £</b>	<b>Plant and Machinery £</b>	<b>Total £</b>
At 01 April 2023	2,453,204	2,538	2,455,742
Additions	502,030	3,872	505,902
At 31 March 2024	<b>2,955,234</b>	<b>6,410</b>	<b>2,961,644</b>
<b>Depreciation</b>			
At 01 April 2023	-	2,032	2,032
Charge for year	-	1,280	1,280
At 31 March 2024	-	<b>3,312</b>	<b>3,312</b>
<b>Net book values</b>			
At 31 March 2024	<b>2,955,234</b>	<b>3,098</b>	<b>2,958,332</b>
At 31 March 2023	<b>2,453,204</b>	<b>506</b>	<b>2,453,710</b>

**13. Debtors**

	<b>2024 £</b>	<b>2023 £</b>
<b>Amounts due within one year:</b>		
Other debtors	69,552	58,226
	<b>69,552</b>	<b>58,226</b>

**14. Creditors: amounts falling due within one year**

	<b>2024 £</b>	<b>2023 £</b>
Other creditors	10,313	11,966
Accruals and deferred income	31,500	-
	<b>41,813</b>	<b>11,966</b>

**15. Creditors: amounts falling due after more than one year**

	<b>2024 £</b>	<b>2023 £</b>
Loans and overdrafts	2,186,725	1,774,930
	<b>2,186,725</b>	<b>1,774,930</b>

**ArRahma Foundation**  
**Notes to the Financial Statements Continued**  
**For the year ended 31 March 2024**

**16. Movement in funds**

**Unrestricted Funds**

	Balance at 01/04/2023 £	Incoming resources £	Outgoing resources £	Balance at 31/03/2024 £
<i>General</i>				
General	1,581,755	990,240	(605,591)	1,966,404
	<b>1,581,755</b>	<b>990,240</b>	<b>(605,591)</b>	<b>1,966,404</b>

**Unrestricted Funds - Previous year**

	Balance at 01/04/2022 £	Incoming resources £	Outgoing resources £	Balance at 31/03/2023 £
<i>General</i>				
General	1,167,511	851,831	(437,587)	1,581,755
	<b>1,167,511</b>	<b>851,831</b>	<b>(437,587)</b>	<b>1,581,755</b>

**Purpose of unrestricted Funds**

**General**

These funds are received by ArRahma Foundation with no particular preference expressed by donors.

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

	Tangible fixed assets £	Net current assets / (liabilities) £	Creditors > one year £	Net Assets £
<b>Unrestricted funds</b>				
<i>General</i>				
General	2,958,332	1,194,797	(2,186,725)	1,966,404
	<b>2,958,332</b>	<b>1,194,797</b>	<b>(2,186,725)</b>	<b>1,966,404</b>

ArRahma Foundation  
Notes to the Financial Statements Continued  
For the year ended 31 March 2024

Previous year

	Tangible fixed assets	Net current assets / (liabilities)	Creditors > one year	Net Assets
	£	£	£	£
<b>Unrestricted funds</b>				
<i>General</i>				
General	2,453,710	902,975	(1,774,930)	1,581,755
	<b>2,453,710</b>	<b>902,975</b>	<b>(1,774,930)</b>	<b>1,581,755</b>

**ArRahma Foundation**  
**Detailed Statement of Financial Activities**  
**For the year ended 31 March 2024**

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
<b>INCOME AND ENDOWMENT</b>		
<b>Donations and legacies</b>		
Donations	797,906	655,093
	<b>797,906</b>	<b>655,093</b>
<b>Charitable activities</b>		
Income from charitable activities	175,619	190,438
	<b>175,619</b>	<b>190,438</b>
<b>Investments</b>		
Income from investment properties	15,830	6,300
Bank interest receivable	885	-
	<b>16,715</b>	<b>6,300</b>
<b>Total incoming resources</b>	<b>990,240</b>	<b>851,831</b>
<b>EXPENDITURE</b>		
<b>Raising donations and legacies</b>		
Gifts in kind	(32,850)	(11,449)
	<b>(32,850)</b>	<b>(11,449)</b>
<b>Charitable activities</b>		
Cost of direct charitable activity	(445,798)	(343,830)
Cost of grant funded charitable activity	(34,723)	(31,494)
	<b>(480,521)</b>	<b>(375,324)</b>
<b>SUPPORT COSTS</b>		
<b>Governance costs</b>		
Governance costs	(92,220)	(50,814)
	<b>(92,220)</b>	<b>(50,814)</b>
<b>Total resources expended</b>	<b>(605,591)</b>	<b>(437,587)</b>
<b>Net Income</b>	<b>384,649</b>	<b>414,244</b>



