HORN OF AFRICA FOUNDATION

REPORT AND
FINANCIAL STATEMENTS
31 MARCH 2018
HORN OF AFRICA FOUNDATION

Report and Financial Statements 31 MARCH 2018

Contents

List of Officers and Professional Advisers 4
Trustees’ Report 5-7
Statement of Trustees’ Responsibilities 8
Statement of Independent examiners report 9
Statement of Financial Activities 10
Balance Sheet 11
Notes to the Accounts 12-15
HORN OF AFRICA FOUNDATION

List of Officers and Professional Advisers

Board of Trustees

Mr Abdi Omar Osman (Director)
Mr Gani Abdullahi
Ms Ifrah Mohamed Omer
Mr Omar Yusuf Galadid

Registered Office.

Unit 9 Red Lion Court, Alexandra Road,
Hounslow, TW3 1JS

Bankers

HSBC
Hayes, UB3 4BY

Independent Examiners
Optmark Accountants
282 Streatham High Road
London
SW16 6HE
HORN OF AFRICA FOUNDATION

Trustees’ report for the year ended 31 MARCH 2018
The trustees present their annual report and financial statements of the charity for the year ended 31st March 2018. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity’s trust deed, the Charities Act 2011 and 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 published (FRS 102) (effective 1 January 2015).

Structure, governance and management
The Charity is a registered charity and is constituted under a trust deed dated 22 May 2015.

Appointment of trustees
New trustees are appointed by existing trustees and serve for 3 years after which they may put themselves forward for re-appointment. The Trust Deed provides for a minimum of 3 trustees, to a maximum of 12 trustees.

At the monthly trustee meetings, the trustees agree the broad strategy and areas of activity for the Charity, including investment, reserves and risk management policies and performance.

Trustee induction and training
Most Trustees are already familiar with the work of the charity as a result of either their work within a member organisation or as a volunteer. Additionally, new trustees familiarises themselves with the roles and responsibilities of trustees as set out by the Charity Commission.

Aim and purposes

Horn of Africa Foundation (HOAF) was founded by members who were inspired by the desire of children to get an education but have no access to education due to the death of their parents or aggravating poverty in Kenya, Somalia and Ethiopia. The organisation works to assist destitute children and orphans get access to education and live a life of dignity in the future.

Objective and activities

The main objective of the trust is the advancement of education and the preservation and protection of the health of refugees living in refugee camps in the Horn of Africa for the public benefit.

To cater for the destitute, children orphaned by war and those who come from poor families providing them with shelter, education, security and healthy lives in order to improve the quality of their lives and thus- their sense of pride.
The vision of Horn of Africa Foundation (HOAF) is to endeavor to provide for the children and the community as whole in Kenya, Somalia and Ethiopia, the opportunity to achieve self-sufficiency in terms of access to basic services such as health and education. HOAF’s vision also entails alleviating poverty and suffering among children, promoting cohesiveness and a peaceful society that is capable of deciding their own future.

What we do:

The Horn of Africa Foundation has an ambitious plan to conduct key programs focusing on: Education, Health Care, Emergency Relief, Ramadan, Qurbani and Eid festivals, Water and Sanitation, Help Sponsor an Orphans program and children and women’s welfare programs.

Achievement and performances

Horn of Africa Foundation is a small charity founded in May 2015. The trustees are satisfied with the consistent progress and development of the charity.

East Africa Drought Appeal:
This year we have been successful in providing food aid assistance to the people who were affected by severe drought and shortage of food. In 2017 more than 25 million people including 15 million children needed humanitarian assistance in East Africa. HOAF has responded to this crisis by raising funds and supporting the most remote and disadvantaged people. We have distributed Food aid and Water to the Ogaden region of Ethiopia and Somalia. HOAF has also collaborated with the National Drought Response committee of the Federal Republic of Somalia.

Ramadan & Eid Project:
Horn of Africa Foundation has successfully implemented an Iftar Program during the Ramadan Month. The iftar program is executed in Dadaab refugee Camp in Kenya. Moreover, HOAF has managed to receive sponsorship for 15 orphans during the period. This year we were able to organise Qurbani and distribute meat packs to Orphans and destitute families in Doblay, Kismayo Lower Jubba region of Somalia and Dadaab refugee camp in Kenya. For many, this was the only time they were able to eat meat for the whole year.

