

Annual Report & Accounts

06th April 2018 to 31st May 2019



CRISIS AID

Charity Registration Number 1157507

Crisis Aid

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Crisis Aid

Report of the Trustees

For the period 6 April 2018 to 31 May 2019

The trustees present their report with the financial statements of the Crisis Aid (the “Charity”) for the period ended 31 May 2019. The Trustees have adopted the provision of Accounting and Reporting by Charities Statement of Recommended Practice (charity “SORP”) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard (“FRS”) applicable in the United Kingdom and Republic of Ireland (FRS 102) (effective from 1 January 2015).

OBJECTIVES AND ACTIVITIES

Charity’s Mission

- To support the victims of poverty and displacement around the world.
- Belief in equality, dignity and freedom for all, regardless of faith, colour or nationality.
- To apply our skills and experience at a time of crisis to all who are in need.
- To ensure our beneficiaries are always our highest priority

Charity’s Vision

A fairer world with equality and basic necessities of life for all human beings. No one should go without food, water, shelter, good health care and education. The vision is to make Crisis Aid a leading charity, a vanguard against poverty and a beacon of light for all.

Charitable Activities

The activities carried out for the public benefit by the charity are categorised into the following:

- Emergency relief such as provision of food, shelter, clothing, and medical aid to victims of displacement and natural disasters.
- Provision of clean fresh water by constructing water wells with storage tankers and taps, shallow hand pumps and trucking water to needy areas.
- The sponsoring of orphans and orphanages.
- Dispatching of shipping containers loaded with food, clothes and blankets and other essential items to support the poor and needy.
- Supporting medical clinics especially for the treatment of women and children.
- Income generating projects to help break dependence on hand outs.

When we set our programmes during the course of the year, it considers the Charity Commission’s general guidance on public benefit, prevention and relief of poverty and suffering. The trustees always ensure that the programmes undertaken are in line with our charitable objectives. Through our activities we hope to make a positive difference improving the lives of those we help.

How the Charity Works

The charity delivers its work in two ways:

- By direct delivery in areas where our own staff and volunteers travel to themselves, purchase and distribute the aid.
- By using trusted partners to purchase and deliver the aid in a specific region on our behalf.

The charity has increased the number of countries it works in from the previous year and as such has new partners and operations. The charity has also consolidated its relationships with existing partners attaining a better working relationship.

The charity decides where to work based on the following:

- Incidents of natural disasters and displacement caused by disease or conflicts.
- Data received on poverty and need for countries we already work in.
- Honouring our existing commitments to preventing poverty and suffering.
- The degree of safety, stability and security in the areas of operation.

Crisis Aid

Report of the Trustees- continued

For the period 6 April 2018 to 31 May 2019

The projects always aim to achieve their goals without any hindrance to the local economy or community. Labour, material, and supplies are sourced locally wherever possible to ensure the benefits are maximised across the economy.

Administrative Costs

Our donation policy states that 90p of each pound donated is used towards the appeals and 10p of each pound donated will be used for administration and other related costs. The charity covers the running costs through:

- The 10p of each pound.
- Donations received specifically for running costs.
- Money earned from recycling projects.
- Gift aid reclaimed from HMRC.

In this financial year we have maintained our donation policy and had great success with increasing our income from fundraisers and gift aid.

Public benefits

The board of Trustees confirmed that they have referred to the guidance on public benefits contained in the documents produced by the Th Charity Commission, when reviewing the aims and objectives of the Charity and planning future activities.

ACHIEVEMENT AND PERFORMANCE

Financial review

The Charity overall objectives in relation to fundraising was to maximise the amount of voluntary income raised and to ensure that the Charity did so at a reasonable cost: income ratio.

During the period ended 31 May 2019, total income was £2,147,159 (2018: £978,326) and direct cost on Charitable activities was £1,077,554 (2018: £536,244).

Reserve policy

1.Prudent level of reserves

Crisis Aid aims to have reserves of 50% of current annual expenditure. This will ensure business continuity in the event of any interruption or unforeseen circumstances. The reserves are kept in the charity bank accounts and are monitored closely.

2.Establishing and maintaining a prudent level of reserves.

In the event of reserves dipping below the target, the shortfall is met by direct fundraising and cost cutting measures. In addition, charity reserves are replenished each year by income from gift aided donations.

Non-financial performance

The Charity was established in Jan 2014 to help the people in need around the Globe and the Trustees are satisfied that the focus of the work meets these criteria.

During the period ended 31 May 2019, has managed to benefit approximately 1,427,432 persons living in poverty in 17 countries around the world. Other softer outcomes include raising awareness and in return bringing hope to the downtrodden around the world. Sometimes it is the thought that counts and the less fortunate have appreciated that people so far away want to help them.

This year Crisis Aid has operated in over 17 countries around the world. We have helped some of the most poor and needy people in the world who were isolated and had no means of assistance. In bringing aid to these people we have fulfilled our charitable objectives and made a positive change in the lives of hundreds of thousands of people. We intend to continue supporting the weak and vulnerable people to the best of our ability.

Crisis Aid

Report of the Trustees- continued

For the period 6 April 2018 to 31 May 2019

Syrian refugees

Crisis Aid has been at the forefront in helping Syrian refugees and has increased its assistance to them over the last year delivering much needed aid and relief to long-suffering families. Crisis Aid delivered mostly emergency aid including food, water, and shelter to those affected and displaced by the conflict.

Almost every month, hundreds of food parcels containing rice, lentils, oil, sugar, and other staple foods were distributed to refugee camps inside Syria. Crisis Aid also provided water, sanitation, shelter, clothes, and blankets.

Throughout the financial period 6 containers full of aid collected from all around the UK to support the neediest inside Syria were sent.

Overall, through all the various appeals for Syria, we have helped 800,420 people. These include families in besieged areas, widows, impoverished orphans, and injured patients. They have all received respite and succour thanks to our work and our generous donors.

