

Ibrahim Trust

Charity No. 1176238

Company No. 10902793

Trustees' Report and Unaudited Accounts

31 August 2020



Ibrahim Trust
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Ibrahim Trust
Trustees Annual Report

Ibrahim trust

The Trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the unaudited financial statements of the charity for the year ended 31 August 2020.

REFERENCE AND ADMINISTRATIVE DETAILS

Company No. 10902793

Charity No. 1176238

Principal Office

75 Holly Lane
Smethwick
West Midlands
B67 7LD
Address Line 5

Registered Office

75 Holly Lane
Smethwick
Birmingham
B66 1EY

Directors and Trustees

The Directors of the charitable company are its Trustees for the purposes of charity law.
The following Directors and Trustees served during the year:

M.I. Chaudhry
M.H. Chaudhry
M. Sadeeq
L. Yaffa
Y. Yaffa

Company Secretary

A.H. Chaudhry

Accountants

S I Ahmed & Co
238 Wednesbury Road
Walsall
West Midlands
WS2 9QN

OBJECTIVES AND ACTIVITIES

The purpose of the charity as set out in its governing instrument is to promote sustainable development for the benefit of the public, who by reason of their social and economic circumstances, are unable to further their Islamic knowledge and preferred educational career/pathway.

The main activities undertaken in relation to those purposes are: a/. Providing scholarships, bursaries and maintenance allowances at any approved school, college or other educational establishment. b/. In providing financial assistance, tools and equipment. c/. In constructing orphanages, nurseries and schools.

In this year, Ibrahim Trust has continued to participate in charitable work. Some of the highlights of our achievements are below:

- In the process of developing a water filtration plant in Pakistan
- Donated clothes to the poor and needy
- Donated food distribution parcels during covid-19 pandemic
- Sponsored orphans
- Sponsored water cleaning projects
- Sponsored bread projects in Syria
- Distributed food parcels in hard-hit regions in Pakistan
- Distributed cash donations in hard-hit regions in Pakistan
- Donated cooked meals during Ramadan
- Supported local Islamic education programs

Ibrahim Trust will continue to provide much-needed aid to countries such as Syria, Yemen, Rohingya, Kashmir, Pakistan, Sudan, Palestine, Somalia and Malawi

We hope to continue supporting these projects as well as others over the coming years

Our future plans are looking at the construction of a medical facility and the construction of a school.

We are in the process of developing the website in the background and this will be live soon

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 2006. The Trustees are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

Ibrahim Trust

Trustees Annual Report

The above report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime as set out in Part 15 of the Companies Act 2006 and in accordance with the Charities SORP (FRS 102).

Signed on behalf of the board

Madina

M.I. Chaudhry

Trustee

6th December 2020

Ibrahim Trust

Independent Examiners Report

Independent Examiner's Report to the trustees of Ibrahim Trust

I report to the charity trustees on my examination of the accounts of Ibrahim Trust for the year ended 31 August 2020 which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet, the Statement of Cash Flows and the related notes.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act).

Having satisfied myself that the accounts of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I can confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that:

- accounting records were not kept in accordance with section 386 of the 2006 Act ; or
- the accounts do not accord with those records; or
- the accounts do not comply with the accounting requirements under section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- the accounts have not been prepared in accordance with the Charities SORP (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Syed Imtiaz Ahmed FMAAT, FAIA, FCPA, MCIPP

Association of International Accountants

S I Ahmed & Co

238 Wednesbury Road

Walsall

West Midlands

WS2 9QN

31 August 2020

Ibrahim Trust
Statement of Financial Activities
for the year ended 31 August 2020

