

CHARITY REGISTRATION NUMBER: 1154809

Indus Health Network

REPORT & FINANCIAL STATEMENTS

31 March 2021

Indus Health Network

Financial Statements

Year ended 31 March 2021

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Indus Health Network

Trustees' Annual Report

Year ended 31 March 2021

The Trustees present their annual report together with the audited financial statements for the Charity for the year ended 31 March 2021. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the Charity.

The financial statements have been prepared in accordance with the accounting policies set out in notes to the accounts 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 published on 16 July 2014 (as amended by Update Bulletin 1 published on 2 February 2016).

Reference and administrative details

Registered charity name	Indus Health Network
Charity registration number	1154809
Principal office	7 Bradman House, Abercorn Place St Johns Wood London NW8 9XY

The trustees

Dr. Mateen Durrani	Trustee
Mr. Tahir Ali	Trustee
Mr. Mukarram Sattar	Trustee
Mr. Anwar Zaidi	Trustee
Mr. Siraj Dadabhoy	Trustee (Resigned: 10 September 2021)

Bankers:	Barclays Bank, 1 Churchill Place, London E14 5HP Metro Bank, 1 Southampton Row, London WC1B 5HA
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Auditor

Arif Malida
Chartered Accountants & Registered Auditors
66 Moyser Road
London
SW16 6SQ

Indus Health Network

Trustees' Annual Report

Year ended 31 March 2021

OBJECTIVES, AIMS & ACTIVITIES FOR THE PUBLIC BENEFIT

Objectives and Activities

The objective of Indus Health Network (IHN) is to provide financial support to meet the medical needs of the general public who are unable to meet the cost of good quality health care. This is targeted principally in the region of Karachi via Indus Hospital & Health Network (IHHN), formerly The Indus Hospital, Pakistan. It also aims to provide medical assistance at times of natural and other kinds of disasters in the form of; setting up hospitals, clinics, vaccination centres and such other medical centres.

The appeal and collection of funds in order to make grants (grant making) and charitable donations for the benefit of the health network, the Trustees have reviewed the guidance issued by the Charity Commission regarding public benefit and confirm that the charity objectives and activities are within the public benefit remit.

Grant Making Policies

The Charity has established its grant making policy with a view to directing funds for the public benefit. Only those individuals and institutions whose applications for grant making meet the eligibility criteria, as set out within the Charity Commission for England and Wales, are entertained. This would include grants to overseas organizations that have charitable or not-for-profit status in their location of operation or to individuals considered in need of charitable donations as outlined in the Objectives.

The Charity receives grant applications which are reviewed by the Trustees on a case-to-case basis. The Charity assesses the grant requests taking into account the purpose, its impact and whether they are in line with the overall objectives set by IHN. The assessment also takes into account whether there are mechanisms established with the applicant that would allow the ongoing monitoring and evaluation of the project including its sustainability. To streamline this process, a standard format has been established which has been found adequate for the ongoing grant applications. As at the date of the year end 31st March 2021, there were grant applications in hand of approx. £400,000 awaiting clarification and review. This led to the year-end bank balance of £685,819.

Once a grant has been approved, authorisation is accorded to release the funds to the beneficiary and only upon approval does a grant become payable.

For the maintenance of adequate cashflows that are required to meet the overall running of the Charity, the Trustees ensure that a minimum sum is retained at all times prior to considering any grant application (see Reserves Policy below).

For the year under review, grants were directed towards IHHN only.

STRUCTURE, GOVERNANCE & MANAGEMENT

The governance responsibilities of the Charity are overseen by experienced Trustees on a pro bono basis. They include specialists from the medical field, finance, marketing and those with community knowledge. Trustees are expected to provide guidance and develop strategies to steer the Charity towards achieving its laid down goals and objectives within the Regulatory framework.

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Trustees' Annual Report

Year ended 31 March 2021

The Trust Deed sets out the framework to oversee the raising of donations and its deployment. An annual budget is set based on the previous years performance with close attention being placed on cost-to-income ratios. This ratio is 13.3% (total costs excluding grants paid) for the year under review but, going forward, it will be very much dependent on the impact of the regular awareness campaigns.

Trustees hold regular meetings during the year to monitor performance. When required, policies are discussed and updated, requests for grants are reviewed for approval and new initiatives debated for launching.