HOAF supports Hersi Mahad Academy, a school in Dadaab refugee camp with 550 students.
HORN OF AFRICA FOUNDATION
Trustees’ report for the year ended 31 MARCH 2018(Continued)

Public benefit

The Trustees declare that, they have throughout their activities had regard to the guidance issued by the Charity Commission on the public benefit.

Volunteers and Donors

We would like to thank all the volunteers, donors and Organisations who helped us succeed in our projects. This includes Al Furqan Education Trust, Global Alliance, Darussalam cultural Centre, Jame’ah Masjid E Noor, Noah Ark and Hounslow Jamia Masjid.

Financial review

This is the third year the charity has been in operation and has had some financial constraint; however, we have been able to raise funds and received unrestricted donations, subscription and membership fee. This leaves us a surplus which will be spent according to our service policy.

Reserves policy and going concern

The balance held in unrestricted reserves at 31st March 2018 was £6958, The trustees aim to maintain free reserves in unrestricted funds at a level which equates to approximately three months of unrestricted charitable expenditure. The trustees consider that this level will provide sufficient funds to respond to applications for grants and ensure that support and governance costs are covered.

The Charity's main source of income is donation, fundraising and membership fees. The Trustees consider that it is appropriate to prepare the accounts on a going concern basis and, consequently, the accounts do not include any adjustments that would be necessary if these sources of income should cease.

Risk management

The trustees have conducted a review of the major risks to which the charity is exposed, and systems have been established to mitigate those risks.

Plans for Future Periods

The Charity plans continuing the activities outlined above in the forthcoming years subject to Satisfactory funding arrangements
HORN OF AFRICA FOUNDATION

Trustees responsibilities in relation to the financial statements 31 MARCH 2018

The charity trustees are responsible for preparing a trustees’ annual report and 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 requires the charity trustees to prepare financial statements for each 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, of the charity for that period. In preparing the financial statements, the trustees are required to:

- Select suitable accounting principles and then apply them consistently;
- Observe the methods and principles in the applicable Charities SORP;
- Make judgments and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures that must be disclosed and explained in the financial statements;
- Prepare the financial statements on a going concern basis unless it is appropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that 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 applicable Charities (Accounts and Reports) Regulations, and the provision of the Trust deed. They are also responsible for safeguarding the assets of the charity and taking reasonable steps for the prevention and detection of fraud and other irregularities.

Report is approved and signed on their behalf by:

Abdi Osman
Chair of Trustees
31 December 2018
INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES OF HORN OF AFRICA FOUNDATION REGISTERED

Independent Examiner’s Report to the Trustees of HORN OF AFRICA FOUNDATION for the period ending 31 March 2018

Respective responsibilities of trustees and examiner

The trustees are responsible for the preparation of the accounts for the charity. The trustees consider that an audit is not required for this year under section 144 of the Charity Registration Act 2011 (The Charities Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act; and
- to follow the procedures laid down in general directions given by Charities Commission (under section 145(5)(b) of the Charities Act),
- state whether particular matters have come to my attention.

Basis of independent examiner’s report

My examination was carried out taking into consideration general directions given by Charity commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the accounts.

Independent examiner’s statement

In connection with my examination, I have reasonable cause to believe that (other than in relation to those matters disclosed in Part 2 below):

(1) in all material respects the requirements:

- to keep accounting records in accordance with regulations made under section 130 of the Charities Act;
- to prepare accounts in accordance with regulations made under section 11(1)(b) of the Act; have been met; and

(2) there are no material matters to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Mr A. Hussein -IFA
Optmark Accountants
282 Streatham High Road
London SW16 6HE
31 December 2018
# HORN OF AFRICA FOUNDATION
## STATEMENT OF FINANCIAL ACTIVITIES
(including an Income and Expenditure Account)
**YEAR ENDED 31 MARCH 2018**

