

Indus Health Network UK

REPORT & FINANCIAL STATEMENTS

31 December 2021

Indus Health Network UK

Financial Statements

Period Ended 31 December 2021

	Page
Trustees' annual report - Charity Reference and Administrative Details	1
Trustees' annual report	2-6
Statement of financial activities	7
Statement of financial position	8
Statement of Cash Flow	9
Notes to the financial statements	10-16

Indus Health Network UK

Trustees' Annual Report

Charity Reference and Administrative Details

Period ended 31 December 2021

Registered charity name	Indus Health Network UK
Charity registration number	1194571
Registered office	7 Bradman House, Abercorn Place St Johns Wood London NW8 9XY

Trustees

Dr. Mateen Durrani	Trustee (Appointed 24 May 2021)
Mr. Tahir Ali	Trustee (Appointed 24 May 2021)
Mr. Mukarram Sattar	Trustee (Appointed 24 May 2021)
Mr. Anwar Zaidi	Trustee (Appointed 24 May 2021)
Mr. Siraj Dadabhoy	Trustee ((Appointed 24 May 2021 and Resigned: 10 September 2021)

Bankers

CAF Bank Ltd
25 Kings Hill Avenue,
Kings Hill, West Malling ME19 4TA

Barclays Bank Plc
1 Churchill Place,
London
E14 5HP

Metro Bank Plc
1 Southampton Row,
London WC1B 5HA

Indus Health Network UK

Trustees' Annual Report

Period ended 31 December 2021

The Trustees present their first annual report together with the financial statements for the Charity for the period ended 31 December 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 (Constitution), the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice (second edition) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published in October 2019.

OBJECTIVES, AIMS & ACTIVITIES FOR THE PUBLIC BENEFIT

Objectives and Activities

The objective of Indus Health Network UK (IHN UK) is the relief of financial need and suffering for the benefit of the public in Karachi and its surrounding areas, including but not limited to victims of natural or other kinds of disaster, by providing aid, assisting in setting up hospitals, clinics and vaccination centres and medical centres and by such other means as deemed suitable, for such persons, bodies and organisations.

IHN UK relies solely on public donations to raise funding for this cause.

IHN UK is affiliated with Indus Hospital & Health Network (IHHN), based in Pakistan which is a not-for-profit company registered under section 42 of the Companies Ordinance 1984, Pakistan. IHHN is a registered charity in Pakistan with Charity Registration No. PCP-R2/2019/234. IHHN is a primary beneficiary of IHN UK's grant making activities.

IHN UK and IHHN have leadership boards which are independent of each other.

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

IHN UK 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.

IHN UK receives grant applications primarily from or for the benefit of IHHN 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 UK. 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.

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.

Indus Health Network UK

Trustees' Annual Report

Period ended 31 December 2021

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

STRUCTURE, GOVERNANCE & MANAGEMENT

The governance responsibilities of IHN UK 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.

The Charity's constitution backed by internal policies sets out the framework to oversee the raising of donations and its deployment. An annual budget is set based on the previous year's performance with close attention being placed on cost-to-income ratios.

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.

The 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 Indus Hospital & Health Network (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.

GOVERNING DOCUMENT & HOW THE CHARITY IS CONSTITUTED

The Charity was formed as a charitable incorporated organisation under a Foundation Constitution dated 24 May 2021. The Charity constituted and its assets are administered and managed by the Trustees under the name of Indus Health Network UK 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.

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.

Indus Health Network UK

Trustees' Annual Report

Period ended 31 December 2021

FUND-RAISING STANDARDS INFORMATION

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

IHN UK 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 it does not send direct marketing communications to people who have made an FPS request.

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

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

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

RISK MANAGEMENT

IHN UK has a risk management strategy which comprises:

- A periodic 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 believes the exposure to be minimal. The Trustees believe that this approach to risk management is effective.

ACHIEVEMENTS & PERFORMANCE

The charity did not operate for the period ending 31 December 2021. There was no income and expenditure during the period.

The charity was incorporated by the Charities Commission on 24 May 2021 and since incorporation, the Trustees set about establishing to merge and transfer the assets and liabilities of the unincorporated charitable trust called Indus Health Network (Charity No: 1154809). The transfer of assets from the unincorporated charitable trust to IHN UK was completed on 31 December 2021 and involved prior approval with the Charities Commission for the transfer of these net assets. Net assets comprise all assets and liabilities transferred.

IHN UK's only transaction was the transfer of net assets on 31 December 2021 from the charitable trust IHN. Accordingly, the charity has not received any income nor incurred any expenditure.

