



**HORN OF AFRICA FOUNDATION**

**REPORT AND**

**FINANCIAL STATEMENTS**

**31 MARCH 2019**

# **HORN OF AFRICA FOUNDATION**

## **Report and Financial Statements 31 MARCH 2019**

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# **HORN OF AFRICA FOUNDATION**

## **List of Officers and Professional Advisers**

### **Board of Trustees**

Mr Abdi Omar Osman : Chairman  
Mr Gani Abdullahi : Secretary  
Mr Omar Yusuf Galadid : Treasurer  
Ms Ifrah Mohamed Omer :Trustee

### **Registered Office.**

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

### **Bankers**

HSBC  
Hayes,  
London  
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 2019**

The trustees present their annual report and financial statements of the charity for the year ended 31st March 2019. 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 2019(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.

## **Ado School project:**

Horn of Africa Foundation has implemented a pilot project to establish a quality School in Caado Town, doolo Zone, in Somali regional state Ethiopia. The charity has been researching the day to day problems caused by violence in Somali regional state especially Doolo Zone where Caado town is located. Caado town was one of the most affected areas in the region. Most of the residents in the town and surrounding area were forced to flee from the area during violence between government and rebel groups. There are over 250 Orphaned children live in the town who are homeless or depend on family friends or single parents with out income.

In Caado town, there isn't any established schools and children stay around without directions, they are very vulnerable and often get harmed and exploited. When they grow up and become teenage, they are more likely to become involved in criminal activities or become victims of crimes.

Horn of African Foundation have decided to make changes in the town, our first proposal is to build a school with 6 classes, two toilets, offices and other essentials.

We have completed 3 classes, and two toilets. Another 3 classes and a mosque will be completed soon. In the near future a clinic will be added to the project.

# **HORN OF AFRICA FOUNDATION**

**Trustees' report for the year ended 31 MARCH 2019(Continued)**

## **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 9 orphans during the period.

This year we were able to organise Qurbani and distribute meat packs to Orphans and destitute families in Doblai, Kismanyo 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.

## **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 2019 was £2,964 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 2019**

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:



Mr Omar Qaladid  
For Chair of Trustees

29 January 2019



## 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 2019

### **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  
29 January 2019

**HORN OF AFRICA FOUNDATION**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**(incorporating an Income and Expenditure Account)**  
**YEAR ENDED 31 MARCH 2019**

		Unrestricted Funds	Restricted Funds	Total Funds	Total Funds
	Note	2019 £	2019 £	2019 £	2018 £
<b>Income from</b>					
Members Subscription		2,415	-	2,415	2,757
Grants & Donations		13,690	-	13,690	51,357
Other income		-	-	-	800
<b>TOTAL INCOMING RESOURCES</b>	<b>2</b>	<b>16,105</b>	<b>-</b>	<b>16,105</b>	<b>54,914</b>
<b>RESOURCES EXPENDED</b>					
Charitable Activities		(19,800)	-	(19,800)	(53,291)
Governance and Support		(300)	-	(300)	-
<b>TOTAL RESOURCES EXPENDED</b>	<b>3</b>	<b>(20,100)</b>	<b>-</b>	<b>(20,100)</b>	<b>(53,291)</b>
<b>Net income</b>		<b>(3,995)</b>	<b>-</b>	<b>(3,995)</b>	<b>14</b>
Funds brought forward		6,959	-	6,959	6,947
<b>Net movement in funds and fund balances carried forward at 31 March 2019</b>	<b>7</b>	<b>2,964</b>	<b>-</b>	<b>2,964</b>	<b>6,958</b>

**HORN OF AFRICA FOUNDATION  
BALANCE SHEET  
As at 31 March 2019**

	Notes	2019 £	2018 £
<b>Current Assets</b>			
Cash at bank and in hand		3,564	7,258
<b>Total Current Assets</b>	5	3,564	7,258
<b>Current Liabilities</b>			
Creditors amounts falling due within one year	6	(599)	(300)
<b>Total assets less current liabilities</b>		<b>2,964</b>	<b>6,958</b>
<b>Financed by:</b>			
Unrestricted Funds		2,964	6,958
Restricted Funds		-	-
	8	<b>2,964</b>	<b>6,958</b>

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



Mr Omar Qaladid  
For Chair of Trustees

29 January 2019

**HORN OF AFRICA FOUNDATION**  
**Notes to the accounts**  
**For the year ended 31 MARCH 2019**

**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 2019**

**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**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
<b>Voluntary Income</b>		
<b>Unrestricted Income</b>		
Members contribution	2,415	2,757
Grants & Donations	12,000	51,357
Other Income	1,690	800
	<u><b>16,105</b></u>	<u><b>54,914</b></u>
<b>Restricted Income</b>		
	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Grants & Donations	-	-
<b>Sub total</b>	<u>-</u>	<u>-</u>
<b>Total Incoming Resources</b>	<u><b>16,105</b></u>	<u><b>54,914</b></u>

**3. Resource Expenses**

	<b>Direct</b>	<b>Support</b>	<b>2019</b>	<b>2018</b>
	<b>Cost</b>	<b>Costs</b>	<b>£</b>	<b>£</b>
Charitable Activities	19,800	-	19,800	53,291
Support Cost	-	-	-	1,310
Governance cost	300	-	300	300
	<u><b>20,100</b></u>	<u>-</u>	<u><b>20,100</b></u>	<u><b>54,901</b></u>

**HORN OF AFRICA FOUNDATION**  
**Notes to the accounts**  
**For the year ended 31 MARCH 2019**

**4. Trustees' Remuneration**

The trustees did not receive any remuneration during the year

**5. Current Assets**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Current account	3,564	7,258
	<hr/> 3,564	<hr/> 7,258

**6. Creditors: Amount falling due within one year**

	<b>2019</b>	<b>2018</b>
	<b>£</b>	<b>£</b>
Accruals and deferred income	599	300
	<hr/> <b>599</b>	<hr/> <b>300</b>

**HORN OF AFRICA FOUNDATION**  
**Notes to the accounts (Continued)**  
**For the year ended 31 MARCH 2019**

**7. Analysis of charitable funds**

	Bal b/f As at 1st April 2018	Income	Expenditure	Bal C/f As at 31 March 2019	2018
	£	£	£	£	£
<b>Unrestricted Funds</b>					
Current year movement	6,959	16,105	(20,100)	2,964	6,959
	-				
<b>Restricted funds:</b>					
Current year movement	-	-	-	-	-
<b>Total funds</b>	<b>6,959</b>	<b>16,105</b>	<b>(20,100)</b>	<b>2,964</b>	<b>6,959</b>

**8. Analysis of Net Assets between Funds**

	Unrestricted Funds	Restricted Funds	2019	2018
	£	£	£	£
Cash t Bank n In Hand	3,564	-	3,564	7,259
Other net currebt assets	(599)	-	(599)	(300)
<b>Total net assets</b>	<b>2,964</b>	<b>-</b>	<b>2,964</b>	<b>6,959</b>

**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