Yemen

Yemen's desperate, and mostly forgotten plight has compelled Crisis Aid to increase relief efforts in Yemen. Through the past year, the charity has delivered food and non-food provisions to thousands of stranded families in Ta'iz, Sana'a, Hudaydah and Aden. In Hudaydah, thousands of stranded East African refugees have also been assisted. To deal with the water shortages, hundreds of water tankers across the Ta'iz region were refilled in late 2018. For the beginning of 2019, tankers delivered water daily to Ta'iz's many neighbourhoods, bringing respite to thousands of families.

Food should never be a weapon of war. Crisis Aid has reached out to thousands of people with lifesaving essentials - but the military onslaught around the port city of Hudaydah is putting yet more children, women, and men at risk. Children are paying the heaviest price and do not know when or if their next meal will come. We are working tirelessly on the ground doing whatever it takes to help save and protect lives. Crisis Aid has multiple teams on the ground working in Sana, Taiz, Ibb, Aden and Hajja. We are now able to send containers full of aid and food into Yemen.

Your donations have continued to deliver life-saving food and health supplies to beleaguered families in Yemen. This period thanks to your generous donations we managed to help 105,079 Yemenis.

Rohingya

Our emergency work in Bangladesh for the Rohingya refugees aimed to save lives and relieve suffering by meeting the urgent needs of those affected by the inter-communal conflict. We also aimed to build the resilience of the most vulnerable people in the short to medium term, despite the challenges of working towards any permanent solutions.

Despite the challenges, Crisis Aid continued to assist the long-suffering Rohingya refugees. Crisis Aid managed to help over 199,862 Rohingya refugees by providing them with food, safe clean water, sanitation, washing facilities, toilets, shelter, and blankets.

Sadly, their poverty and isolation have resulted in a non-committal response from many. Crisis Aid will nevertheless remain by their side and encourage donors to continue helping with their charity and supplications.

Palestine/Gaza

Our humanitarian response work in Gaza aimed to improve life for as many people as possible. This involved assessing the current difficulties faced by vulnerable families and meeting their immediate needs. We also planned our emergency work alongside our sustainable development programmes to help meet the longer-term needs of the Palestinian people.

Crisis Aid

Report of the Trustees- continued

For the period 6 April 2018 to 31 May 2019

Crisis Aid managed to help 17,550 Palestinians by providing them with food, daily hot meals, clean drinking water, sanitation, washing facilities, toilets, shelter, and blankets.

Pakistan/Kashmir

Crisis Aid have provided food parcels and water to some of the neediest people to help them survive. One food parcel sustains a family of six for a month with items including rice, flour, lentils, and necessary sanitary products.

Crisis Aid also actively supports desperately needed health clinics across Khyber Pakhtunkhwa which provide medical aid to some of the most remote communities in the country. These are communities where people die from preventable diseases and women from minor complications at childbirth. Our long-term plans for Pakistan include the building of hospitals and the running of specialist day clinics to help thousands of people.

The violence and curfews have also affected Kashmiris across the LOC in Pakistan administrated Kashmir causing hunger and financial instability for hundreds of families. Crisis Aid continues to support Kashmir by providing vital food to those most in need. Crisis aid pledges to continue supporting the Kashmiri people in their time of need.

Overall, through all the appeals for Pakistan and Kashmir your donations have helped 50,044 people.

Uganda

Crisis Aid has been active on the ground providing food parcels to families in these refugee camps. As always one of the biggest issues in the camps is the lack of clean water which ultimately leads to water borne diseases such as cholera and dysentery.

Crisis Aid has also begun construction of a school and orphanage complex in Mbala Province in Eastern Uganda. The orphanage will house approximately 100 orphans and provide them with free education and healthcare with a clinic on site. This long-term project will prepare orphaned children with opportunity to have a chance in life and grow up to find work and contribute to the wider society in Uganda. We expect the project to be complete in the coming years

Crisis Aid continues to assist the neediest people in Uganda. Thanks to you and your generous donations 166,673 refugees in Uganda have benefited in the past year. Food, hygiene supplies, livelihood projects, water wells and hand pumps have all been provided.

Indonesia

Crisis Aid helps to provide families with a healthy living environment, protection, privacy and dignity, Projects include providing shelter, food parcels, mosquito nets and hygiene kits to earthquake and tsunami affected people. In total, we reached 52,100 direct and indirect beneficiaries through our emergency projects including:

Ramadan:

Ramadan is the busiest month for Crisis Aid as Muslims donate generously to charitable causes. Fasting helps Muslims empathise with those who routinely go without food, and many also choose to give their annual obligatory Zakat during the holy month. Our donors count on us to provide Iftar meals to the fasting on their behalf, so that even those with little food can enjoy a meal at the end of their fasting day.

We work with people and communities to ensure that families have enough food for the month of Ramadan. Across the globe, we distribute family food packs with essentials such as flour, rice, and lentils to last the whole month, meaning families can instead focussing on the spiritual duties of the month.

Thanks to your donations, over two hundred thousand people benefited throughout the month of Ramadan this year. We had multiple campaigns running such as, Ramadan Food Parcels, Feed the Fasting around the World for just £2, East Africa Appeal and Rohingya Emergency Food Appeal. We also sent four 40ft containers for the

Crisis Aid

Report of the Trustees- continued

For the period 6 April 2018 to 31 May 2019

children of Syria which contained around 20 tonnes of aid including rice, lentils, beans, tinned food, flour, pasta, medicine, shelter, clothes, and Eid gifts. By supporting our work, you helped families and entire communities to have a happy Ramadan.

Ramadan Appeals	Beneficiaries
Food Parcels	37,920
Feed The Fasting	35,813
Zakat al-Fitr	45,000
Hot Meals	22,800
Water Pump	2,976
Containers	60,000
Total Benefitted:	204,509

Qurbani: Ramadan is swiftly followed by the days of Hajj. This season culminates in the great act of Qurbani when Muslims sacrifice animals to worship Allah. On the festival of Eid ul-Adha which marks the end of the sacred Hajj pilgrimage, Muslims around the world will follow in the footsteps and sunnah of our father Ibrahim (Peace Be Upon Him), as well as of our beloved final Messenger Muhammad (Peace and Blessings of Allah Be Upon Him) by sacrificing an animal (or paying to have one sacrificed on their behalf) and distributing the meat to the poor and needy around the world.