<table>
<thead>
<tr>
<th>Note</th>
<th>Income from</th>
<th>£</th>
<th>£</th>
<th>£</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Donations and legacies</td>
<td>2,757</td>
<td>-</td>
<td>2,757</td>
</tr>
<tr>
<td></td>
<td>Charitable Activities</td>
<td>50,487</td>
<td>-</td>
<td>50,487</td>
</tr>
<tr>
<td></td>
<td>Grants &amp; Donations</td>
<td>870</td>
<td>-</td>
<td>870</td>
</tr>
<tr>
<td></td>
<td>Other income</td>
<td>800</td>
<td>-</td>
<td>800</td>
</tr>
<tr>
<td></td>
<td><strong>TOTAL INCOMING RESOURCES</strong></td>
<td><strong>54,914</strong></td>
<td>-</td>
<td><strong>54,914</strong></td>
</tr>
</tbody>
</table>

## RESOURCES EXPENDED

<table>
<thead>
<tr>
<th>Note</th>
<th>Charitable Activities</th>
<th>(53,291)</th>
<th>-</th>
<th>(53,291)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Governance and Support</td>
<td>(1,610)</td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td><strong>TOTAL RESOURCES EXPENDED</strong></td>
<td><strong>(54,901)</strong></td>
<td>-</td>
<td><strong>(53,291)</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Note</th>
<th>Net income</th>
<th>13</th>
<th>-</th>
<th>13</th>
</tr>
</thead>
</table>

| Note | Funds brought forward | 6,946 | 6,946 |

| Note | Net movement in funds and fund balances carried forward at 31 March 2018 | 6,958 | - | 6,958 |
HORN OF AFRICA FOUNDATION  
BALANCE SHEET  
As at 31 March 2018

<table>
<thead>
<tr>
<th>Notes</th>
<th>2018</th>
<th>£</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Current Assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash at bank and in hand</td>
<td></td>
<td>7,258</td>
</tr>
<tr>
<td><strong>Total Current Assets</strong></td>
<td>5</td>
<td>7,258</td>
</tr>
<tr>
<td><strong>Current Liabilities</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Creditors amounts falling due within one year</td>
<td>6</td>
<td>(300)</td>
</tr>
<tr>
<td><strong>Total assets less current liabilities</strong></td>
<td></td>
<td>6,958</td>
</tr>
<tr>
<td><strong>Financed by:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Unrestricted Funds</td>
<td></td>
<td>6,958</td>
</tr>
<tr>
<td>Restricted Funds</td>
<td></td>
<td>-</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>8</td>
<td>6,958</td>
</tr>
</tbody>
</table>

These financial statements were authorised and approved by the Trustees and signed on behalf of the Trustees by:

Abdi Osman  
Chairman  
31 December 2018
1. Accounting policies

Basis of preparation
The financial statements have been prepared under the historical cost convention. The financial
statements have been prepared in accordance with the Statement of Recommended Practice
(SORP), “Accounting and Reporting by Charities” (2005), the Companies Act 2006 and
applicable United Kingdom accounting standards.

Company status
The Charity is a company limited by guarantee. The members of the Company are the Trustees
named on page 2. In the event of the Charity being wound up, the liability in respect of the
guarantee is limited to £1 per member of the Charity.

Cash flow statement
Under Financial Reporting Standard (FRS) 1 the Charity is exempt from the requirement to
prepare a cash flow statement on the grounds that a parent undertaking includes the Charity in
its own published consolidated financial statements.

Fund accounting
General funds are unrestricted funds which are available for use at the discretion of the
Trustees in furtherance of the general objectives of the Charity and which have not been
designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed
by donors or which have been raised by the Charity for particular purposes. The costs of raising
and administering such funds are charged against the specific fund. The aim and use of each
restricted fund are set out in Note 2. Investment income and gains are allocated to the
appropriate fund.

Incoming resources
All incoming resources are included in the Statement of Financial Activities (SOFA) when the
Charity is legally entitled to the income and the amount can be quantified with reasonable
accuracy. The donation income where related to performance and specific deliverables are
accounted for as the Charity earns the right to consideration by its performance. Where income
is received in advance of entitlement, its recognition is deferred and included in creditors. Where
entitlement occurs before income being received, the income is accrued.

