

Ar-Rahmah Trust

Trustees Report and Financial Statements

For the year ended 31 March 2017

Ar-Rahmah Trust

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Ar-Rahmah Trust

Trustees' report for the year ended 31 March 2017

The trustees present their report and the financial statements of the charity for the year ended 31 March 2017. The financial statements have been prepared based on the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document.

Reference and administrative details of the charity

Charity registration number

1121296

Correspondence address

203 St Bernards Road
Solihull
West Midlands
B92 7DL

Trustees

M Asif	(Chair)
Q Z Saleem	(Secretary)

Bankers

TSB Bank
22A Great Hampton Street
Birmingham
B18 6AH

Al Rayan Bank
394 Coventry Road
Birmingham
B10 0UF

Independent examiner

AA Qayyum BA(Hons) ACA
BWCA LTD T/A Bluewater Chartered Accountants and Business Advisers
Fairgate House
205 Kings Road
Birmingham
B11 2AA

Ar-Rahmah Trust

Trustees' report (continued) for the year ended 31 March 2017

Message from the Chairman

This has been a significant year for Ar-Rahmah Trust as we continue to gradually expand our services in order to provide mercy for those in need. Our donors, supporters and volunteers have rallied locally in the UK to raise vital funds to help those less fortunate across the world. The report will outline in more detail some of these latest achievements, and will highlight where donations have been spent in 2016/2017.

The 2016/2017 trustees report presents a positive image of gradual progression in all areas of the charity, whether that is an increase in charitable income, brand awareness, or global support to the poor and destitute. As a small charity with very limited resources, the increase each year of donations, as well as achievements in terms of support provided to those living in poverty, has given the charity great confidence as we look ahead to the future.

As chairman of Trustees, it is a privilege to work along dedicated staff, trustees and volunteers, who continue to work hard to positively shape the lives of countless poor and destitute families across the world. Their devoted service will not go unnoticed and we pray that all their efforts are accepted, alongside the tremendous sacrifices, compassion and concern of our donors.

As we look back at 2016/2017 we can firmly believe that our record over the past 12 months is one that we can be proud of. We look forward to the future, with increased vigour and optimism in ensuring that we continue to provide mercy for those in need.

Mohammed Asif
Chairman Trustee

Ar-Rahmah Trust

Trustees' report (continued) for the year ended 31 March 2017

Message from Chief Executive

One of the main priorities for Ar-Rahmah Trust in 2016/2017 was to build on the momentum from the previous years which had witnessed a great deal of activity, both on the regional level and on the national level. It was a significant opportunity to increase donor awareness and charitable income to sustain and support the projects of the charity.

In previous years regular events and campaigns throughout the UK was one such initiative that was introduced to increase charitable income and raise awareness of the activities that Ar-Rahmah Trust were providing mercy for those in need. However, in order to put less pressure on existing resources and staff costs, in 2016/2017 Ar-Rahmah Trust embraced the concept of social media/online fundraising to supplement its charitable income. This year showed a small percentage of income, but one which is increasing every month, that was generated solely from online fundraising.

Alongside the online growth and charity brand awareness during 2016/2017, Ar-Rahmah Trust has also continued providing mercy for those in need by reaching out to more poor and vulnerable people than ever before during the charity's inception in 2006. Campaigns that were introduced during this period included Hand Pumps and Motor Pumps as part of the Water Aid campaign in Pakistan. Regular campaigns from previous years continued in 2016/2017 which included Syria Winter Campaigns and Food Campaigns, UK Qurbani where hundreds of poor families benefitted from meat that was gifted by the charity. Seasonal projects also continued throughout the year in various countries across the globe, including Pakistan, Bangladesh, Sudan and Syria.

There is also steady progress in the ground-breaking project that Ar-Rahmah Trust has undertaken to build a 500 Orphan Girls complex, one of the largest in Pakistan. We envisage that 2017/2018 will be more productive and that construction work will commence and gain momentum towards completion in 2021/2022.