The month of Hajj is also a key date in Crisis Aid's annual calendar as it marks the festive occasion on which donors give generously and share the gift of food with others. Every year, Crisis Aid carries out Qurbani sacrifices around the world on behalf of its donors and distributes the meat to the poor. This year our Qurbani appeal set new records. We were humbled by the continuing generosity of our donors. This helped us reach over two hundred thousand of the world's poorest people and made their Eid a time of happiness.

Crisis Aid was able to sacrifice thousands of animals on your behalf this Eid. Cows, sheep, and goats were sacrificed in twelve countries around the world, including those suffering poverty and oppression in Palestine/Gaza, Syria, Yemen, Pakistan, Kashmir, Bangladesh, Sri Lanka, Uganda, Ethiopia, Eritrea, Sudan, and Somalia. We provided just over 214,000 people with fresh meat this Eid ul Adha 2018. In comparison to last year when we benefited 70,000. This is a huge increase. This large- scale distribution took place in the twelve countries we selected that were in urgent need.

The Qurbani helped the poor and most needy celebrate Eid with the rest of us. Some families treated the meat that was provided by drying it out so it could be used for weeks to come.

Country	Beneficiaries
Bangladesh	420
Eritrea	4,668
Ethiopia	420
Kashmir	7,398
Pakistan	13,746
Palestine	1,260
Somalia	10,386
Sri Lanka	1,050
Sudan	1,050
Syria	84,000
Uganda	85,320
Yemen	5,250
Total Benefitted:	214,968

Crisis Aid

Report of the Trustees- continued

For the period 6 April 2018 to 31 May 2019

Plans for future periods

Crisis Aid has increased its spend on fundraising activities including online marketing and advertising which has generated significant levels of income for the charity. It is a very cost-effective method of raising awareness and income for appeals. A breakdown of spending and income generated is outlined below (Please note 2020 reflects estimated figures for 12 month period ending 31.05.2020):

	Fundraising	Income
2019	136,960	2,147,159
2020	250,000	3,000,000

If material expenditure was incurred to raise income in the future, the report must explain the effect this expenditure has had, and is intended to have, on the net return from fundraising activities for both the reporting period and future periods.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing documents

The Crisis Aid is a Trust and is governed by its Trust Deed dated 24 Jan 2014. The Board of Trustees of the charity is responsible for the overall operations of the charity.

Structure of the organisation

Crisis Aid's trustees are responsible for ensuring that the charity is compliant with its legal duties and is fulfilling its Charitable objectives. The trustees monitor all aspects of strategic and business operations and meet regularly to review and evaluate performance.

The trustees keep up to date with changes in the law and developments in the operational environment through regular training and learning. This has enabled the charity to grow this year and increase its income and beneficiaries around the world.

Appoint of Trustees

New trustees are appointed by a resolution of the trustees passed at a special meeting called under clause 15 of the Trust deed. Normally trustees are people who already have an existing involvement with, and knowledge of, the charity. Induction meetings for new trustees are held prior to their first Board meeting. The Board of Trustees meets every quarter. Other ad hoc meetings and telephone conferences involving either the whole Board or selected members of the Board are also held as required.

Employees and volunteers

Crisis Aid employ five equivalents to full time members of staff and recruited another one part time employee. Crisis Aid is always been indebted to its volunteers around the country who donate their precious time in the evenings and weekends to support our work. Our volunteers help organise events and fundraisers which have been integral to the charity's marketing to raise awareness of the work we do. All staff and volunteers performed their duties at Unit 21, Progress Park, Ribocon Way, Luton, Beds, LU4 9UR.

Related party

Crisis Aid has worked alongside charities in the United Kingdom including many mosques who all promote and financially support the work we do around the world. They have given us money for sadaqa and zakat to distribute on their behalf and we will continue to strengthen our collaboration with organisations that share the same charitable objectives as us.

A recent investigation into the conduct of a member of staff found that the staff member was allegedly the beneficial owner of Prestige Import and Export Limited (PIEL) a 3rd party supplier used to supply goods and services in Syria on behalf of the charity. The member of staff was duly dismissed following an investigation for gross misconduct and the charity no longer uses the services of PIEL.

Crisis Aid

Report of the Trustees- continued

For the period 6 April 2018 to 31 May 2019

Global Logistical Suppliers Limited (GLSL) is a 3rd party supplier to Crisis Aid which is its main customer in the United Kingdom. The director of GLSL is related to one of the charity trustees and another is a friend. None of the members of the Crisis Aid board or parties related to them has undertaken any transactions with GLSL or received any benefit from the charity in payment or kind. Board members received no honoraria or emoluments in the period.

Any work conducted by Crisis Aid with 3rd party suppliers is subject to a thorough vetting procedure and then approved as suppliers. These partners have a proven track record with extensive knowledge and local links in the areas they operate which gives the charity and donors the peace of mind that their donations are in good hands. All relationships between the charity and 3rd party suppliers are managed professionally, whereby all conflicts of interests are declared and procurement of services are done in a clear and transparent manner to avoid any misappropriation or fraud in the future.

Details of the transactions with related parties are disclosed in page 25.

Risk management

Everything the charity does is underpinned by due diligence and risk management from vetting new partners, deciding the countries we operate in and the types of projects we do. All internal and external risk are identified and considered to ensure no unnecessary risks are taken that can damage the reputation of the charity. Crisis Aid uses various tools including Reuters World Check, Companies House, Charity Commission records and consultants to conduct due diligence and manage risks. However, the major risks, to which Crisis Aid is exposed, are identified and reviewed by the trustees as part of the annual risk review process. Appropriate systems and procedures are in place to manage these risks and provide reasonable but not absolute assurance against occurrence.