Management of the Charity is entrusted to a full time consultant who is supported by a part time experienced consultant. Their principal activity is grounded towards building awareness amongst the targeted donors of the works being undertaken by IHHN. This requires the development of various channels to communicate with the donor community including; engaging volunteers for the formation of chapters around the UK, live appeals on radio/TV, health shows on specific TV channels, live talks via Zoom or other virtual means, golf/cricket tournaments when permissible.

In addition to building awareness, the consultants are responsible to maintain donor records with due regard to expectations under the GDPR guidelines and for periodic lodgment of gift aid claims. As and when restrictions on gatherings are lifted, it is intended to hold events to convey success stories of how donor contributions have benefited society.

GOVERNING DOCUMENT & HOW THE CHARITY IS CONSTITUTED

The Charity was formed as a trust under a Trust Deed dated 18 Nov 2013 as amended by Deed dated 4 Feb 2018. The Charitable Trust constituted by this Deed and its property (the Trust fund) is administered and managed by the Trustees under the name of Indus Health Network or by such other name as the Trustees shall from time to time decide with the approval of the Charity Commission for England and Wales (the Commission).

TRUSTEE SELECTION METHODS & INDUCTION / TRAINING

Structure & Management

The Charity operations are overseen by the Trustees with consultants involved in awareness building and administration. Management decisions are undertaken through consultation between the Trustees and final approval is made collectively.

At the induction of a new Trustee, training would be recommended dependent on the level of knowledge / experience that the new Trustee brings. During the year Trustees attended the following webinars organized by the Commission;

- "Working internationally: Due diligence checks and monitoring the end use of funds"
- "Charities and safeguarding in an international context"

Public Benefit

The Trustees have referred to the Commission's guidance on Public Benefit, including the guidance 'Public benefit: running a Charity (PB2)', and confirm that the charitable activities are undertaken for public benefit.

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Trustees' Annual Report

Year ended 31 March 2021

FUND-RAISING STANDARDS INFORMATION

IHN has not engaged any external professional fundraiser nor any person or a commercial company to act on its behalf to fund raise.

IHN is registered with the Fundraising Regulator (FR) and practices its code of conduct for fundraising in accordance with it.

It has registered itself on the Fundraising Preference Service (FPS) which is a secure charity portal of FR, to ensure that we do not send direct marketing communications to people who have made an FPS request. For the year under review, no such request was made. However, subsequent to the year-end, one such request was made on 14 April 2021 by an individual to remove his details for all direct mail. Immediate attention was given to this request and details of that person removed from the CRM (inhouse database) to stop any direct mail being sent to him.

During the year under review, no formal complaints were received by the Charity directly or via FR or FPS.

IHN uses Donofy CRM, a GDPR compliant system that records the donor's communication preferences for further contact with the supporters.

IHN is committed to protecting and respecting privacy and security of its donors and we believe their personal data is an 'Amanah' (Trust) – much like the donations – and are therefore committed to being open and transparent about how we store and use the personal information. The Charity has a Privacy and Data Protection policy which outlines how we collect, manage, use and protect the personal information. This policy is accessible to the public via the IHN website, <https://indushospital.org.uk/privacy-policy/>

IHN does not practice a cold telephone fundraising campaign so as to avoid and protect vulnerable people and other members of the public.

RISK MANAGEMENT

The Charity has a risk management strategy which comprises:

- An annual review of potential risks;
- The establishment of systems and procedures to mitigate those risks identified and
- The implementation of procedures designed to minimise any potential impact on the Charity should those risks materialise.

These measures have allowed the Trustees to consider the risks facing the Charity and believe exposure to be minimal. The Trustees believe that this approach to risk management is effective.

ACHIEVEMENTS & PERFORMANCE

Despite a difficult year due to the Covid-19 pandemic, total income for the year ending 31st March 2021 grew by 78.8% to £1,473,087 (2020: £823,832). This has been possible through various initiatives such as Ramadhan campaign, live fundraising appeals, events, webinars and health shows on TV channels.

Events included the 3rd Annual Golf Tournament that helped raise critical funds for the Child Cancer fund and to spread the awareness of the Korangi Hospital Expansion programme.

Indus Health Network

Trustees' Annual Report

Year ended 31 March 2021

A cricket match was held between teams from Leicester and Nottingham, again to raise awareness of the healthcare services being provided by Indus Hospital & Health Network (IHHN). Additional volunteers joined in from around the UK to boost these initiatives.