**CHARITY COMMISSION**  
FOR ENGLAND AND WALES

## Trustees' Annual Report for the period

From **01 Apr 2023** To **31 Mar 2024**

Charity name: **ArRahma Foundation**

Charity registration number: **1195363**

## Objectives and Activities

	SORP reference	
Summary of the purposes of the charity as set out in its governing document	Para 1.17	<ol style="list-style-type: none"><li>1. To advance the religion of Islam, by means of, but not exclusively, promoting the teachings and tenets of Islam, provision of facilities for worship and provision of facilities for Islamic education.</li><li>2. The advancement of education for public benefit, by means of, but not exclusively, supplementary classes, facilities for nursery education and any such activities as the Trustees may determine from time to time.</li><li>3. To promote racial and religious harmony for the benefit of the public by promoting knowledge and mutual understanding between different racial and faith groups, in ways that reduces conflict and creates trust, unity and peace between them.</li><li>4. To relieve financial hardship, distress and suffering among poor people, victims of natural disasters and other people in need, by means thought fit by the trustees from time to time.</li><li>5. The provision or assistance in the provision of facilities in the interests of social welfare for recreation or other leisure time occupation of individuals who have a need of such facilities by reason of their youth, gender, age infirmity or disability, financial hardship or social circumstances with the object of improving their conditions of life.</li></ol>
Summary of the main	Para 1.17 and	<ol style="list-style-type: none"><li>1. To establish a Islamic community</li></ol>

<p>activities in relation to those purposes for the public benefit, in particular, the activities, projects or services identified in the accounts.</p>	<p>1.19</p>	<p>centre and to maintain and manage the same, in enhancement of the above objects.</p> <ol style="list-style-type: none"> <li>2. To organize conventions, seminars, and workshops to help achieve the above objects.</li> <li>3. To establish goodwill and working relationships between the Council and other local bodies including local government, public departments and other ethnic and cultural associations.</li> <li>4. To raise awareness amongst its members and general public against extremism and violence, as per Islamic teachings.</li> <li>5. Publish magazines, websites, newsletters, brochures, and other written materials.</li> <li>6. To raise or collect funds.</li> <li>7. To invite, receive and accept gifts of assets, property and any other gifts.</li> <li>8. To buy, take on lease or in exchange, hire or otherwise acquire any property and to maintain and equip it for use.</li> <li>9. To sell, lease or otherwise dispose of all or any part of the property belonging to the Charity.</li> <li>10. To setup trading subsidiaries or carry out any such trading activities that are allowable under law.</li> <li>11. To co-operate with local, regional, national or international charities, voluntary bodies, statutory authorities, and any other organisation.</li> <li>12. To establish and pay for the establishment of any such electronic communication medium as thought fit, including the use of radio, internet, satellite, mobile phone and other such broadcast or transmission technology in furtherance of the objects.</li> <li>13. To establish or support any charitable trusts, associations or institutions formed for any of the charitable</li> </ol>
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		<p>purposes included in the objects.</p> <p>14. To acquire, merge with or enter into any partnership or joint venture arrangement with any other charity formed for any of the objects.</p> <p>15. To create such advisory committees as the Trustees think fit.</p> <p>16. To provide and pay for indemnity insurance for the Trustees if required to keep in repair and pay for the costs of insuring any assets of the charity against any liability and risks of damage.</p> <p>17. To provide and pay for public and employers liability insurance if required.</p> <p>18. To employ and remunerate such staff or persons as are necessary for carrying out the work of the charity.</p> <p>19. To appoint patrons or advisors or any such persons to assist in any decision making.</p> <p>20. To do any other lawful thing that is necessary or desirable for the achievement of the objects or to exercise any other powers given by the Trustee Act 2000.</p>
Statement confirming whether the trustees have had regard to the guidance issued by the Charity Commission on public benefit	Para 1.18	The trustees give due regard to the guidance issued by the Charity Commission on public benefit.