The principle risks and their mitigation are as follows:

Financial risks: Loss of income in general and in cases like Covid 19. **Mitigations:** Implement financial planning and controls, monitoring and regular spending reviews, reserves policy.

Regulatory and legal risks: Non-compliance of charity commission rules. **Mitigation:** Trustee training, subscribe to charity commission news updates, have internal and external audits.

General Data Protection Regulation ("GDPR"): Data loss, non-compliance. **Mitigations:** Implement and follow GDPR policy. Regular staff training on GDPR.

Fraud or error: Financial fraud, misappropriation. **Mitigation:** Strong governance, financial controls, internal checks and balances on staff, external review by auditors.

GRANT MAKING POLICY

Crisis Aid awards grants to several external organisations to expend money on its behalf. All partner organisations are thoroughly vetted, their credentials are checked and only after their reliability is confirmed do, we decide to work with them. Thereafter, for each project our international partners must submit a project proposal which is analysed and only approved once it satisfies all the criteria. To make the entire process fair and transparent, the charity has a robust procurement and grant making policy.

GOING CONCERN

The Trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Following the assessment of the Crisis Aid's financial position of the operational consequences and ramifications of the Covid-19 pandemic and of its ability to meet its obligations as and when they fall due, the Trustees have a reasonable expectation that the Charity will be able to continue to operate for at least the next 12 months from the signing of these financial statements. Therefore, the financial statements have been prepared on a going concern basis.

Crisis Aid

Report of the Trustees- continued

For the period 6 April 2018 to 31 May 2019

REFERENCE AND ADMINISTRATIVE DETAILS

Charity Details

Name: Crisis Aid

Registration number: 1157507

Principle address: Unit 21, Progress Park, Ribocon Way, Luton, Beds, LU4 9UR.

Website: www.crisisaid.org.uk

Trustees

The trustees, who held office during the period and up to date of signing, were as follows:

Altaf Khan- Chairman

Ahmed Al Nashash- Secretary (resigned 24 April 2020)

Dr. Nurul Islam (appointed 15 January 2019)

Abdul Qadeer Baksh (resigned 6 April 2018)

Ahsan Chaudhry (resigned 6 April 2018)

Nauman Nisar (resigned 10 October 2018)

Auditor

Hassan Sheikh (Senior Statutory Auditor)

For and on behalf of Adroit Auditing

Statutory Auditor

Unit 8, Dock offices

Surrey Quays Road

London

SE16 2XU

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the 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, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently
- observe the methods and principles in the Charity SORP
- make judgements and estimates that are reasonable and prudent
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which 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 Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on 28 September 2020 and signed on its behalf by:



Altaf Khan - Chairman

Report of the Independent Auditor to the members of Crisis Aid

Opinion

We have audited the financial statements of Crisis Aid (the 'charity') for the period ended 31 May 2019 which comprise Statement of Financial Activities, Balance Sheet, Cash Flow Statement and notes to the financial statements including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 May 2019 and of its incoming resources and application of resources for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter

We draw attention to note 21 of the financial statements, which describe the effect of (i) ongoing legal matter (ii) charitable funds which were being deposited in an external bank account from Crisis Aid and (iii) bad publicity related to appeal claiming that 30 Muslim bodies were going to be cremated by hospitals in the London area. Our opinion is not modified in respect of this matter.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report and Accounts other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Report of the Independent Auditor to the members of Crisis Aid- continued

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 10 the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Hassan Sheikh (Statutory Auditor)
For and on behalf of Adroit Auditing
Statutory Auditor
Unit 8, Dock Office
Surrey Quays Road
London, SE16 2XU

28 September 2020

Crisis Aid

Statement of Financial Activities

For the period 6 April 2018 to 31 May 2019

	Notes	Unrestricted Funds £	Restricted Funds £	2019 Total £	2018 Total £
Incoming resources					
Donations and legacies*	2	531,409	1,532,005	2,063,414	930,300
Tax on Gift Aid donations		83,745	-	83,745	48,026
Total incoming resources		615,154	1,532,005	2,147,159	978,326
Resources expended					
Charitable activities	3	-	1,077,554	1,077,554	536,244
Support costs	4	318,715	-	318,715	103,088
Fundraising costs	5	136,960	-	136,960	-
Depreciation	14 & 15	9,417	-	9,417	3,984
Total Resources Expended		465,092	1,077,554	1,542,646	643,316
Net incoming resources		150,062	454,451	604,513	335,010
Movement of Funds		59,867	(59,867)	-	-
Net movement of Funds	6	209,929	394,584	604,513	335,010
Reconciliation of Funds					
Total funds brought forward	7	218,545	471,644	690,189	355,179
Total funds carried forward	6	428,474	866,228	1,294,702	690,189

* 2018 comparatives have been restated "Other donations – Admin", which was presented separately in 2018, has been subsumed within Donations and legacies. The amount subsumed was £29,301.

Continuing operations

All incomes and expenditures have arisen from continuing operations.

Crisis Aid

Balance Sheet

AT 31 May 2019

	Notes	Unrestricted Funds	Restricted Funds	2019 Total	2018 Total
		£	£	£	£
Fixed Assets					
Intangible assets	14	26,839	-	26,839	-
Tangible assets	15	11,404	-	11,404	10,786
Non-current assets		38,243	-	38,243	10,786
Current assets					
Debtors		-	-	-	6,135
Other debtors	16	3,970	124,904	128,874	1,000
Cash at bank and in hand	17	466,261	758,748	1,225,009	675,459
Total Assets		470,230	883,653	1,353,883	682,594
Creditors					
Creditors <1yr	18	(79,998)	(17,425)	(97,423)	(3,191)
Net Current Assets		390,232	866,228	1,256,460	679,403
Total Assets Less Current Liabilities		428,474	866,288	1,294,702	690,189
Net Assets		428,474	866,228	1,294,702	690,189
Funds	6				
Unrestricted funds*					
General funds		200,636	-	200,636	88,864
Reserve funds		227,838	-	227,838	-
		428,474	-	428,474	88,864
Restricted funds*		-	866,228	866,228	601,325
Total Funds		428,474	866,228	1,294,702	690,189