For some of the other activities that were planned for the year, IHHN adapted to the changing needs by either postponing or rethinking activities that were to be conducted in person. These included community events, inductions and workshops which had to be undertaken using virtual and social media.

The strategy of developing awareness within the community, of the tremendous work being undertaken at IHHN to provide quality healthcare free of cost, has been the principal reason for this hugely satisfactory growth.

The donations collected were deployed towards providing medical care to over 300,000 patients at IHHN. There were in excess of 25,000 patient visits, diagnostics and meals were distributed to the most vulnerable patients. There were over 5,500 cancer treatments providing chemotherapy, 500 custom made prosthetic limbs attached, clubfoot treatment provided to children and adults. As part of the expansion project at Korangi Hospital, a new ward was funded for mother and baby for safe pregnancies and neonatal care.

Notable speakers were invited to share their insights on Covid-19 and provide valuable data to keep the community informed. IHHN played a key role in Pakistan by working closely with the Ministry of Health to establish a robust infrastructure to proactively combat the Pandemic. IHHN was able to subsequently provide an increased level of support and intervention in high-risk areas for a comprehensive Covid-19 response.

Overall, IHHN played a key role in providing the financial assistance required not just for the various specific projects at IHHN but also to combat the Pandemic in Pakistan where the health services were hugely inadequate.

FINANCIAL REVIEW

IHHN offers different categories of donations depending on the donor's wishes. These are:

- Zakat
- Sadaqah
- Fidyah
- Fitrana
- Qurbani
- Kaffarah
- General

For the year-ending 31st March 2021, IHHN received a combination of above that are classified as Restricted Funds totalling £622,767 (2020: £352,716) and Unrestricted Funds totalling £850,320 (2020: £471,116).

From the total pool of donations received i.e., £1,473,087 (2020: £823,832), the amount utilized for grants* for the year under review was £860,208 (2020: £478,000) broken down as under:

- | | |
|--|----------|
| ➤ Hospitals / Medical Centres & illness treatment | £829,281 |
| ➤ Medical equipment procured for hospital institutions | £15,537 |
| ➤ Food & Relief of poverty | £15,390 |

** the analysis of grants by fund type is available in the Notes to the Financial statements (7A)*

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Trustees' Annual Report

Year ended 31 March 2021

The cost incurred for generating the funds is £103,489 (2020: £78,109) while the other costs; governance, support is £92,227 (2020: £74,852).

The year-end cash balance available is £685,819 (2020: £230,447) which is mostly retained for grants that were in the pipeline for disbursement. As mentioned earlier, out of prudence, a certain sum will be kept in reserve for meeting the day-to-day expenses of the Charity and only the balance amount available for grants.

PLANS FOR THE FUTURE

The decision in the previous year to convert the constitution of IHN from a company to a CIO (Charitable Incorporated Organization) is in advanced stages. The CIO under the name of Indus Health Network UK (IHN UK) was registered by the Charities Commission on 24th May 2021 and the legal process of transferring assets from IHN to IHN UK is being undertaken.

IHN will continue to operate up to the cut-off date of 31st December 2021 after which all activities will be booked at IHN UK.

Some of the other planned activities for the next year include;

- Social events and general public gatherings to reach out to the local communities in major cities / towns within the UK.
- Engagement with high network donors (existing and prospective).
- Formation of additional volunteer groups.
- Social and digital campaigns.
- Ramadhan Campaign
- Annual Golf Tournament

RESERVES POLICY

The Trustees are satisfied with the current level of reserves amounting to £ 812,614 (2020: £ 345,377 with unrestricted reserves of £ 602,483, and restricted reserves of £203,631 as at 31 March 2021.

The Charity considers its free reserves of £ 602,483 (2020: £ 345,377) (unrestricted current assets less total liabilities) as adequate to meet the cash outflow for the next 12 months.

ACKNOWLEDGMENT

The Trustees are thankful to the numerous donors who, despite the Pandemic, donated generously towards alleviating the medical needs of the many. The Management is also to be complimented for ably managing the continued growth of the Charity.

Our sincere thanks to the many speakers and ambassadors of IHHN who took time out to relay, to our existing and prospective donors, the tremendous successes being achieved in providing an expanded healthcare facility to the less privileged.