#### Additional information (optional)

You may choose to include further statements where relevant about:

	SORP reference	
Policy on grant making	Para 1.38	NA
Policy on social investment including program related investment	Para 1.38	NA
	Para 1.38	



Contribution made by volunteers		
Other		

## Achievements and Performance

	SORP reference	
Summary of the main achievements of the charity, identifying the difference the charity's work has made to the circumstances of its beneficiaries and any wider benefits to society as a whole.	Para 1.20	<p>The CIO ArRahma Foundation was merged with The Muslim Association of Hall Green (Charity Trust) with Reg No of 1153816.</p> <p><b>All future activities are now conducted under the CIO.</b></p> <p><b>Until March 2023 all activities delivered via The Muslim Association of Hall Green (Charity Trust) with Reg No of 1153816.</b></p>

### Additional information (optional)

You may choose to include further statements where relevant about:

Achievements against objectives set	Para 1.41	NA
Performance of fundraising activities against objectives set	Para 1.41	
Investment performance against objectives	Para 1.41	
Other		

## Financial Review

Review of the charity's financial position at the end of the period	Para 1.21	<b>All previous accounts submitted</b> as The Muslim Association of Hall Green (Charity Trust) with Reg No of 1153816.  <b>Following successful merger all future financial activities will be conducted under the CIO.</b>
Statement explaining the policy for holding reserves stating why they are held	Para 1.22	
Amount of reserves held	Para 1.22	
Reasons for holding zero reserves	Para 1.22	
Details of fund materially in deficit	Para 1.24	
Explanation of any uncertainties about the charity continuing as a going concern	Para 1.23	

### Additional information (optional)

You may choose to include further statements where relevant about:

The charity's principal sources of funds (including any fundraising)	Para 1.47	
Investment policy and objectives including any social investment policy adopted	Para 1.46	
A description of the principal risks facing the charity	Para 1.46	
Other		

## Structure, Governance and Management

Description of charity's trusts:		
Type of governing document (trust deed, royal charter)	Para 1.25	<b>CIO Constitution</b>
How is the charity constituted? (e.g. unincorporated association, CIO)	Para 1.25	<b>CIO</b>
Trustee selection methods including details of any constitutional provisions e.g. election to post or name of any person or body entitled to appoint one or more trustees	Para 1.25	<b>Through foundation Trustee recommendation per constitution</b>

### Additional information (optional)

You may choose to include further statements where relevant about:

Policies and procedures adopted for the induction and training of trustees	Para 1.51	
The charity's organisational structure and any wider network with which the charity works	Para 1.51	
Relationship with any related parties	Para 1.51	
Other		

## Reference and Administrative details

Charity name	ArRahma Foundation
Other name the charity uses	
Registered charity number	<b>1195363</b>
Charity's principal address	14 Etwall Road Hall Green Birmingham B28 0LE

**Names of the charity trustees who manage the charity**

	Trustee name	Office (if any)	Dates acted if not for whole year	Name of person (or body) entitled to appoint trustee (if any)
1	Mohammed Ishaq	Chair		
2	Dr. Muhammad Imran Bhatti			
3	Forquat Salim			
4	Zaheer Mahmood			
5	Jaunied Amin			
6				

## Funds held as custodian trustees on behalf of others

Description of the assets held in this capacity	
Name and objects of the charity on whose behalf the assets are held and how this falls within the custodian charity's objects	
Details of arrangements for safe custody and segregation of such assets from the charity's own assets	

### Additional information (optional)

#### Names and addresses of advisers (Optional information)

Type of adviser	Name	Address

#### Name of chief executive or names of senior staff members (Optional information)

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## Exemptions from disclosure

#### Reason for non-disclosure of key personnel details

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#### Other optional information


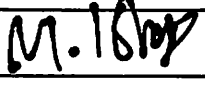
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## Declarations

The trustees declare that they have approved the trustees' report above.

Signed on behalf of the charity's trustees

Signature(s)

	
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Full name(s)

zaheer mahmood	Mohammed Ishaq
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Position (eg Secretary,  
Chair, etc)

trustee	Chair
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Date

9th September 2024
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