The financial statements approved by the Trustees on 28 September 2020 and signed on its behalf by:



.....
Mr Altaf Khan-
Chairman

Crisis Aid
Cash Flow Statement
For the period 6 April 2018 to 31 May 2019

	Note	Unrestricted Funds £	Restricted Funds £	2019 Total £	2018 Total £
Cash flows from operating activities:					
Cash generated from operations	19	236,286	350,137	586,423	349,355
Cash flows from investing activities:					
Purchase of tangible assets		(7,052)	-	(7,052)	(11,271)
Purchase of intangible assets		(29,821)	-	(29,821)	-
Net cash movement in year		199,413	350,137	549,549	338,084
Change in cash and cash equivalents in the reporting period		199,413	350,137	549,549	338,084
Cash and cash equivalents at the beginning of reporting period		127,989	547,470	675,459	337,375
Cash and cash equivalents at the end of reporting period		327,402	897,607	1,225,009	675,459

Crisis Aid

Notes to the Financial Statements

For the period 6 April 2018 to 31 May 2019

1. Accounting Policies

Basis of preparing the financial statements

The financial statements of Crisis Aid have been prepared in accordance with the Charities Statement of Recommended Practice FRS 102 ("SORP FRS 102") 'Accounting and Reporting by Charities: SORP applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom ("UK") and Republic of Ireland (FRS 102) (effective 1 January 2015); and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

The financial statements have been prepared to give a 'true & fair' view. The financial statements are presented in sterling which is also the functional currency of Crisis Aid and rounded to the nearest pound (£).

Going concern

The trustees consider that there are no material uncertainties about the charitable company's ability to continue as a going concern.

The trustees do not consider that there are any sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Tax reclaims on Gift Aid Donations

Explain your accounting policy on the "Tax reclaim on Gift Aid Donations" here

Resources expended

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.

Support costs

Support costs have been allocated among management costs, donations processing cost, information technologies cost and governance cost. Details of all these costs can be found in the detailed Statement of Financial Activities ("SoFA") and accounted on an accrual basis. Governance cost comprise all costs involving public accountability of the Charity and its compliance with regulation and good practice.

Fundraising costs

Fundraising costs are costs incurred by the Charity in getting donors to make donations to it for its charitable purpose and any other costs related to fundraising purpose this includes events logistics, venue hire, advertising & marketing, staff cost related to fundraising activities and travelling cost, have been apportioned to charitable expenses and support costs. Details of all these costs can be found in the detailed Statement of Financial Activities ("SoFA"). These costs are accounted for on an accrual basis.

Crisis Aid

Notes to the Financial Statements- continued **For the period 6 April 2018 to 31 May 2019**

Allocation and apportionment of costs

The fundraising and advertising cost are apportioned between cost of generating voluntary income and direct cost of charitable activities.

Intangible fixed assets

Amortisation is provided at the following annual rates to write off each asset over its estimated useful life.

Software	10% straight line
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Tangible fixed assets

Depreciation is provided at the following annual rates to write off each asset over its estimated useful life.

Computer equipment	25% straight line
Fixtures & Fittings	25% straight line
Motor Vehicles	25% straight line
Plant & Machinery	50% Straight line

Taxation

The charity is exempt from 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 restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for restricted purposes.

Accounting judgements and estimates

Trustees and their advisers have not made any judgements, in the process of applying the charities accounting policies. There are no significant risks arising from such judgements and estimations.

Crisis Aid

Notes to the Financial Statements- continued For the period 6 April 2018 to 31 May 2019

2. Donations and legacies

	Unrestricted Funds	Restricted Funds	2019 Total	2018 Total
	£	£	£	£
Unrestricted funds				
Voluntary donations	531,409	-	531,409	119,400
Gift Aid Donations	83,745	-	83,745	48,026
	615,154	-	615,154	167,426
Restricted funds				
Food	-	823,931	823,931	318,029
Water	-	309,010	309,010	102,845
Disaster Response	-	227,870	227,870	222,235
Mixed Aid	-	61,409	61,409	4851.7
Infrastructure	-	28,206	28,206	6,917
Welfare	-	23,802	23,802	1,691
Medical	-	23,136	23,136	12248.22
Clothes	-	3,419	3,419	-
Education	-	3,072	3,072	451.33
Livelihood Project	-	1,411	1,411	1399.22
Fundraising events	-	7,127	7,127	-
Winter Appeal	-	19,611	19,611	38,991
General Purpose*	-	-	-	101,242
	-	1,532,005	1,532,005	810,900
Total incoming resources	615,154	1,532,005	2,147,159	978,326

*This includes general sadaqa, lillah, etc. that has been reclassified as unrestricted funding.

Crisis Aid

Notes to the Financial Statements- continued

For the period 6 April 2018 to 31 May 2019

3. Charitable activities

	Unrestricted Funds	Restricted Funds	2019 Total	2018 Total
	£	£	£	£
Food	-	574,634	574,634	323,613
Water	-	126,459	126,459	59,890
Disaster Response	-	161,383	161,383	13,397
Mixed Aid	-	65,040	65,040	10,062
Infrastructure	-	6,999	6,999	-
Welfare	-	74,550	74,550	26,571
Medical	-	10,725	10,725	-
Clothes	-	3,354	3,354	-
Education	-	39,380	39,380	2,286
Livelihood Project	-	2,630	2,630	-
Other	-	12,400	12,400	62,177
Resources expended on charitable activities*	-	1,077,554	1,077,554	497,996

*In 2018, total restricted activities £536,244 included fundraising cost of £16,411 & donation processing cost £21,839, these two amounts are not part of restricted activities, and as such it is being shown as part of the support costs (note 4) and fundraising costs (note 5), as a result of these amendments the 2018 comparative figures above are being restated, to exclude those costs.