As this was IHN UK's sole transaction without involving income or expenditure incurred, IHN UK has not been required to undertake an independent examination of its financial statements for this period ended 31 December 2021.

Indus Health Network UK

Trustees' Annual Report

Period ended 31 December 2021

TITLE ASSET TRANSFERS AND LATE SUBMISSION

With all good intentions, IHN UK made its best endeavours to submit its annual return and financials to the Charity Commission within the target period but this was hampered principally due to the delay in opening a new bank account where the net assets needed to be transferred from its predecessor entity.

It is important to convey that banks were struggling to open new accounts due to the backlog created during the Covid-19 pandemic and scarcity of manpower at their end. The new bank account was finally opened at CAF Bank in November 2022, having taken nearly 9 months from the submission of account opening application.

Furthermore, with this extended delay, the Trustees of IHN UK felt it appropriate to synchronize its year-end to match with the calendar year i.e., to 31st December. This, unfortunately, for good reason, has had the unintended consequence of submitting the return and financials well beyond the last date as prescribed by the Charity Commission.

IHN UK felt that it was critical to ensure that due process was followed in transferring asset title prior to submitting the financials which it couldn't in the absence of a new bank account. The delay is regretted but with good reasons as explained above. These are material events after the financial period end of 31 December 2021 which could have an impact on the financial statements resulting in the need to delay the financial statements approval.

The Trustees of IHN UK are very conscious of their responsibility to submit the required returns and financials within the time period as prescribed by the Charity Commission and will make their best endeavours to ensure that this is followed for the future.

PLANS FOR THE FUTURE

As is mentioned above, the new bank account for IHN UK was opened at CAF Bank in November 2022. Along with this, the title of the existing bank accounts of IHN (at Barclays Bank and Metro Bank) will henceforth be changed to IHN UK. This has been agreed to by the two existing banks.

The Trustees feel that with the gradual expansion in donations, it is prudent to keep the donations well diversified within the three banks, pending release for approved grants.

With the opening of the new account of IHN UK, the legal process of transferring remaining asset title to IHN UK will be undertaken soon after the submission of the financials to the Charity Commission

Once the transfer of funds, pertaining to the net assets, from IHN to IHN UK is complete, it is planned to allow the Charitable Trust IHN to become dormant. It is expected that with no transactions in the books of IHN and, after full transfer of asset title, a planned cessation process will follow.

To expand its reach for the purpose of creating further awareness of the excellent work being undertaken by IHHN, IHN UK will continue with a number of activities including:

- 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

Indus Health Network UK

Trustees' Annual Report

Period ended 31 December 2021

- Annual golf & cricket tournament

With the transfer of assets from the unincorporated charitable trust (IHN) to IHN UK, all policies of IHN were adopted by the acquiring entity and updated wherever necessary.

RESERVES POLICY

The Reserve Policy of IHN has been adopted by IHN UK i.e., to maintain sufficient funds to meet the cash outflow for the next 12 months. While transferring the assets to IHN UK, the Trustees were satisfied with the Reserves that have been transferred across.

ACKNOWLEDGMENT

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

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 20/03/2023



Dr Mateen Durrani

Trustee

Indus Health Network UK

Statement of Financial Activities

Period from 24 May 2021 to 31 December 2021

		Unrestricted funds	2021 Restricted funds	Total funds
	Note	£	£	£
Income From				
Donations and legacies	4	-	-	-
Total income		-	-	-
Expenditure On				
Raising Funds	5	-	-	-
Charitable activities	6/7	-	-	-
Total Expenditure		-	-	-
Net Income / (Expenditure) for the Year before other recognised gains / (losses)	8	-	-	-
Other Recognised Gains / (losses)				
Other gains / (losses)	8	-	-	-
Net movement in funds	8	-	-	-
Reconciliation of funds				
Total funds brought forward 24 May 2021	8	-	-	-
Assets transferred from Indus Health Network (Charity No 1154809)	13	543,063	203,249	746,312
Total funds carried forward	8/12	543,063	203,249	746,312

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 10 to 16 form part of these financial statements.