		Unrestricted		
		funds	Total funds	Total funds
		2020	2020	2019
	Notes	£	£	£
Income and endowments from:				
Donations and legacies	4	6,000	6,000	50,000
Total		<u>6,000</u>	<u>6,000</u>	<u>50,000</u>
Expenditure on:				
Charitable activities	5	12,832	12,832	10,113
Other	7	954	954	1,492
Total		<u>13,786</u>	<u>13,786</u>	<u>11,605</u>
Net gains on investments		-	-	-
Net (expenditure)/income		<u>(7,786)</u>	<u>(7,786)</u>	<u>38,395</u>
Transfers between funds		-	-	-
Net (expenditure)/income before other gains/(losses)		<u>(7,786)</u>	<u>(7,786)</u>	<u>38,395</u>
Other gains and losses				
Net movement in funds		<u>(7,786)</u>	<u>(7,786)</u>	<u>38,395</u>
Reconciliation of funds:				
Total funds brought forward		51,940	51,940	13,545
Total funds carried forward		<u><u>44,154</u></u>	<u><u>44,154</u></u>	<u><u>51,940</u></u>

Ibrahim Trust
Summary Income and Expenditure Account
for the year ended 31 August 2020

	2020	2019
	£	£
Income	6,000	50,000
Gross income for the year	<u>6,000</u>	<u>50,000</u>
Expenditure	13,786	11,605
Total expenditure for the year	<u>13,786</u>	<u>11,605</u>
Net (expenditure)/income before tax for the year	(7,786)	38,395
Net (expenditure)/income for the year	<u>(7,786)</u>	<u>38,395</u>

**Ibrahim Trust
Balance Sheet**

at 31 August 2020

Company No.	10902793	Notes	2020 £	2019 £
Current assets				
Cash at bank and in hand			45,004	52,790
			<u>45,004</u>	<u>52,790</u>
Creditors: Amount falling due within one year		9	(850)	(850)
Net current assets			<u>44,154</u>	<u>51,940</u>
Total assets less current liabilities			<u>44,154</u>	<u>51,940</u>
Net assets excluding pension asset or liability			<u>44,154</u>	<u>51,940</u>
Total net assets			<u><u>44,154</u></u>	<u><u>51,940</u></u>
The funds of the charity				
Restricted funds		10		
Unrestricted funds		10		
General funds			44,154	51,940
			<u>44,154</u>	<u>51,940</u>
Reserves		10		
Total funds			<u><u>44,154</u></u>	<u><u>51,940</u></u>

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

For the year ended 31 August 2020 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

Approved by the board on 6th December 2020

And signed on its behalf by:



M.H. Chaudhry
Trustee

6th December 2020

Ibrahim Trust
Statement of Cash flows
for the year ended 31 August 2020

	2020	2019
	£	£
Cash flows from operating activities		
Net (expenditure)/income per Statement of Financial Activities	(7,786)	38,395
Net cash (used in)/provided by operating activities	<u>(7,786)</u>	<u>38,395</u>
Net cash from investing activities	<u>-</u>	<u>-</u>
Net cash from financing activities	<u>-</u>	<u>-</u>
Net (decrease)/increase in cash and cash equivalents	(7,786)	38,395
Cash and cash equivalents at the beginning of the year	52,790	14,395
Cash and cash equivalents at the end of the year	<u>45,004</u>	<u>52,790</u>
Components of cash and cash equivalents		
Cash and bank balances	45,004	52,790
	<u>45,004</u>	<u>52,790</u>

Ibrahim Trust

Notes to the Accounts

for the year ended 31 August 2020

1 Accounting policies

Basis of preparation

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) (effective 1 January 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

Fund accounting

Unrestricted funds	These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.
Designated funds	These are unrestricted funds earmarked by the trustees for particular purposes.
Revaluation funds	These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.
Restricted funds	These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

Income

Recognition of income	Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.
Income with related expenditure	Where income has related expenditure the income and related expenditure is reported gross in the SoFA.
Donations and legacies	Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.
Tax reclaims on donations and gifts	Income from tax reclaims is included in the SoFA at the same time as the gift/donation to which it relates.
Donated services and facilities	These are only included in income (with an equivalent amount in expenditure) where the benefit to the Charity is reasonably quantifiable, measurable and material.
Volunteer help	The value of any volunteer help received is not included in the accounts.
Investment income	This is included in the accounts when receivable.
Gains/(losses) on revaluation of fixed assets	This includes any gain or loss resulting from revaluing investments to market value at the end of the year.
Gains/(losses) on investment assets	This includes any gain or loss on the sale of investments.