As we look back at the achievements of Ar-Rahmah Trust in 2016/2017, I am inspired by all the trustees, staff, volunteers, supporters and partners who have made this a productive year. Together we have achieved much to be proud of. We pray that all our efforts are accepted and we continue to fulfil our trust in supporting orphans, the destitute and all those across the world who are in need of humanitarian assistance. Ameen.

Waseem Khan (M.A)
Chief Executive

Ar-Rahmah Trust

Trustees' report (continued) for the year ended 31 March 2017

Highlights of the year

Throughout 2016/17, Ar-Rahmah Trust has worked hard to successfully secure new income to support its charitable activities and deliver its plans.

- Income for the year 2016/17 (£546k) reflected a significant increase from previous year 2015/16 (£465k).
- Over £200k raised solely towards the construction and development of the charities large scale 500 orphan girls complex project in Pakistan.
- 217 hand water pumps and 54 Motor Pumps installed in poor areas of Pakistan in 2016/2017
- Free Eye clinics were run successfully in Pakistan to benefit poor people and free treatments were conducted
- Syria Winter "Ease the Freeze" campaign provided over a 1129 Winter packs to Syrian refugees
- Syria "Need 2 Feed" campaign provided 864 monthly food parcels to displaced Syrian refugees
- Community of Stoke independently conducted an Eid in the Park event for Ar-Rahmah Trust complex appeal
- Hundreds of poor families in Pakistan, Eritrea and Bangladesh were provided with over 1000 food parcels and rations that catered for their nutritional needs for an entire month during the month of Ramadan.
- Over 80 participants from across the UK participating in a 10km Ingleton hike to raise funds for the construction of the Orphan girls complex. The event also featured a separate Father & son day which enabled youngsters to enjoy charitable activities with their fathers and raise money for a noble cause.

Ar-Rahmah Trust

Trustees' report (continued) for the year ended 31 March 2017

About Ar-Rahmah Trust

Ar Rahmah Trust has steadily continued to expand its projects meeting the needs of orphans, widows, the poor and destitute across the world, providing them with education, health, food aid, livelihood support and most importantly empowering people with the essential knowledge and skills needed to build their own future with dignity and self respect.

The charity aims to focus its attention on providing continuous and sustained assistance and support to orphans, poor and vulnerable women through sustainable development programmes, ensuring that they receive long term support and provision throughout the course of their lives, helping them to rebuild their future, as well as their self esteem, bringing in to their lives more optimism and purpose. Alongside this the charity also aims to prevent or in certain cases contribute to the prevention and relief of poverty across the world.

Objectives and activities

a. Summary of objectives

The objectives of the charity as set out in its Trust Deed are as follows:

1. the advancement of education, relief of poverty and the promotion of good health anywhere in the world
2. the relief of suffering amongst victims of natural or other kinds of disaster anywhere in the world
3. for such general charitable purposes anywhere in the world as the trustees may deem fit from time to time

b. Activities for achieving objectives

During the year the charity achieved its objectives as stated in its governing document by undertaking the following charitable activities:

1. Community empowerment
2. Education
3. Food aid
4. Water Aid
5. Healthcare
6. Supporting orphans

The trustees frequently review the activities of the charity to ensure they continue to reflect the objectives and aims of the charity and provide an overall benefit to the public. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit.

Achievements and performance

Each aforementioned charitable activity was carried out systematically through a project. The details of which are as follows:

1. COMMUNITY EMPOWERMENT

a) *Sewing classes*

Ar-Rahmah Trust aims to empower communities to help themselves. It organised and ran sewing classes, in Faisalabad-Pakistan, as self-reliance schemes for the poor thus helping the needy to become self sufficient and less reliant on aid. This allows poor and vulnerable women to live a life of dignity and respect

b) *Marriage support*

Marriage is an essential aspect of life and enables both man and woman to complete life to its full. Due to poverty many people cannot afford to marry. Many men and women were helped to fulfil this union by providing them with essential items of living such as furniture, beds, cooking utensils, clothes and essential household appliances.

c) *Supporting widows*

Many widows live a very difficult and miserable life because they do not have any source of income. Some widows were financially helped to enable them to buy essential items such as food and clothing. This gave them a decent standard of living, which every human being is entitled to.

d) *Masjid Ar-Rahmah Faisalabad*

The area has a high concentration of people who reside within the locality of the masjid, who have now been able to benefit from the services provided at Jamia Masjid Ar-Rahmah. Providing much more than a place of worship, many essential community services are delivered at the masjid such as weekly services congregation, children's classes, funeral and burial services and Ramadan facilities.