Indus Health Network UK

Statement of Financial Position

31 December 2021

	Note	2021 £
Current assets		
Debtors (Gift Aid)	9	62,460
Cash at bank and in hand	10	804,805
Total Current Assets		867,265
Creditors: amounts falling due within one year		
Creditors	11	(100,000)
Accruals	11	(20,953)
Total Creditors: amounts falling due within one year		120,953
Net current assets		746,312
Total assets less current liabilities		746,312
Net Assets		746,312
Funds of the charity		
Restricted funds	12	543,063
Unrestricted funds	12	203,249
Total charity funds	12	746,312

These financial statements were approved by the board of trustees and authorised for issue on
and are signed on behalf of the board of trustees by:


.....
Dr Mateen Durrani
Trustee

Charity No: 1194571

The notes on pages 10 to 16 form part of these financial statements.

Indus Health Network UK

Statement of Cash Flow

31 December 2021

	2021 £
Cash flows from operating activities	
Net Income / (expenditure) for the financial year	-
Changes in:	
(Increase) / Decrease in debtors	-
Increase / (Decrease) in creditors	-
Increase / (Decrease) in Accrued expenses	-
Cash generated from / (used in) operations	-
Net cash from / (used in) operating activities	-
Cash flows from financing activities	
	-
Net cash (used in) / from financing activities	-
Net increase / (decrease) in cash and cash equivalents	-
Cash transferred to Indus Health Network UK Charity No 1194571 (Note 13)	804,805
Cash and cash equivalents at beginning of year	-
Cash and cash equivalents at end of year	804,805

The notes on pages 10 to 16 form part of these financial statements.

Indus Health Network UK

Notes to the Financial statements

31 December 2021

1. General information & Basis of Accounting

The charity is a public benefit entity and a registered charitable incorporated organisation 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 and its surrounding areas 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 (note 3) and the functional currency of the charity is in Sterling.

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 on 31 December 2021, the charity received the net assets (assets less liabilities) of the charity Indus Health Network (Charity No: 1154809) The trustees of the unincorporated charity and the newly created CIO are the same and the charity obtained Charity Commission approval prior to the transfer of the net assets from the unincorporated trust to the newly created CIO (note 13). In undertaking this transfer, the trustees are now able to commence the continuation of operations within the CIO charity.

The Trustees are assisting the handover of remaining logistics including handover of legal title over to the new charity in early course. This has been delayed due to the bank's review and handover processes. Once the handover of legal title is fully completed by the banking institutions, the trustees will proceed to close the unincorporated trust charity in early course.

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 a fundraising appeal. The aim and use of each restricted fund is set out in the notes to the financial statements.

Indus Health Network UK

Notes to the Financial statements

31 December 2021

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 accounting policies are applied to particular categories of income:

- 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 and Realised Gains and losses

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. Realised gains and losses are calculated as the difference between income proceeds and their carrying value and are recognised in the Statement of Financial Activities as they arise.

Indus Health Network UK

Notes to the Financial statements

31 December 2021

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.

Cash and cash equivalents

Cash and cash equivalents include cash in hand and balances held with financial banking institutions with whom the charity has a bank account relationship with.

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.

Change of financial period end date & Comparatives

The first financial period end of the company was changed to 31 December 2021, to be coterminous with the calendar year end as explained further in the Trustees' Annual Report. Accordingly, the current financial statements are prepared for a financial period of approximately 7 months from 24 May 2021 to 31 December 2021.

There are no comparatives to state for the charity as this is the charity's first financial statements.

4. Income from Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations			
	<u> </u>	<u> </u>	<u> </u>
	-	-	-
	<u> </u>	<u> </u>	<u> </u>

5. Raising Funds:

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Total cost of generating funds			
	<u> </u>	<u> </u>	<u> </u>
	-	-	-
	<u> </u>	<u> </u>	<u> </u>

Indus Health Network UK

Notes to the Financial statements

31 December 2021

6. Charitable Activities:

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Total cost of charitable activities	-	-	-

7. Grants payable

	2021 / £
Committed Amounts	
Grant commitment transferred to Indus Health Network UK, (see note 13)	100,000

A committed grant of £ 100,000 was approved in December 2021 by Indus Health Network, Charity No 1154809, and was committed to IHHN. The liability was transferred to Indus Health Network UK as part of the transfer to the new UK charity CIO Indus Health Network (see note 13) and is recognised within Creditor: Amounts falling due within one year (see note: 11). The grant was paid on 17 January 2022.

