



HORN OF AFRICA FOUNDATION

REPORT AND

FINANCIAL STATEMENTS

31 MARCH 2018

HORN OF AFRICA FOUNDATION

Report and Financial Statements 31 MARCH 2018

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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 when 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.

HORN OF AFRICA FOUNDATION

Trustees' report for the year ended 31 MARCH 2018(Continued)

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 Doblai, 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:



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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
(incorporating an Income and Expenditure Account)
YEAR ENDED 31 MARCH 2018**

		Unrestricted Funds 2018 £	Restricted Funds 2018 £	Total Funds 2018 £
	Note			
Income from				
Donations and legacies		2,757	-	2,757
Charitable Activities		50,487	-	50,487
Grants & Donations		870	-	870
Other income		800	-	800
TOTAL INCOMING RESOURCES	2	54,914	-	54,914
RESOURCES EXPENDED				
Charitable Activities		(53,291)	-	(53,291)
Governance and Support		(1,610)		
TOTAL RESOURCES EXPENDED	3	(54,901)	-	(53,291)
Net income		13	-	13
Funds brought forward		6,946		6,946
Net movement in funds and fund balances carried forward at 31 March 2018	7	6,958	-	6,958

**HORN OF AFRICA FOUNDATION
BALANCE SHEET
As at 31 March 2018**

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

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



Abdi Osman
Chairman
31 December 2018

HORN OF AFRICA FOUNDATION
Notes to the accounts
For the year ended 31 MARCH 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

	2018
	£
Voluntary Income	
Unrestricted Income	
Members contribution	2,757
Donations and legacies	870
Charitable Activities	50,487
Other Income	800
	<u>54,914</u>
Restricted Income	
	2018
	£
Grants & Donations	-
Sub total	<u>-</u>
Total Incoming Resources	<u>54,914</u>

3. Resource Expenses

	Direct Cost	Support Costs	2018 £
Charitable Activities	53,291	-	53,291
Support Cost	-	1,310	1,310
Governance cost	-	300	300
	<u>53,291</u>	<u>1,610.00</u>	<u>54,901</u>

HORN OF AFRICA FOUNDATION
Notes to the accounts
For the year ended 31 MARCH 2018

4. Trustees' Remuneration

The trustees did not receive any remuneration during the year

5. Current Assets

CASH IN BANK

	2018
	£
Current account	7,258
	<u>7,258</u>

6. Creditors: Amount falling due within one year

	2018
	£
Accruals and deferred income	300
	<u>300</u>

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

7. Analysis of charitable funds

	Bal b/f			Bal C/f
	As at 1st	Income	Expenditure	As at 31
	April 2017			March 2018
	£	£	£	£
Unrestricted Funds				
Current year movement	6,946	54,914	(54,901)	6,959
	-			
Restricted funds:				
Current year movement	-	-	-	-
Total funds	<u>6,946</u>	<u>54,914</u>	<u>(54,901)</u>	<u>6,959</u>

8. Analysis of Net Assets between Funds

	Unrestricted	Restricted	2018
	Funds	Funds	£
	£	£	
Cash t Bank n In Hand	7,258	-	7,258
Other net currebt assets	(300)	-	(300)
Total net assets	<u>6,958</u>	<u>-</u>	<u>6,958</u>

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

10. 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