We wish our donors, the many volunteers, our external advisors and the Team at IHHN good health, may their spirit continue to shine for the betterment of society.

Indus Health Network

Trustees' Annual Report

Year ended 31 March 2021

TRUSTEES' RESPONSIBILITIES

The Trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

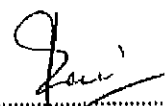
The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP 2019 (FRS 102);
- 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Charity and 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.

Signed on behalf of the Trustees on

27/01/2022



Dr Mateen Durrani

Trustee

Indus Health Network

Independent Auditor's Report To The Trustees of Indus Health Network

Year ended 31 March 2021

We have audited the financial statements of Indus Health Network for the year ended 31 March 2021 which comprise of the Statement of Financial Activities, the Balance Sheet, the cash flow statement and the related notes, 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 FRS102 "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 March 2021, and of its incoming resources and application of resources, for the year 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.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

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 Matter

The financial statements for the prior financial period year ending 31 March 2020 were unaudited and were subject to an independent examination only.

Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within

Indus Health Network

Independent Auditor's Report To The Trustees of Indus Health Network

Year ended 31 March 2021

the annual report. 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.

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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

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 financial statements is inconsistent in any material respect with the trustees' report; or
- the charity has not kept adequate accounting records; 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 7], the trustees are responsible for the preparation of financial statements which 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 regulations made under section 154 of that Act.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below:

We planned our audit so that we have a reasonable expectation of detecting material misstatements in the financial statements resulting from irregularities, fraud or non compliance with law or regulations. In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, our procedures included the following:

- The audit principal ensuring the team collectively had the appropriate competence and skills to recognise non-compliance with applicable laws and regulations.

Indus Health Network

Independent Auditor's Report To The Trustees of Indus Health Network

Year ended 31 March 2021

- Enquiring with trustees and the charity whether they are aware or hold knowledge of any non-compliance with laws and regulations.
- Enquiring with trustees and the charity of their internal controls established to mitigate risk related to fraud or non-compliance with laws and regulations.
- Discussions and identifying within the audit team and audit principal of how and where fraud might occur in the financial statements and any indicator of fraud.
- Obtaining an understanding of legal and regulatory framework the charity operates in and ensuring those laws and regulations were adhered to.

The audit testing included:

- Auditing the risk of management override of controls and
- assessing whether judgement and assumption made in determining accounting estimates indicate potential bias
- investigating the rationale of any significant or unusual transactions
- performing analytical and substantive procedures to identify any unusual or unexpected relationships

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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.



ARIF MALIDA (Senior Statutory Auditor) on
behalf of Arif Malida Chartered Accountants,
Statutory Auditor

66 Moyser Road
London SW16 6SQ

Date: 27/01/2022

Arif Malida is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

Indus Health Network
Statement of Financial Activities
Year ended 31 March 2021

		Unrestricted funds £	2021 Restricted funds £	Total funds £	2020 Total funds £
	Note				
Income From					
Donations and legacies	4	850,320	622,767	1,473,087	823,832
Total income		<u>850,320</u>	<u>622,767</u>	<u>1,473,087</u>	<u>823,832</u>
Expenditure On					
Raising Funds	5	(103,489)	---	103,489	78,109
Charitable activities	6/7	(489,725)	(462,710)	952,435	552,852
Total Expenditure		<u>593,214</u>	<u>462,710</u>	<u>1,055,924</u>	<u>630,961</u>
Net Income for the Year	8	<u>257,106</u>	<u>160,057</u>	<u>417,163</u>	<u>192,871</u>
Reconciliation of funds	9				
Total funds brought forward		<u>345,377</u>	<u>43,574</u>	<u>388,951</u>	<u>196,080</u>
Transfer between funds					
Zakat Allocations		<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>
Total funds carried forward	9/13	<u>602,483</u>	<u>203,631</u>	<u>806,114</u>	<u>388,951</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 14 to 22 form part of these financial statements.

