

BRITISH FRIENDS OF ISLAMGARH
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

BRITISH FRIENDS OF ISLAMGARH

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Mr M Ahmed
Mr S Ahmed
Mr R Mahmood
Mr A Ur-Rehman

Charity number

1117121

BRITISH FRIENDS OF ISLAMGARH

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BRITISH FRIENDS OF ISLAMGARH

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 MARCH 2020

The trustees present their report and financial statements for the year ended 31 March 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's [governing document], 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 (FRS 102)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The charity's objects are to provide financial support to Islamgarh Welfare Trust and N.G.O in Islamgarh , Mirpur and A K Pakistan.

All money raised is sent to I.W.T.

The policies adopted in furtherance of these objects are and there has been no change in these during the year.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

British Friends of Islamgarh Welfare Trust (UK registered charity) raises funds to support Islamgarh Welfare Trust (registered NGO in Islamgarh, Mirpur, AK, Pakistan). The amount £48,500 was transferred from British Friends of IWT account at NatWest Bank to IWT account with United Bank Limited in UBL, Rakhya Branch, Islamgarh. The £22 expense in the statement was the Bank charges for the transfer of fund.

Financial review

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The trustees has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr M Ahmed

Mr S Ahmed

Mr R Mahmood

Mr A Ur-Rehman

[Details of method of recruitment and appointment of trustees.]

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

[Details of organisational structure.]

No preference dividends were paid. The directors do not recommend payment of a final dividend.

The trustees' report was approved by the Board of Trustees.

BRITISH FRIENDS OF ISLAMGARH

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

.....
Mr M Ahmed
Trustee
Dated:

.....
Mr S Ahmed
Trustee
Dated:

.....
Mr R Mahmood
Trustee
Dated:

.....
Mr A Ur-Rehman
Trustee
Dated:.....

BRITISH FRIENDS OF ISLAMGARH

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2020

		Unrestricted funds 2020 £	Total 2019 £
	Notes		
<u>Income from:</u>			
Donations and legacies	3	59,819	37,827
		<hr/>	<hr/>
<u>Expenditure on:</u>			
Charitable activities	4	48,522	37,522
		<hr/>	<hr/>
Net income for the year/ Net movement in funds		11,297	305
Fund balances at 1 April 2019		926	621
		<hr/>	<hr/>
Fund balances at 31 March 2020		12,223	926
		<hr/> <hr/>	<hr/> <hr/>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

BRITISH FRIENDS OF ISLAMGARH

BALANCE SHEET

AS AT 31 MARCH 2020

	Notes	2020 £	£	2019 £	£
Current assets					
Cash at bank and in hand		12,223		926	
		<u> </u>		<u> </u>	
Net current assets			12,223		926
			<u> </u>		<u> </u>
Income funds					
Unrestricted funds			12,223		926
			<u> </u>		<u> </u>
			12,223		926
			<u> </u>		<u> </u>

The financial statements were approved by the Trustees on

.....
Mr M Ahmed
Trustee

.....
Mr S Ahmed
Trustee

.....
Mr R Mahmood
Trustee

.....
Mr A Ur-Rehman
Trustee

BRITISH FRIENDS OF ISLAMGARH

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2020

	Notes	2020 £	£	2019 £	£
Cash flows from operating activities					
Cash generated from operations	10		11,297		305
Net cash used in investing activities			-		-
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			11,297		305
Cash and cash equivalents at beginning of year			926		621
Cash and cash equivalents at end of year			12,223		926

BRITISH FRIENDS OF ISLAMGARH

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2020

1 Accounting policies

Charity information

British Friends of Islamgarh is a Welfare Trust which provides primary health care and community education facilities for the poor and needy people in and around the town of Islamgarh in Mirpur, AK, Pakistan..

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], 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 (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Incoming resources

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

BRITISH FRIENDS OF ISLAMGARH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

1 Accounting policies

(Continued)

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

1.5 Resources expended

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

BRITISH FRIENDS OF ISLAMGARH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

3 Donations and legacies

	Unrestricted funds	Total
	2020 £	2019 £
Donations and gifts	59,819	37,827

4

Charitable activities

	Activites in Islamgarh 2020 £	Charitable Expenditure Heading 4 2020 £	Total 2020 £	Total 2019 £
Grant funding of activities (see note 5)	-	48,500	48,500	37,500
Share of support costs (see note 6)	22	-	22	22
	<u>22</u>	<u>48,500</u>	<u>48,522</u>	<u>37,522</u>

BRITISH FRIENDS OF ISLAMGARH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

5 Grants payable

	Charitable Expenditure Heading 4 2020 £	Charitable Expenditure Heading 4 2019 £
Grants to institutions:		
Other	48,500	37,500
	<u>48,500</u>	<u>37,500</u>

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BRITISH FRIENDS OF ISLAMGARH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

6 Support costs

	Support costs £	Governance costs £	2020 £	2019 £
Support costs heading 10	22	-	22	22
	<u>22</u>	<u>-</u>	<u>22</u>	<u>22</u>
Analysed between Charitable activities	22	-	22	22
	<u>22</u>	<u>-</u>	<u>22</u>	<u>22</u>

Governance costs includes payments to the auditors of £0 (2019- £0) for audit fees.

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

8 Employees

There were no employees during the year.

9 Related party transactions

There were no disclosable related party transactions during the year (2019 - none).

10 Cash generated from operations

	2020 £	2019 £
Surplus for the year	11,297	305
Cash generated from operations	<u>11,297</u>	<u>305</u>

11 Analysis of changes in net funds

The charity had no debt during the year.