A summary of charitable activities donations made directly to institutions and an analysis of grants is below:

	2019
Institutions	£
Prestige Import & Export Ltd	386,382
Dembe Youth United	199,548
United Herts Limited	141,908
Global Logistics Suppliers Ltd	86,716
Crisis Aid Indonesia	81,700
Mercy Relief	65,040
Unlimited Friends Association for Social Development	26,449
Al-Saeed Human Welfare Establishment	18,171
Sheta Export & Import Ltd	13,343
Other	58,297
Total	1,077,554

Donations of £10,000 or more are considered material and institutions who received £10,000 or more donation during the period ended 31 May 2019 are listed above. All other donations to institutions which were below the threshold of £10,000 are aggregated as "Others".

Crisis Aid

Notes to the Financial Statements- continued

For the period 6 April 2018 to 31 May 2019

Specific projects for which the Crisis Aid located donations included:

Prestige Import & Export Ltd

Prestige Import & Export carried out aid work on behalf of Crisis Aid in support of Syrian Refugees and the poor and needy internally displaced people in Yemen. Aid provided includes food parcels, hot meals, bread, feed the fasting meals, Qurbani (meat distribution), water tankers, emergency packs, hygiene packs, containers of mixed aid, heater, and winter pack. Work carried out by Prestige Import & Export benefitted 841,816 needy people.

Dembe Youth United

Dembe carried out work on behalf of Crisis aid in Uganda. Aid provided includes food parcels, feed the fasting meals, Qurbani meat distribution, hot meals, livestock for livelihood projects, infrastructure including school and orphanage, emergency packs, and deep water wells. Work carried out by Dembe Youth United benefitted 166,673 needy people

United Herts Limited

United Herts Limited carried out work on behalf of Crisis Aid in support of the Rohingya Refugees and poor and needy local Bangladeshi people that have also sought refuge in the camps. Aid provided includes water pump, water wells, food parcels, feed the fasting meals, Qurbani (meat distribution), winter blankets, hygiene packs and infrastructure including washrooms and shelters. Work carried out by United Herts Limited benefitted 199,862 needy people.

Global Logistics Suppliers Ltd

GLS carried out work on behalf of Crisis Aid in support of the poor and needy in Pakistan and Kashmir. Aid provided includes food parcels, feed the fasting meals and water wells. Work carried out by Global Logistics Suppliers benefitted 23,062 needy people

Crisis Aid Indonesia

Crisis Aid Indonesia carried out work on behalf of Crisis Aid in support of the poor and needy in Indonesia, providing emergency relief for those effected by the 2018 Earthquake Tsunami. Aid provided includes food parcels, hygiene packs, baby packs and feed the fasting iftar meals. Work carried out by Crisis Aid Indonesia benefitted 52,100 needy people.

Mercy Relief

Mercy Relief carried out work on behalf of Crisis Aid in support of the poor and needy in Yemen. Aid provided includes food parcels, qurbani (meat distribution), bread, water tankers, water wells, blankets, and orphan sponsorship. Work carried out by Mercy Relief benefitted 42,779 needy people.

Unlimited Friends Association for Social Development

Unlimited Friends Association carried out work on behalf of Crisis Aid in support of the poor and needy in Palestine by providing food. Aid provided includes hot meals and Qurbani (meat distribution). Work carried out by Unlimited Friends Association benefitted 17,550 needy people.

Al-Saeed Human Welfare Establishment

Al-Saeed Human Welfare Establishment carried out work on behalf of Crisis Aid in support of the poor and needy in Pakistan, providing food parcels, Qurbani (meat distribution), water wells and conducting a medical clinic. Work carried out by Al-Saeed Human Welfare Establishment benefitted 31,444 needy people.

Sheta Import & Export Ltd

Sheta Import & Export Ltd carried out work on behalf of Crisis Aid in support of the Syrian refugees by providing food parcels, meat distribution (aqiqa) and the sending of containers of mixed aid. Work carried out by Sheta Import & Export Ltd benefitted 18,546 needy people.

Crisis Aid

Notes to the Financial Statements- continued

For the period 6 April 2018 to 31 May 2019

Others

Others includes distribution of general sadaqa and interest money as well as a variety of smaller projects carried out in a variety of locations helping the poor and needy in areas such as Gambia, Sierra Leone, Sudan, Sri Lanka, Somalia, and Morocco. Aid provided includes food, livelihood projects, clothes including winter appeal and emergency aid. The work carried out by our smaller suppliers benefitted 33,600 needy people.

4. Support costs

		Unrestricted	Restricted	2019	2018
	Note	£	£	£	£
Management cost	9	144,313	-	144,313	44,395
Donation processing cost*		35,779	-	35,779	24,350
IT cost		3,571	-	3,571	10,123
Governance cost	13	15,365	-	11,365	2,000
Legal and professional fee		49,965		53,965	
Other costs		69,723		69,723	44,059
Total		318,715	-	318,715	124,927

*In 2018, total support costs of £103,088 did not include donation processing costs totalling £21,839, this cost was included within charitable costs incorrectly. As a result of these amendments the 2018 comparative figures above are being restated, to include those costs.

Management costs contain all staff payroll costs including Employers National Insurance Contribution.

Legal and professional costs relate to an ongoing investigation against the alleged misconduct carried by a member of staff.

Other Costs include costs incurred in printing and stationery costs, premises costs, insurance costs, marketing costs, and motor expenses.

5. Fundraising costs

	Unrestricted	Restricted	2019	2018
	£	£	£	£
Event logistics	42,413	-	42,413	-
Advertising and marketing	68,816	-	68,816	-
Travelling	10,573	-	10,573	-
Other*	15,158	-	15,158	16,411
Total	136,960	-	136,960	16,411

*In 2018, fundraising costs of £16,411 were not shown separately, this cost was included within charitable costs incorrectly. As a result of these amendments the 2018 comparative figures above are being restated, to include those costs.