2. EDUCATION

a) *Ar-Rahmah Institute*

This institute, based on the outskirts of Lahore-Pakistan, provides education to 110 poor and orphan boys funded by the charity. They study to a master's degree. The students are also provided with food, education, books as well as hostel accommodation. The students have achieved some of the best results in the country

b) *Quran Academy*

Ar-Rahmah believes every child has the right to education despite their social deprivation. Hence the charity funded Quran Academy, in Faisalabad-Pakistan, where poor and orphan children are provided with basic education in Maths, English and Science. They are also taught how to read the Qur'an. This enables these children to attain basic education, which otherwise they would not have received due to their poverty. The Quran academy caters for the educational provision of approx. 60 students

3. FOOD AID

a) *Ramadan Food Programme*

Pakistan

Like previous years, before the onset of Ramadan 2016, food parcels were distributed to the poor, destitute, elderly, disabled, widows and orphans. In 2015 500 food parcels were distributed. In 2016 778 Food parcels weighing 35kg each consisting of flour, rice, cooking oil, sugar, lentils and dates were distributed to poor families in the various areas of Pakistan. Approximately 4,668 people benefitted from the monthly food packages.

Bangladesh

225 food parcels were distributed through our partner agency Al Ihsan foundation based in Bangladesh. Approximately 1225 people benefitted from the monthly food packages.

Sudan

100 food parcels were distributed through our partner agency Kebire Relief on the Sudan border with Eritrea.

b) *Zakat Al-Fitr*

On the occasion of Eid Al-Fitr 2016, Ar-Rahmah Trust UK made arrangements for the distribution of Zakat UI-Fitr funds. Like previous years, this year food products were distributed to the poor families before the Eid day. 15kg food parcels were distributed to 3,715 families benefitting over 14,000 people when equated to 1 family consisting of 4 members.

c) *Qurbani*

Qurbani UK

Qurbani in the UK was a national project in which Ar-Rahmah Trust worked in collaboration with National Halal (GHFG) Muslim Based charity HHUGS, and Islam Wise in order to revive the Prophetic Sunnah of Qurbani, of consuming the Qurbani meat and more importantly benefiting those who are poor and destitute within the local community, both Muslim and non-Muslim. 150 bags containing approx. 5kg meat were distributed to poor families across the West Midlands, including newly arrived Syrian refugees who had been given council accommodation. A portion of meat was also cooked and handed out to 2 local homeless hostels in Birmingham.

Qurbani Pakistan

Over 500 packets of 2kg meat were prepared and distributed to the poor and needy in Pakistan.

Syria Need 2 Feed

Over £21,000 was raised to provide approx. 870 Syrian refugee families with monthly food rations in March 2017. Distribution took place in Turkey near the Syrian border in refugee camps.

Syria Ease the Freeze

In line with the objectives of the charity to provide mercy for those in need during a harsh winter in Syria, 1043 winter packs were distributed to Syrian refugees in Dec 2016.

4. HEALTHCARE

a) Medical dispensary

Ar-Rahmah Trust has been running a free medical dispensary in Faisalabad, which is open every day. It is situated in an extremely poor and socially deprived neighbourhood. It attracts 20-30 patients every day. The patients are given free medicines, blood tests and treatment.

A free ambulance service is also provided to transport poor and disabled patients between home and treatment centres.

b) Eye Camp

A free monthly eye camp is arranged every month run by an experienced eye surgeon in this very poor area. 400 to 500 free eye tests are performed in each camp. Some prevent fatal eye diseases and blindness due to early detection. 30 to 40 surgical eye operations are performed. All medicines and glasses are supplied free of charge to the patients. Some patients who travel from far distances are also provided with free meals. Ar-Rahmah Trust recognises that healthcare should not just be a privilege of those that can afford it.