Indus Health Network

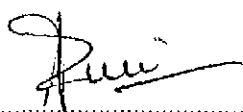
Statement of Financial Position

31 March 2021

	Note	2021 £	2020 £
Current assets			
Debtors (Gift Aid)	10	134,000	168,694
Cash at bank and in hand	11	685,819	230,447
Total Current Assets		819,819	399,141
Creditors: amounts falling due within one year			
Creditors	12	955	2,107
Accruals	12	12,750	8,083
Total Creditors: amounts falling due within one year		13,705	10,190
Net current assets		806,114	388,951
Total assets less current liabilities		806,114	388,951
Net Assets		806,114	388,951
Funds of the charity			
Restricted funds	13	203,631	43,574
Unrestricted funds	13	602,483	345,377
Total charity funds	13	806,114	388,951

These financial statements were approved by the board of trustees and authorised for issue on

27/01/2022 and are signed on behalf of the board by:



Dr Mateen Durrani
Trustee

The notes on pages 14 to 22 form part of these financial statements.

Indus Health Network

Statement of Cash Flow

31 March 2021

	2021 £	2020 £
Cash flows from operating activities		
Net Income for the financial year	417,163	192,871
<i>Adjustments for:</i>		
Accrued expenses	4,667	8,083
<i>Changes in:</i>		
Trade and other debtors	34,694	(168,694)
Trade and other creditors	(1,152)	2,107
Cash generated from operations	455,372	34,367
Net cash from/(used in) operating activities	<u>455,372</u>	<u>34,367</u>
Cash flows from financing activities		
	---	---
Net cash (used in)/from financing activities	<u>---</u>	<u>---</u>
Net increase in cash and cash equivalents	455,372	34,367
Cash and cash equivalents at beginning of year	230,447	196,080
Cash and cash equivalents at end of year	<u>685,819</u>	<u>230,447</u>

The notes on pages 14 to 22 form part of these financial statements.

Indus Health Network

Notes to the Financial statements

31 March 2021

1. General information & Basis of Accounting

The charity is a public benefit entity and a registered unincorporated charitable trust in England and Wales. The address of the principal office is 7 Bradman House, Abercorn Place, St Johns Wood, London NW8 9XY. The nature of the charity's operations and principal activities are the relief of financial poverty and suffering in Karachi by providing aid, and assisting in setting up hospitals. The Charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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) issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, and UK Generally Accepted Practice.

The financial statements are prepared on a going concern basis and the functional currency of the charity is in Sterling. The financial statements have been prepared under the historical cost convention.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities where required by law.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and as a minimum the expected level of income and expenditure for the period of twelve months from the date of authorising these financial statements. The continued income and expenditure are sufficient with the level of reserves for the charity to be able to continue as a going concern.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal for particular purposes. The aim and use of each restricted fund is set out in the notes to the financial statements.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

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Notes to the Financial statements

31 March 2021

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable, and its amount can be measured reliably. Gift Aid tax recoverable under the Gift Aid Scheme is recognised when there is an entitlement, certainty of receipt and the amount measured with sufficient reliability. Where a claim for repayment of income tax has been or will be made, such income is included in the debtors' if not received by the year end.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods in attracting voluntary income.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities. These include direct charitable expenditure, grants and support costs relating to those activities. Grants payable to other organisations are recognised in the SOFA when approved by the trustees and terms are payable.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

Support costs: Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs for a single activity are allocated to the particular activity where the cost relates directly to that activity. However, Support costs that represent the support functions of management, finance, human resources, IT and support departments attributable to the management of the Charity's assets, are allocated in proportion to the type of charitable activity during the period. These costs have been allocated between cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 7 All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Governance costs: are the costs associated with the governance arrangements of the charity. These costs are associated with constitutional and statutory requirements and include any costs associated with the strategic management of the charity's activities. Governance support costs are allocated on the basis of support activities provided on clearly interpreted governance matters.

Foreign Currency

Transactions in foreign currency are translated at rates prevailing at the date of the transaction. Balances denominated in foreign currencies are translated at the rate prevailing at the year-end. All exchange differences are recognised through the statement of financial activities.

Debtors and creditors receivable / payable within one year:

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

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Notes to the Financial statements

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Taxation:

The trust is a registered and exempt charity within the meaning of Schedule 3 Charities Act 2011 and therefore is not liable to income tax from its charitable activities. Vat: Costs are recorded gross of VAT and the charity is not registered for VAT so all costs are recognised gross of VAT.