Crisis Aid
Notes to the Financial Statements- continued
For the period 6 April 2018 to 31 May 2019

6. Movement in funds

	At 06.04.18	Rectification of error	Revised Balance 06.04.18	Incoming resources	Resources expensed	Net movement in funds	Transfer between funds	At 31.05.19
	£	£	£	£	£	£	£	£
Unrestricted funds	<u>88,864</u>	<u>129,681</u>	<u>218,545</u>	<u>615,154</u>	<u>(465,092)</u>	<u>150,062</u>	<u>59,867</u>	<u>428,474</u>
Restricted funds								
Food	163,360	-	163,360	823,931	(574,634)	249,297	(82,393)	330,264
Water	74,221	-	74,221	309,010	(126,459)	182,551	(30,901)	225,871
Disaster Response	204,182	-	204,182	227,870	(161,383)	66,487	(22,787)	247,882
Mixed Aid	43	-	43	61,409	(65,040)	(3,631)	3,588	-
Infrastructure	6,917	-	6,917	28,206	(6,999)	21,206	(2,821)	25,303
Welfare	-	-	-	23,802	(74,550)	(50,747)	50,747	-
Medical	12,248	-	12,248	23,136	(10,725)	12,411	(2,314)	22,345
Clothes	-	-	-	3,419	(3,354)	65	(65)	-
Education	-	-	-	3,072	(39,380)	(36,308)	36,308	-
Livelihood Projects	1,399	-	1,399	1,411	(2,630)	(1,219)	(141)	39
Fundraising events	-	-	-	7,127		7,127	(7,127)	-
Winter Appeal	9,273		9,273	19,611	(12,400)	7,211	(1,961)	14,524
General Purpose*	129,681	(129,681)						
Restricted funds total	<u>601,324</u>	<u>(129,681)</u>	<u>471,644</u>	<u>1,532,005</u>	<u>(1,077,554)</u>	<u>454,451</u>	<u>(59,867)</u>	<u>866,228</u>
Total funds c/forward	<u>690,189</u>	-	<u>690,188</u>	<u>2,147,159</u>	<u>(1,542,646)</u>	<u>604,513</u>	-	<u>1,294,702</u>

* This includes general sadaqa, lillah, etc. that has been reclassified as unrestricted funding.

Restricted funds represent monies specifically collected for the key projects supported by the Crisis Aid, as set out in note 6 above.

Crisis Aid

Notes to the Financial Statements- continued

For the period 6 April 2018 to 31 May 2019

7. Comparatives for the Statement of financial Activities – period ended 5th April 2018

	Unrestricted Funds £	Restricted Funds £	2018 Total £	2017 Total £
Incoming resources				
Donations and legacies	119,400	810,900	930,300	508,627
Tax on Gift Aid	48,026	-	48,026	24,217
Other income	-	-	-	1,500
Total income resources	167,426	810,900	978,326	534,344
Resources expended				
Charitable activities	-	536,244	536,244	285,797
Support costs	103,088	-	103,088	47,986
Depreciation	3,984	-	3,984	1,166
Total resources expended	107,072	536,244	643,316	334,950
Net incoming resources	60,354	274,656	335,010	199,394
Movement of funds	46,719	(46,719)	-	-
Net movement of Funds	107,073	227,937	335,010	199,394
Reconciliation of Funds				
Total funds brought forward	28,511	326,669	355,179	155,785
Total funds carried forward	135,584	554,605	690,189	355,179

Crisis Aid

Notes to the Financial Statements- continued For the period 6 April 2018 to 31 May 2019

8. Net Incoming / (Outgoing) Resources

Net resources are stated after charging :

	2019	2018
	£	£
Depreciation and Amortisation	9,417	3,984

9. Staff Cost

The aggregate staff costs were as follows:

	2019	2018
	£	£
Wages and salaries	137,260	44,395
Social Security costs*	7,053	-
Total Staff Costs	144,313	44,395

* Social security costs are shown net of Employment Allowance of £4,860 in period ending 31st May 2019 (2018: £2,591)

No member of staff was paid more than £60,000 during the period ended 31st May 2019 (2018: £ Nil)

The average monthly number of persons employed by the Crisis Aid during the period, analysed by category was as follow:

	2019	2018
Administration	3	2
Advertising and marketing	2	1
Management	1	-
	6	3

10.Trustees Remuneration and Benefits

There were no trustees' remuneration or other benefits for the period ended 31st May 2019 (2018: £ Nil).

11.Trustees' expenses

There were no trustees' expenses paid for the period ended 31st May 2019 (2018: £ Nil).

Crisis Aid

Notes to the Financial Statements- continued

For the period 6 April 2018 to 31 May 2019

12. Related Party Transactions

During the reporting period, following companies, related to the trustees or the management of the charity, were hired to distribute the grants on behalf of the Crisis Aid.

	2019
	£
Grants distributed by Prestige Import & Export Ltd	386,382
Grants distributed by Global Logistics Suppliers Ltd	86,716
	<u>473,098</u>

13. Governance Costs

	2019	2018
	£	£
Auditor remuneration	9,600	-
Accountancy fees	5,580	2,000
Other services	185	151
	<u>15,365</u>	<u>2,151</u>

14. Intangible Fixed Assets

	Software
	£
COST	
At 06 th April 2018	-
Additions	29,821
At 31 st May 2019	<u>18,540</u>
DEPRECIATION	
At 06 th April 2018	-
Charge for the year	2,982
At 31 st May 2019	<u>1,854</u>
NET BOOK VALUE	
At 06 th April 2018	-
At 31 st May 2019	<u>26,839</u>