5. SUPPORTING ORPHANS

a) Orphan sponsorship

Orphan sponsorship boarding school Pakistan

Orphan care and wellbeing is a key activity of Ar-Rahmah Trust. At the end of the year, there were 73 orphan girls who were provided with free full boarding, in Rawalpindi-Pakistan. The boarding included free education, accommodation, healthcare, food, books, stationery, uniforms and other essentials.

Sudan homebased orphans

Campaign was launched in May 2016 alongside Kebire Relief who operate on the Sudanese and Eritrean border and are a British based charity. Ar Rahmah have taken the responsibility of 20 homebased orphans that will be marketed to seek regular monthly sponsorship.

b) Ar-Rahmah Boarding Complex

Construction work has not yet commenced at the plot of land that was acquired for the purpose built complex that will cater for 500 Orphan girls. The charity has been instructed by its architectural team in Pakistan that work to commence phase 1 will begin in April 2017 and will continue until the 3 floor structure has been constructed.

Financial Review

a. Reserves policy

The charity's reserve policy is to maintain a sufficient level of liquid reserves to meet short term obligations and any unforeseen expenditure. The Trustees are satisfied with the level liquid reserves held at the end of the financial period of £273,629 (2016: £216,951).

Ar-Rahmah Trust

Trustees' report (continued) for the year ended 31 March 2017

Financial Review (continued)

b. Principle funding

During the year the charity raised a total £546,310 (2016: £465,484) of incoming resources before charitable expenditure. This was a significant increase from the previous year making it an extremely productive year for the charity in all areas of fundraising.

Plans for the Future

a) *Ar-Rahmah Orphan Boarding Complex*

It is now envisaged that work to commence phase 1 will begin in April 2016 and continue until the 3 floor structure has been constructed.

b) *Online Fundraising*

Invest in systems that generate more funding via online platforms in order to save resources.

c) *Global Reach*

Promote campaigns to international audiences and network with potential international donors who show interest in working alongside and supporting the campaigns and projects of Ar Rahmah Trust.

d) *Humanitarian Aid Work*

Have a set budget allocated each year to provide emergency response to humanitarian disasters and conflicts across the world affecting poor and destitute. Continue providing seasonal support such as winter clothing and food projects to the poor.

Structure, governance and management

a. Governing document

The charity is governed by its Trust deed which was adopted by the trustees on 2nd October 2007 and subsequently amended on 29th June 2008.

b. Method of appointment and induction of new trustees

New trustees are appointed by existing trustees and are briefed on their legal obligations under charity law, the content of the Trust Deed and recent performance of the charity.

c. Organisational structure and decision making

Ar-Rahmah Trust is a UK based charity that works with a number of partner organisation overseas through which it delivers programmes supporting Community Empowerment, Education, Food Aid, Healthcare and Orphans.

The board of Trustees of the charity oversee the running of the charity on a day to day basis. All operational decisions are made at board meetings which are held frequently through the year.

Trustees' report (continued)
for the year ended 31 March 2017

Structure, governance and management (continued)

d. Risk management

The Trustees have assessed the major risks to which the charity is exposed and are satisfied that systems and procedures are in place to mitigate our exposure to those risks.

Statement of Trustees' Responsibilities

The trustees are responsible for preparing the Trustees' Annual Report and Financial Statements in accordance with applicable law and United Kingdom Accounting Standards.

The law applicable to charities in England and Wales requires the trustee(s) 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 of the Charities SORP
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any departures disclosed and explained in the financial statements; and;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy the financial position of the charity and to enable them ascertain to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, 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.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website in accordance with legislation in the United Kingdom governing preparation and dissemination of financial statements.

This report was approved by the Trustees on 29th January 2018 and signed on their behalf by:


.....
M Asif
Trustee

Ar-Rahmah Trust

Independent examiner's Report to the Trustees of Ar-Rahmah Trust

I report on the accounts of the Trust for the year ended 31 March 2017, which are set out on pages 9 to 18.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act
- to follow the procedures laid down in the general Directions given by the commission under section 145(5)(b) of the 2011 Act
- to state whether particular matters have come to my attention

Basis of independent examiner's statement

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the next statement.