Going Concern:

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
General Donations (including Gift Aid of £134,000)	850,320	-	850,320
Zakat Donations	-	430,291	430,291
Sadaqah Donations	-	184,225	184,225
Fidyah Donations	-	360	360
Fitrana Donations	-	1,498	1,498
Qurbani Donations	-	6,065	6,065
Kaffarah	-	328	328
	<u>850,320</u>	<u>622,767</u>	<u>1,473,087</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Donations			
General Donations (including Gift Aid of £ 168,694)	471,116	-	471,116
Zakat Donations	-	255,341	255,341
Sadaqah Donations	-	96,574	96,574
Fidyah Donations	-	750	750
Fitrana Donations	-	51	51
	<u>471,116</u>	<u>352,716</u>	<u>823,832</u>

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5. Raising Funds:

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Events / Catering	990	-	990
Advertising / Promotional	102,499	-	102,499
Total cost of generating funds	103,489	-	103,489

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Events / Catering	41,539	-	41,539
Advertising / Promotional	36,569	-	36,569
Total cost of generating funds	78,109	-	78,109

6. Charitable Activities:

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Grant making	397,498	462,710	860,208
Support & Governance Costs	92,227	--	92,227
Total cost of charitable activities	489,725	462,710	952,435

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Grant making	205,424	272,576	478,000
Support & Governance Costs	71,290	3,562	74,852
Total cost of charitable activities	276,714	276,138	552,852

Indus Health Network

Notes to the Financial statements

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7. EXPENDITURE ANALYSIS

		Cost of generating funds	Charitable activities				
			General Activities	Governanc e costs	Support Costs	2021 Total	2020 Total
		£	£	£	£	£	£
Cost of generating funds	Direct	103,489	-	-		103,489	78,109
Grant Making	Direct	-	860,208	-		860,208	478,000
Bank charges	Support	-	-	-	12,197	12,197	8,319
Consultancy Fees	Support	-	-	10,721	42,884	53,605	38,051
General Administrative expenses	Support	-	-	-	12,004	12,004	21,943
Subscriptions	Support	-	-	-	450	450	58
Printing, Postage and Stationery	Support	-	-	-	121	121	481
Audit fees	Governance	-	-	6,500	-	6,500	-
Bookkeeping fees	Governance	-	-	7,350	-	7,350	6,000
Travel and Accommodation	Support	-	-	-	-	-	-
Total expenditure 2021		103,489	860,208	24,571	67,656	1,055,924	630,961
Total expenditure 2020		78,109	478,000	74,852	-		630,961

Indus Health Network

Notes to the Financial statements

31 March 2021

7A. Analysis of Grants

I. ANALYSIS OF GRANTS TO INSTITUTIONS AND INDIVIDUALS

Activity	Institutions £	Individuals £
Hospitals / Medical Centres & Illness treatments	829,281	---
Medical Equipment Procured for Hospital Institutions	15,537	---
Food & Relief of Poverty	15,390	---
TOTAL	860,208	---

II. ANALYSIS OF TOTAL GRANTS BY FUND TYPE

Activity	Unrestricted General / £	Restricted Zakat / £	Restricted Sadaqah / £	Restricted Fidyah / £	Restricted Fitrana / £	Restricted Qurbani / £	Restricted Kaffarah / £
Hospitals / Medical Centres & Illness treatments	381,961	266,979	180,341	---	---	---	---
Medical Equipment Procured for Hospital Institutions	15,537			---	---	---	---
Food & Relief of Poverty	---	3,907	3,907	360	1,498	5,390	328
TOTAL	397,498	270,886	184,248	360	1,498	5,390	328

III. ANALYSIS OF MAJOR INSTITUTIONAL GRANTS

Material Institutional grants (greater than £ 2,000) were paid as follows:

Name	Amount / £	Activity
The Indus Health Network Pakistan	829,671	Hospitals / Medical Centres & Illness treatments & Food & Relief of Poverty
Mundell Ltd (Equipment Procured for The Indus Health Network Pakistan)	15,537	Medical Equipment Procured for Hospital Institutions
Greater Ormond Street Hospital	15,000	Hospitals / Medical Centres & Illness treatments

8. Net Income for the Year

This is stated after charging:

	2021 £	2020 £
Auditors' remuneration:		
- audit of the financial statements	6,500	---
	<u> </u>	<u> </u>