Ibrahim Trust

Notes to the Accounts

Expenditure

Recognition of expenditure	Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	These comprise the costs incurred by the Charity in the delivery of its activities and services in the furtherance of its objects, including the making of grants and governance costs.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include those costs associated with meeting the constitutional and statutory requirements of the Charity, including any audit/independent examination fees, costs linked to the strategic management of the Charity, together with a share of other administration costs.
Other expenditure	These are support costs not allocated to a particular activity.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Freehold investment property

Investment properties are measured initially at cost and subsequently at fair value at each balance sheet date and are not depreciated. All gains or losses are taken to the Statement of Financial Activities as they arise.

Intangible fixed assets and amortisation

Intangible fixed assets (including purchased goodwill, patents and trademarks) are carried at cost less accumulated amortisation and impairment losses.

Stocks

Stock is included at the lower of cost or net realisable value. Donated items of stock are recognised at fair value which is the amount the charity would have been willing to pay for the items on the open market.

Trade and other debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

Ibrahim Trust

Notes to the Accounts

Trade and other creditors

Short term creditors are measured at the transaction price. Other creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Monetary assets and liabilities denominated in currencies other than the functional currency of the charity are translated at the rates of exchange prevailing at the end of the reporting period.

Transactions in currencies other than the functional currency of the charity are recorded at the rate of exchange on the date that the transaction occurred.

All exchange differences are taken into account in arriving at net income/expenditure.

Leased assets

Where the charity enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease.

Leases which do not transfer substantially all the risks and rewards of ownership to charity are classified as operating leases.

Assets held under finance leases are initially recognised as assets of the charity at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet date as a finance lease obligation. Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the charity's policy on borrowing costs.

Assets held under finance leases are depreciated in the same way as owned assets.

Operating lease payments are recognised as an expense on a straight-line basis over the lease term. In the event that lease incentives are received to enter into operating leases, such incentives are recognised as a liability. The aggregate benefit of incentives is recognised as a reduction of rental expense on a straight-line basis.

Pension costs

The charity operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payments obligations. The contributions are recognised as expenses when they fall due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

2 Company status

The company is a private company limited by guarantee and consequently does not have share capital.

Ibrahim Trust
Notes to the Accounts

3 Statement of Financial Activities - prior year

	Unrestricted funds 2019 £	Total funds 2019 £
Income and endowments from:		
Donations and legacies	50,000	50,000
Total	<u>50,000</u>	<u>50,000</u>
Expenditure on:		
Charitable activities	10,113	10,113
Other	1,492	1,492
Total	<u>11,605</u>	<u>11,605</u>
Net income	<u>38,395</u>	<u>38,395</u>
Net income before other gains/(losses)	38,395	38,395
Other gains and losses:		
Net movement in funds	<u>38,395</u>	<u>38,395</u>
Reconciliation of funds:		
Total funds brought forward	13,545	13,545
Total funds carried forward	<u><u>51,940</u></u>	<u><u>51,940</u></u>

4 Income from donations and legacies

Unrestricted	Total 2020	Total 2019
£	£	£
6,000	6,000	50,000
<u>6,000</u>	<u>6,000</u>	<u>50,000</u>

5 Expenditure on charitable activities

	Unrestricted	Total 2020	Total 2019
	£	£	£
<i>Expenditure on charitable activities</i>			
Grants made	12,832	12,832	10,113
Governance costs			
	<u>12,832</u>	<u>12,832</u>	<u>10,113</u>