8. Analysis of charitable funds

Unrestricted funds				Funds transfer - Assets transferred from Indus Health Network Charity No 1154809	At 31 Dec 2021
	At 24 May 2021 £	Income £	Expenditure £		£
General funds	-	-	-	543,063	543,063
Unrestricted funds carry forward	-	-	-	543,063	543,063
Restricted funds				Funds transfer - Assets transferred from Indus Health Network Charity No 1154809	At 31 Dec 2021
	At 24 May 2021 £	Income £	Expenditure £		£
Restricted Fund - Zakat	-	-	-	40,617	40,617
Restricted Fund - Sadaqah	-	-	-	162,632	162,632
Restricted funds carry forward	-	-	-	203,249	203,249

Indus Health Network UK

Notes to the Financial statements

31 December 2021

9. Debtors

	2021
	£
Gift Aid Receivable	62,460
	<u>62,460</u>

Gift Aid receivable as at 31 December 2021 arose from the transfer of assets from Indus Health Network, Charity No 1154809, and relates to gift aid receivable for donations up to 31 December 2021 collected within Indus Health Network Charity No 1154809 (see note 13).

The funds were received from HMRC on 07 February 2022 and 5 August 2022.

10. Analysis of cash and cash equivalents

	At 24 May 2021	Cash flows	Funds transfer - Assets transferred from Indus Health Network Charity No 1154809	At 31 Dec 2021
	£	£		£
Cash at bank and in hand	-	-	804,805	804,805

Cash at bank represents the cash held at bank transferred to the Charity on 31 December 2021, as part of transfer of assets (see note 13).

11. Creditors: Amounts falling due within one year

	2021
	£
Accruals	20,953
Creditors (Grants Payable)	100,000
	<u>120,953</u>

Creditors as at 31 December 2021 arose from the transfer of assets from Indus Health Network, Charity No 1154809, and relate to closing liabilities transferred up to 31 December 2021 (see note 13).

The creditors of £ 100,000, related to a committed grant, recognised as a liability as of 31 December 2021, transferred to the Charity from Indus Health Network Charity No 1154809. The committed grant related to the Zakat fund and was remitted on 17 January 2022.

Indus Health Network UK

Notes to the Financial statements

31 December 2021

12. Fund balances at 31 December 2021 are represented by

	Unrestricted fund	Restricted fund	Total funds 2021
	£	£	£
Debtors	62,460	-	62,460
Cash at bank and in hand	501,556	303,249	804,805
Creditors: due within one year	(20,953)	(100,000)	(120,953)
Totals	543,063	203,249	746,312

Restricted Funds at 31 December 2021 are:

	Restricted Fund – Zakat	Restricted Fund – Sadaqah	Total funds 2021
	£	£	£
Cash at bank and in hand	162,632	140,617	303,249
Creditors: due within one year	-	(100,000)	(100,000)
Totals	162,632	40,617	203,249

13. Transfer of Funds from Indus Health Network Charity No 1154809

On 31 December 2021, Indus Health Network (Charity No 1154809) transferred its operations to the charity as part of a long-term re-organisation and restructuring.

The charity obtained prior approval from the Charity Commission as part of this transfer and once approval was received the charity proceeded to transfer its closing funds of 31 December 2021 to the newly incorporated CIO - IHN UK.

As of 31 December 2021, the transfer of funds comprising of assets and liabilities is as follows.

	Unrestricted fund	Restricted fund - Sadaqah	Restricted fund - Zakat	Total Assets and Liabilities Transferred on 31 December 2021
	£	£	£	£
Debtors (Gift Aid)	62,460	-	-	62,460
Cash at bank and in hand	501,556	162,632	140,617	804,805
Creditors: due within one year	(20,953)	-	(100,000)	(120,953)
Total Net Assets / Funds transferred to Indus Health Network UK (Charity No 1194571)	543,063	162,632	40,617	746,312

From 31 December 2021, the new charity, Indus Health Network UK has merged the operations of the two charities.

From 31 December 2021, the Trustees are assisting the handover of remaining logistics including handover of legal title over to the new charity in early course. This has been delayed due to the bank's review and handover processes as explained earlier in the Trustees' Annual Report.

On 31 December 2021, there was a closing committed Zakat grant payable (notes 7, 11), which was transferred to the CIO as part of the merger and transfer to the new charity. The committed Zakat grant amount of £ 100,000 was remitted by the CIO on 17 January 2022.

Indus Health Network UK

Notes to the Financial statements

31 December 2021

14. Employees

The charity has no employees during the period ended 31 December 2021.

15. Trustee remuneration and expenses

No trustee received any remuneration or expenses reimbursements for the period end 31 December 2021.

16. 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 committed within note 7 of the notes to the financial statements.

The Trustees of the Charity are also trustees of the unincorporated charitable trust, Indus Health Network Charity No 1154809. Details of transfer of funds are disclosed in note 13.