Independent examiner's statement

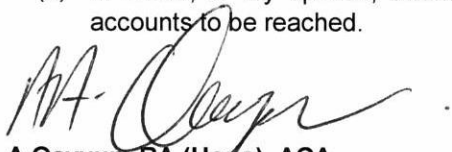
In the course of my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in, any material respect, the requirements:

- to keep accounting records in accordance with section 130 of the 2011 Act and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



A A Qayyum BA (Hons), ACA

BWCA LTD T/A Bluewater Chartered Accountants and Business Advisers
Fairgate House
205 Kings Road
Birmingham
B11 2AA

29th January 2018

Ar-Rahmah Trust

Statement of financial activities for the year ended 31 March 2017

	Note	Unrestricted Funds 2017 £	Restricted Funds 2017 £	Total Funds 2017 £	Total Funds 2016 £
Income and endowments					
Donations	2	63,608	472,379	535,987	464,954
Charitable activities	3	100	10,195	10,295	175
Other		28	-	28	180
Total incoming resources		63,736	482,574	546,310	465,309
Expenditure					
Raising funds	4	12,815	78,292	91,107	59,760
Charitable activities	5	27,007	398,839	425,846	327,558
Total resources expended		39,822	477,131	516,953	387,318
Net incoming resources before transfers		23,914	5,443	29,357	77,991
Gross transfers between funds	14	-	-	-	-
Net movement in funds for the year		23,914	5,443	29,357	77,991
Total funds brought forward	14	(28,023)	361,261	333,238	255,247
Total funds carried forward	14	(4,109)	366,704	362,595	333,238

All activities relate to continuing operations.

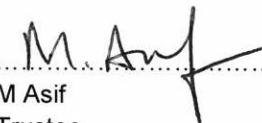
The notes on pages 14 to 22 form part of these financial statements.

Ar-Rahmah Trust

Balance sheet
as at 31 March 2017

	Note	£	2017 £	£	2016 £
Fixed assets					
Tangible fixed assets	11		120,074		120,416
			<u>120,074</u>		<u>120,416</u>
Current assets					
Debtors	12	24,738		8,920	
Cash at bank and in hand		273,629		216,951	
		<u>298,367</u>		<u>225,871</u>	
Creditors: amounts falling and due within one year	13	<u>(55,846)</u>		<u>(13,049)</u>	
Net current assets			<u>242,521</u>		<u>212,822</u>
			<u>362,595</u>		<u>333,238</u>
Charity Funds					
Unrestricted Funds	14		(4,109)		(28,023)
Restricted funds	14		366,704		361,261
Total funds			<u>362,595</u>		<u>333,238</u>

The financial statements were approved by the Trustees on 29th January 2018 and signed on their behalf by:


 M Asif
 Trustee

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

1. Accounting policies

The principal accounting policies adopted in the preparation of the financial statements are as follows:

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historic cost convention in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Ar Rahmah Trust meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

1.2 Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required.

At the date of transition to FRS 102 there were no changes in accounting policies that had an impact on previously reported balances under UK GAAP. Consequently no restatement of previously reported balances under the previous GAAP was required.

1.3 Fund Accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund.

1.4 Donated services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of the Friends is not recognised and refer to the trustees' annual report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

1. Accounting policies (continued)

1.5 Incoming resources

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Donations, gifts and grants that provide core funding or are of general nature, are recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

Income from Charitable Activities - Including income recognised as earned from the related goods or services which are provided.

1.6 Resources expended

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Charitable Activities include those costs that are directly related to the objectives of the charity.

Governance costs include those incurred in the governance of its assets and are primarily associated with constitutional and statutory requirements.

Support Costs for a single activity are allocated directly to that activity. Where support costs relate to several activities they have been apportioned on the basis of resources consumed by those activities. In allocating the support costs, the trustees have ensured that the costs are expended utilising the unrestricted funds available and consequently no restricted funds have been used in this respect.

1.7 Tangible fixed assets and depreciation

All assets costing more than £100 are capitalised.