Crisis Aid

Notes to the Financial Statements- continued

For the period 6 April 2018 to 31 May 2019

15. Tangible Fixed Assets

	Vehicles	Plant & Machinery	Computer Equipment	Fixtures, Fittings & Equipment	Total
	£	£	£	£	£
COST					
At 06 th April 2018	-	-	15,937	-	15,937
Reclassification*	5,250		6,929	3,758	15,937
Additions	-	2,750	1,598	2,704	7,052
At 31 st May 2019	5,250	2,750	8,527	6,461	22,988
DEPRECIATION					
At 06 th April 2018	-	-	5,151	-	5,151
Reclassification*	1,313	-	2,899	939	5,151
Charge for the year	1,313	1,375	2,189	1,558	6,435
At 31 st May 2019	2,625	1,375	5,088	2,497	11,585
NET BOOK VALUE					
At 06 th April 2018	-	-	10,786	-	10,786
Reclassification*	3,937	-	4,030	2,819	10,786
At 31 st May 2019	2,625	1,375	3,439	3,964	11,404

* Assets were incorrectly classed as computer equipment in the tangible fixed asset note for the year ended 5th April 2018. The above reclassification seeks to correct the position of the assets in terms of the costs, depreciation to date and net book value, as at 5 April 2018.

16. Debtors: Amounts Falling Due Within One Year

	2019	2018
	£	£
Prepayments	2,770	1,000
Other Debtors	126,104	6,135
	<u>128,874</u>	<u>7,135</u>

Other debtors include funds held at the balance sheet date, by 3rd party Merchant accounts, i.e. Stripe, GoCardless and Just Giving.

Crisis Aid

Notes to the Financial Statements- continued For the period 6 April 2018 to 31 May 2019

17. Cash at Bank and in hand

	2019	2018
	£	£
Cash at bank	1,224,658	675,337
Cash in hand	350	122
	<u>1,225,008</u>	<u>675,459</u>

18. Creditors: Amounts Falling Due Within One Year

	2019	2018
	£	£
Taxation and social security	1,846	1,191
Accrued expenses	65,145	-
Other creditors	30,432	2,000
	<u>97,423</u>	<u>3,191</u>

Accrued expenses include legal and professional fees of £49,965 payable to legal advisor and forensic accountants for ongoing investigation against the alleged misconduct carried by a member of staff.

Other creditors include accruals for expenses and other liabilities, for the period ended 31 May 2019, and still outstanding at the balance sheet date. This also includes the cost of £11,281 payable to Esunshine systems Limited to complete the building of bespoke CRM software for the charity that centralises several administrative and financial processes.

19. Notes to the Cash Flow Statement

	Unrestricted £	Restricted £	2019 £	2018 £
Net income for the reporting period				
(as per the statement of financial activities)	150,062	454,451	604,513	335,010
Adjustments for:				
Depreciation charges	9,417	-	9,417	3,984
(Decrease)/increase in debtors	-	(121,739)	(121,739)	8,524
Decrease/(increase) in creditors	76,807	17,425	94,232	1,838
Net cash provided by (used in) operating activities	<u>236,286</u>	<u>350,137</u>	<u>586,423</u>	<u>349,355</u>

Crisis Aid

Notes to the Financial Statements- continued

For the period 6 April 2018 to 31 May 2019

20. Length of accounting period

The Accounting period has been extended from 5 April 2019 to 31 May 2019.

21. Subsequent Events

Following the assessment of the Crisis Aid's financial position of the operational consequences and ramifications of the Covid-19 pandemic and of its ability to meet its obligations as and when they fall due, the Trustees have a reasonable expectation that the Charity will be able to continue to operate for at least the next 12 months from the signing of these financial statements. Therefore, the financial statements have been prepared on a going concern basis.

In March 2020, staff brought serious allegations, against the member of staff, to the attention of the Trustees, who subsequently suspended the alleged staff and launched a full investigation. The investigation found that the alleged staff was the beneficial owner of a 3rd party supplier company (Prestige Import & Export Limited) and he abused his position to channel work from the charity to this company. After a disciplinary hearing, the alleged member of staff was dismissed for gross misconduct on 30 June 2020. As a result, the charity has suffered considerable reputational damage and has been taking active steps to improve internal governance and financial processes within the charity ever since. Although the investigation is concluded, however the matter is still ongoing which include a potential recovery of the lost funds. The trustees duly reported this matter to the charity commission and other regulated bodies where required.

During the course of the audit it was discovered that charitable funds were being deposited in an external bank account from the charity. The member of staff responsible faced disciplinary proceedings and all monies £16,352.85 was duly returned to the charity on the week commencing 30 March 2020.

In April 2020, the CEO Mr Qadeer Baksh released a video appeal claiming that 30 Muslim bodies were going to be cremated by hospitals in the London area. This caused significant panic amongst British Muslims as the country went into lockdown due to the Covid-19 pandemic. The charity was flooded with complaints and the Trustees were forced to make a press release which helped abate the public backlash. The trustees duly reported this matter to the charity commission and immediately put in measures to avoid similar mishaps in the future.

Crisis Aid
Detailed Statement of Financial Activities
For the period 6 April 2018 to 31 May 2019

INCOMING RESOURCES	2019	2018
	£	£
Voluntary income		
Charitable donations	2,063,414	930,300
Tax reclaimable on Gift Aid donations	83,745	48,026
Total incoming resources	2,147,159	978,326
RESOURCES EXPENDED		
Charitable Activities	1,044,828	466,585
Food/clothes containers	32,726	10,062
Fundraising costs	136,960	16,411
Wages	144,313	44,395
Motor expenses	7,995	8,112
Rent & rates	21,125	12,353
Insurance	9,745	3,574
Miscellaneous expenses	3,899	7,361
Marketing	7,074	19,752
Website & IT	3,571	10,123
Legal & Professional	59,881	-
Merchant fees	35,499	24,350
Light & Heat	4,125	3,920
Accountancy and Audit	15,365	2,000
Printing, postage, and stationery	5,845	8,989
Bank charges	279	1,347
Other resources expended		
Asset depreciation	9,417	3,984
Total Resources expended	1,542,646	643,318
Net income	604,513	335,008

This page does not form part of the statutory financial statements