Resources expended
All expenditure is accounted for on an accruals basis and has been classified under headings
that aggregate all costs related to the category. Where costs cannot be directly attributed to
particular headings
HORN OF AFRICA FOUNDATION
Notes to the accounts
For the year ended 31 MARCH 2018

1. Accounting policies (Continued)
Community project costs are those costs incurred directly in support of the objects of the Charity. The community project costs include other support costs incurred in support of the objects of the Charity. Governance costs are those incurred in connection with governance arrangement of the Charity, which relate to the general running of the Charity and compliance with constitutional and statutory requirements. The basis of allocation for support costs and governance costs has been explained in Note 3.

2. Total incoming resources

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Voluntary Income</td>
<td>£</td>
</tr>
<tr>
<td>Unrestricted Income</td>
<td></td>
</tr>
<tr>
<td>Members contribution</td>
<td>2,757</td>
</tr>
<tr>
<td>Donations and legacies</td>
<td>870</td>
</tr>
<tr>
<td>Charitable Activities</td>
<td>50,487</td>
</tr>
<tr>
<td>Other Income</td>
<td>800</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>54,914</strong></td>
</tr>
</tbody>
</table>

Restricted Income

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Grants &amp; Donations</td>
<td>£</td>
</tr>
<tr>
<td><strong>Sub total</strong></td>
<td>-</td>
</tr>
<tr>
<td><strong>Total Incoming Resources</strong></td>
<td><strong>54,914</strong></td>
</tr>
</tbody>
</table>

3. Resource Expenses

<table>
<thead>
<tr>
<th></th>
<th>Direct Cost</th>
<th>Support Costs</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td>Charitable Activities</td>
<td>53,291</td>
<td>-</td>
<td>53,291</td>
</tr>
<tr>
<td>Support Cost</td>
<td>-</td>
<td>1,310</td>
<td>1,310</td>
</tr>
<tr>
<td>Governance cost</td>
<td>-</td>
<td>300</td>
<td>300</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>53,291</strong></td>
<td><strong>1,610.00</strong></td>
<td><strong>54,901</strong></td>
</tr>
</tbody>
</table>
4. Trustees’ Remuneration

The trustees did not receive any remuneration during the year

5. Current Assets

**CASH IN BANK**

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>£</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current account</td>
<td>7,258</td>
<td>7,258</td>
</tr>
</tbody>
</table>

6. Creditors: Amount falling due within one year

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>£</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accruals and deferred income</td>
<td>300</td>
<td></td>
</tr>
</tbody>
</table>

Total: 300
HORN OF AFRICA FOUNDATION
Notes to the accounts (Continued)
For the year ended 31 MARCH 2018

7. Analysis of charitable funds

<table>
<thead>
<tr>
<th></th>
<th>Bal b/f</th>
<th>Bal C/f</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>As at 1st April 2017</td>
<td>Income</td>
</tr>
<tr>
<td>Unrestricted Funds</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Current year movement</td>
<td>6,946</td>
<td>54,914</td>
</tr>
</tbody>
</table>

Restricted funds:
- Current year movement: - - - -

Total funds 6,946 54,914 (54,901) 6,959

8. Analysis of Net Assets between Funds

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted Funds</th>
<th>Restricted Funds</th>
<th>2018</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Cash at Bank n In Hand</td>
<td>7,258</td>
<td>-</td>
<td>7,258</td>
</tr>
<tr>
<td>Other net current assets</td>
<td>(300)</td>
<td>-</td>
<td>(300)</td>
</tr>
<tr>
<td>Total net assets</td>
<td>6,958</td>
<td>-</td>
<td>6,958</td>
</tr>
</tbody>
</table>

9. Taxation

HORN OF AFRICA FOUNDATION is a registered charity and is thus exempt from taxation of its income and gains falling within Section 505 of the Income and Corporation Taxes Act 1988 or Section 256 of the taxation of Chargeable Gains Act 1992 to the extent that they are applied.

10. Ultimate Parent Undertakings

11. Pension Cost

The charity did not incur any pension liability and did not participate any pension fund.

11. Related party Transitions

There were not related party transactions during the year.