Tangible fixed assets are stated at cost or valuation less depreciation. Depreciation is provided at rates calculated to write off the cost or valuation of those assets, less their estimated residual value, over their expected useful lives on the following bases:

Fixtures and fittings	- 15% reducing balance
Computers and office equipment	- 33% straight line on cost

1.8 Taxation

As a registered charity, the charity is exempt from Income and Corporation tax to the extent that its income and gains are applicable to the charitable purposes only.

Ar-Rahmah Trust

**Notes to the financial statements
for the year ended 31 March 2017**

2. Income from donations

	Unrestricted Funds 2017 £	Restricted Funds 2017 £	Total Funds 2017 £	Total Funds 2016 £
Donations	42,603	470,413	513,016	458,847
Gift Aid	21,005	1,966	22,971	6,107
	63,608	472,379	535,987	464,954

3. Income from charitable activities

	Unrestricted Funds 2017 £	Restricted Funds 2017 £	Total Funds 2017 £	Total Funds 2016 £
Community Empowerment	100	-	100	175
Food Aid	-	10,195	10,195	-
	100	10,195	10,295	175

Ar-Rahmah Trust

Notes to the financial statements for the year ended 31 March 2017

4. Raising funds

	Unrestricted Funds 2017 £	Restricted Funds 2017 £	Total Funds 2017 £	Total Funds 2016 £
Fundraising and publicity	12,815	78,292	91,107	59,760
	12,815	78,292	91,107	59,760

5. Analysis of resources expended by charitable activity

Expenditure can be summarised as:

	Unrestricted Funds 2017 £	Restricted Funds 2017 £	Total Funds 2017 £	Total Funds 2016 £
Community empowerment	1,404	18,174	19,578	6,783
Education	2,290	34,041	36,331	52,425
Emergency relief	679	10,093	10,772	69,361
Food aid	6,209	92,313	98,522	93,721
Healthcare	356	5,305	5,661	11,755
Supporting orphans	15,071	224,066	239,137	93,513
Water aid	998	14,847	15,845	-
	27,007	398,839	425,846	327,558

Ar-Rahmah Trust

**Notes to the financial statements
for the year ended 31 March 2017**

6. Analysis of resources expended by activity type

	Activities undertaken directly 2017 £	Grant funding of activities 2017 £	Support and governance costs 2017 £	Total 2017 £	Total 2016 £
Costs of generating voluntary income					
Fundraising and publicity	84,747	-	6,360	91,107	59,760
Charitable activities					
Community empowerment	167	18,098	1,312	19,577	6,784
Education	-	33,901	2,430	36,331	52,425
Emergency relief	-	10,052	720	10,772	69,360
Food aid	13,221	78,713	6,588	98,522	93,721
Healthcare	-	5,283	378	5,661	11,755
Supporting orphans	-	223,145	15,992	239,137	93,513
Water aid	-	14,786	1,059	15,845	-
	<u>13,388</u>	<u>383,978</u>	<u>28,479</u>	<u>425,845</u>	<u>327,558</u>
	<u>98,135</u>	<u>383,978</u>	<u>34,839</u>	<u>516,952</u>	<u>387,318</u>

7. Grants payable

	Grants to Institutions £	Grants to individuals £
Community empowerment	18,098	-
Education	33,901	-
Emergency relief	10,052	-
Food aid	78,713	-
Healthcare	5,283	-
Supporting orphans	223,145	-
Water aid	14,786	-
	<u>383,978</u>	<u>-</u>

Ar-Rahmah Trust

Notes to the financial statements for the year ended 31 March 2017

7. Grants payable (continued)

Recipients of institutional grant(s) were as follows:

	Total 2017 £	Total 2016 £
Ar-Rahmah Trust (Pakistan)	337,151	199,966
Islamic Yatima Foundation Tanzania	5,000	6,100
Al-Ihsan Foundation	3,000	-
Crisis Aid	33,287	-
Green Lane Masjid and Community Centre	-	45,808
Kebire Foundation For Relief & Development	5,540	-
	383,978	251,874

8. Support and governance costs

	Basis of Allocation	Fundraising costs 2017 £	Charitable of activities 2017 £	Total Funds 2017 £	Total Funds 2016 £
Support costs					
Management and administration	Usage	6,250	27,989	34,239	57,632
Governance costs					
Independent examination	Resources expended	110	490	600	600
		6,360	28,479	34,839	58,232

Support costs have been allocated on a basis consistent with usage of resources.