Ibrahim Trust
Notes to the Accounts

6 Analysis of grants

Activity or programme	Grants to Institutions	Total 2020	Total 2019
	£	£	£
	12,832	12,832	10,113
	<u>12,832</u>	<u>12,832</u>	<u>10,113</u>

Activity or programme	Activities undertaken directly	Total 2020	Total 2019
	£	£	£
	12,832	12,832	10,113
	<u>12,832</u>	<u>12,832</u>	<u>10,113</u>

7 Other expenditure

	Unrestricted	Total 2020	Total 2019
	£	£	£
Premises costs	-	-	358
General administrative costs	91	91	272
Legal and professional costs	863	863	862
	<u>954</u>	<u>954</u>	<u>1,492</u>

8 Staff costs

No employee received emoluments in excess of £60,000.

9 Creditors:

amounts falling due within one year

	2020	2019
	£	£
Accruals and deferred income	850	850
	<u>850</u>	<u>850</u>

Ibrahim Trust
Notes to the Accounts

10 Movement in funds

	At 1 September 2019	Incoming resources (including other gains/losses) £	Resources expended £	At 31 August 2020 £
Restricted funds:				
Unrestricted funds:				
General funds	51,940	6,000	(13,786)	44,154
Revaluation Reserves:				
Total funds	<u>51,940</u>	<u>6,000</u>	<u>(13,786)</u>	<u>44,154</u>

11 Analysis of net assets between funds

	Unrestricted funds £	Total £
Net current assets	44,154	44,154
	<u>44,154</u>	<u>44,154</u>

12 Reconciliation of net debt

	At 1 September 2019 £	Cash flows £	New HP/Finance leases £	At 31 August 2020 £
Cash and cash equivalents	52,790	(7,786)		45,004
	<u>52,790</u>	<u>(7,786)</u>	-	<u>45,004</u>
Net debt	<u>52,790</u>	<u>(7,786)</u>	-	<u>45,004</u>

13 Related party disclosures

Controlling party

The company is limited by guarantee and has no share capital; thus no single party controls the company.

Ibrahim Trust
Detailed Statement of Financial Activities
for the year ended 31 August 2020

	Unrestricted		
	funds	Total funds	Total funds
	2020	2020	2019
	£	£	£
Income and endowments from:			
Donations and legacies	6,000	6,000	50,000
	<u>6,000</u>	<u>6,000</u>	<u>50,000</u>
Total income and endowments	6,000	6,000	50,000
Expenditure on:			
Charitable activities			
Grants made	12,832	12,832	10,113
	<u>12,832</u>	<u>12,832</u>	<u>10,113</u>
Total of expenditure on charitable activities	12,832	12,832	10,113
Premises repairs and maintenance	-	-	358
	<u>-</u>	<u>-</u>	<u>358</u>
General administrative costs, including depreciation and amortisation			
Bank charges	-	-	2
Stationery and printing	-	-	145
Sundry expenses	-	-	58
Telephone, fax and broadband	91	91	67
	<u>91</u>	<u>91</u>	<u>272</u>
Legal and professional costs			
Accountancy and bookkeeping	850	850	850
Other legal and professional costs	13	13	12
	<u>863</u>	<u>863</u>	<u>862</u>
Total of expenditure of other costs	954	954	1,492
Total expenditure	13,786	13,786	11,605
Net gains on investments	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Net (expenditure)/income	(7,786)	(7,786)	38,395
Net (expenditure)/income before other gains/(losses)	(7,786)	(7,786)	38,395
Other Gains	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Net movement in funds	(7,786)	(7,786)	38,395
Reconciliation of funds:			

Ibrahim Trust

Detailed Statement of Financial Activities

Total funds brought forward	51,940	-	-	51,940	13,545
Total funds carried forward	<u>44,154</u>	<u>-</u>	<u>-</u>	<u>44,154</u>	<u>51,940</u>