Indus Health Network

Notes to the Financial statements

31 March 2021

9. Analysis of charitable funds

Unrestricted funds

	At 1 April 2020	Income	Expenditure	At 31 March 2021
	£	£	£	£
General funds	345,377	850,320	(593,214)	602,483
Transfer between funds - Zakat	---	---	---	---
Unrestricted funds carry forward	<u>345,377</u>	<u>850,320</u>	<u>(593,214)</u>	<u>602,483</u>

Restricted funds

	At 1 April 2020	Income	Expenditure	At 31 March 2021
	£	£	£	£
Restricted Fund - Zakat	43,551	430,291	(270,886)	202,956
Restricted Fund - Zakat	<u>43,551</u>	<u>430,291</u>	<u>(270,886)</u>	<u>202,956</u>
Restricted Fund - Sadaqah	23	184,225	(184,248)	---
Restricted Fund - Fidyah	---	360	(360)	---
Restricted Fund - Fitrana	---	1,498	(1,498)	---
Restricted Fund - Qurbani	---	6,065	(5,390)	675
Restricted Fund - Kaffarah	---	328	(328)	---
Restricted funds carry forward	<u>43,574</u>	<u>622,767</u>	<u>(462,710)</u>	<u>203,631</u>

10. Debtors

	2021	2020
	£	£
Gift Aid Receivable	134,000	168,694
	<u>134,000</u>	<u>168,694</u>

11. Analysis of cash and cash equivalents

	At 1 April 2020	Cash flows	At 31 March 2021
	£	£	£
Cash at bank and in hand	<u>230,447</u>	<u>455,372</u>	<u>685,819</u>

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Notes to the Financial statements

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12. Creditors: Amounts falling due within one year

	2021	2020
	£	£
Accruals	12,750	8,083
Creditors	955	2,107
	<u>13,705</u>	<u>10,190</u>

13. Fund balance at 31 March 2021 are represented by

	Unrestricted fund £	Restricted fund £	Total funds 2021 £
Debtors	134,000		134,000
Cash at bank and in hand	482,188	203,631	685,819
Creditors: due within one year	(13,705)	---	(13,705)
Totals	<u>602,483</u>	<u>203,631</u>	<u>806,114</u>

Fund balance at 31 March 2020 are represented by

	Unrestricted fund £	Restricted fund £	Total funds 2020 £
Debtors	168,694		168,694
Cash at bank and in hand	186,873	43,574	230,447
Creditors: due within one year	(10,190)	---	(10,190)
Totals	<u>345,377</u>	<u>43,574</u>	<u>388,951</u>

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Restricted Funds at 31 March 2021 are:

Fund Type	Cash at bank balance as at 31 March 2021
Restricted Fund – Zakat	202,956
Restricted Fund - Sadaqah	---
Restricted Fund - Fidyah	---
Restricted Fund - Fitrana	---
Restricted Fund – Qurbani	675
Restricted Fund – Kaffarah	---
Restricted funds carry forward	<u>203,631</u>

14. Employees

The charity has no employees during the year and prior year.

15. Trustee remuneration and expenses

No trustee received any remuneration for the year ended 31 March 2021 (2020: Nil)

No trustee received any expenses reimbursements for the year ended 31 March 2021 (2020: Nil)

16. Going Concern and Covid-19 statement

The financial statements have been prepared on a going concern basis as the Trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and as a minimum the expected level of income and expenditure for the period of twelve months from the date of authorising these financial statements. The continued income and expenditure is sufficient with the level of reserves for the Charity to be able to continue as a going concern. In respect of Covid-19, the charity is self sufficient and does not expect material impacts to its operations and hence going concern impact from Covid-19 is not expected to affect the charity's operations materially. In making this assessment, the charity has considered the post year end activity which has maintained over the course of the last year.

17. Related Parties

The charity is affiliated with Indus Hospital & Health Network, Karachi, Pakistan (Pakistan Entity number: 0066591) ("the Hospital"). Accordingly, the charity has been initiated to fundraise for charitable grants in respect of the Hospital and the Hospital has been the primary beneficiary of the Grants paid and disclosed within note 7 of the notes to the financial statements.

Within note 7, grants paid to the Hospital and on its behalf amounted to £845,208 (2020: 478,000). Whilst the charity has this affiliation, the board of trustees of the charity are independent of The Hospital and do not hold any key management or director positions within the Hospital.