Governance costs have been allocated on a pro-rata basis across total resources expended.

9. Net incoming resources

This is stated after charging:

	2017 £	2016 £
Depreciation of tangible fixed assets - owned by the charity	342	222
	342	185

Ar-Rahmah Trust

Notes to the financial statements for the year ended 31 March 2017

10. Staff costs

	2017 £	2016 £
Wages and salaries	27,040	14,113
Social security costs	2,612	653
	29,652	14,766

During the year the charity had 1 (2016: 1) full time equivalent employee and a number of casual employees.

The Trust considers its key management personnel comprise the trustees and Chief Executive Officer. The total employment benefits paid to its key management personnel were £27,040 (2016: £6,760). No employees had benefits in excess of £60,000 (2016: Nil).

During the year, no trustees received any remuneration or benefits in kind (2016, £Nil).

During the year, no trustees received any reimbursement of expenses (2016, £Nil).

11. Tangible fixed assets

	Assets under the course of construction £	Fixtures and fittings £	Computers and office equipment £	Total £
Cost				
At 1 April 2016	119,628	995	959	121,582
Additions	-	-	-	-
At 31 March 2017	119,628	995	959	121,582
Depreciation				
At 1 April 2016	-	825	341	1,166
Charge for the year	-	26	316	342
At 31 March 2017	-	851	657	1,508
Net book value				
At 31 March 2017	119,628	144	302	120,074
At 31 March 2016	119,628	170	618	120,416

Ar-Rahmah Trust

**Notes to the financial statements
for the year ended 31 March 2017**

12. Debtors

	2017 £	2016 £
Other debtors	21,218	-
Prepayments and accrued income	3,520	8,920
	24,738	8,920

**13. Creditors:
amounts falling due within one year**

	2017 £	2016 £
Trade creditors	1,350	5,582
Other creditors	53,800	340
Salaries and social security	96	3,197
Accruals and deferred income	600	3,930
	55,846	13,049

Ar-Rahmah Trust

**Notes to the financial statements
for the year ended 31 March 2017**

14. Statement of funds

Year ended 31/03/2017

	Brought forward £	Incoming resources £	Resources expended £	Transfers in/(out) £	Carried forward £
Unrestricted general funds	(28,023)	63,736	(39,822)	-	(4,109)
Total unrestricted funds	(28,023)	63,736	(39,822)	-	(4,109)
Restricted funds					
Ar-Rahmah Institute	-	1,774	(29,143)	12,240	(15,129)
Ar-Rahmah Mosque Fund	8,100	10,595	(12,877)	-	5,818
Education	-	785	(183)	-	602
Family sponsorship	(493)	2,476	(1,729)	-	254
Fidyah	-	4,839	(236)	(4,603)	-
Health	-	1,020	(628)	-	392
Kaffarah	-	420	(12)	(408)	-
Marriage sponsorship	-	350	(348)	-	2
Orphans	359,620	274,555	(278,684)	-	355,491
Pakistan Flood Relief (2015)	(802)	-	-	802	-
Quraan Memorisation	-	1,655	(77)	-	1,578
Qurbani	847	19,200	(20,197)	-	(150)
Ramadan Food Programme	-	45,097	(38,673)	(7,461)	(1,037)
Self Reliance Scheme	-	5	-	-	5
Syria	(2,374)	43,612	(37,628)	-	3,610
Water Pump Appeal	-	32,520	(17,114)	-	15,406
Zakat	(3,239)	29,869	(18,599)	(8,031)	-
Zakat Al-Fitr	(398)	13,803	(21,004)	7,461	(138)
Total restricted funds	361,261	482,575	(477,132)	-	366,704
Total funds 2017	333,238	546,311	(516,954)	-	362,595