

El-Farouq Foundation

Company Number 3257151 (England and Wales)
Charity Number 1061598

Annual Report
for the year ended 31 December 2023

El-Farouq Foundation

Annual report

For the year ended 31 December 2023

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El-Farouq Foundation Trustees, Officers and Professional Advisers

Trustees Mr. Omar Megerisi (Chairman)
Mr. Abubaker Megerisi
Mr. Hazem Megerisi

Secretary Mr. Hazem Megerisi

Registered Office Suite 201
Stanmore Business Centre,
London, HA7 1BT.

Bankers NatWest Plc

Company Number 3257151

Charity Number 1061598

El-Farouq Foundation

Report of the Trustees

Year Ended 31 December 2023

The trustees, who are also directors of the charity for the purpose of the Companies Act, present their annual report and the audited financial statements for the year ended 31 December 2020. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in March 2006, and charities (Accounts and reports) regulations 2000 and the Charities Act 1993 and the Companies Act 2006, and company's Memorandum and Articles of Association, in preparing the annual report and financial statements of charity.

Objects of the charity, principal activities and organisation of our work

El-Farouq Foundation, a charity registered with the Charities Commission, is a private company limited by guarantee under the Companies Act 2006. The main object of the charity is to provide financial assistance to students doing postgraduate studies at university by paying their tuition fees and expenses. The charity also makes donations to other charitable institutions. Its main sources of income are interest earned on deposits and rental income from property. Its assets are freehold commercial investment property and bank deposits.

The trustees meet at least twice a year to generally manage the affairs of the charity, and two trustees meet regularly to review and approve the applications for tuition fees and expenses.

Investment policy

In accordance with the powers contained in the Memorandum and Articles of Association of the charity, trustees have decided, due to prevailing uncertainty in the market, not to invest surplus funds in stocks and shares for the time being. However, they are continuing to look for investment in income producing commercial properties in sought after locations. Any surplus funds that are not so invested will be placed in one-month fixed deposits in London money market. In the opinion of trustees this will generate both the adequate income and capital growth.

The Foundation's only property was relet on 29 November 2021 for a five year period.

Transactions and financial position

The Foundation is continuing its activities to provide financial assistance to successful candidates for university education. An amount of £50,497 (2022 £27,958) was generated from its investments. The net deficit for the year amounted to £29,207 (2022: £5,387).

Reserves

In accordance with its accounting policy, the net deficit amounting to £29,207 was added to the accumulated fund of £1,126,105 brought forward. The total fund carried forward at 31 December 2023 amounted to £1,096,898. The present level of funding is adequate to support the continuation of our future activities, and fulfil the objectives of the charity.

El-Farouq Foundation

Report of the Trustees

Year Ended 31 December 2023

Achievements

Trustees report that during the year three postgraduate students were assisted financially; all at master degree level.

Major Risks

In the opinion of the trustees there are no major risks.

Going Concern

In the opinion of trustees there are sufficient funds available to continue the Trust's present activities for foreseeable future and meet all the commitments arising there from. The financial statements of the charity have therefore been prepared on going concern basis.

Directors and Trustees

The following were directors and trustees of the charity during the year:

Mr Omar Megerisi
Mr Abubaker Megerisi
Mr. Hazem Megerisi

Statement of Trustees responsibilities

Company law requires the trustees to prepare financial statements for each financial year which give true and fair view of the state of the company's affairs and of the profit and loss for that period. In preparing those financial statements the directors are required to:

- Select the suitable accounting policies and apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is appropriate to presume that the company will continue in business.

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

El-Farouq Foundation Report of the Trustees Year Ended 31 December 2023

Auditors

As permitted by the Companies Act 2006, no auditors have been appointed as the company is exempt from the requirements to produce audited accounts.

Basis of Preparation

In the preparation of this report, the directors have taken advantage of the special provisions applicable to small companies afforded by the Companies Act 2006.

Approval

The report was approved by the board of directors/trustees and signed on its behalf by:

DocuSigned by:

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H Megerisi
Secretary/Trustee

Date: 17 September 2024

El-Farouq Foundation

Statement of Financial Activities

Year Ended 31 December 2023

	Notes	2023	2022
		£	£
Incoming Resources			
Interest receivable		12,447	1,936
Rent receivable		<u>38,050</u>	<u>26,022</u>
Total income		50,497	27,958
Resources expended			
Charitable expenditure	2	55,728	21,145
Management and administration	3	<u>23,976</u>	<u>1,432</u>
Total expenditure		79,704	22,577
Net surplus/(deficit) for the year		(29,207)	5,381
		=====	=====
Statement of unrestricted funds and other recognised gains			
Net surplus/(deficit) for the year		(29,207)	5,381
Balance brought forward		1,126,105	1,120,724
Balance carried forward		1,096,898	1,126,105
		=====	=====

The notes on pages 8,9 & 10 form part of these accounts

El-Farouq Foundation

Balance Sheet Year Ended 31 December 2023

	Notes	£	2023 £	£	2022 £
Fixed Assets					
Investment property	4		458,462		458,462
Investments					
Investments	5		81,228		56,125
Debtors	6	1,135		1,048	
Bank current		500		500	
Bank deposits		<u>573,225</u>	<u>574,860</u>	<u>627,583</u>	<u>629,131</u>
Creditors					
Amount falling due within one year	7		<u>17,653</u>		<u>17,613</u>
			<u>557,208</u>		<u>611,518</u>
			1,096,898		1,126,105
			=====		=====
Funds					
Income and expenditure account			1,096,898		1,126,105
			=====		=====

The notes on pages 9 & 10 form part of these accounts

For the year ended 31 December 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' statement:

- (a) the members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476, and
- (b) the directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

The financial statements on pages 7 & 8 were approved by the board of directors/trustees and were signed on its behalf by:

DocuSigned by:

 20A352A7A0F5442...
Hazem Megerisi
Trustee
Date: 17 September 2024

El-Farouq Foundation

Notes to the Accounts for the Year Ended 31 December 2023

1. Accounting Policies

Basis of preparation of accounts

The financial statements are prepared under historical cost convention, with the exception of investment property which is included at market value. The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP) "Accounting and reporting by Charities" issued in March 2005, and the charities (Accounts and reports) regulations 2000 and the Charities Act 1993 and the Companies Act 2006.

Foreign exchange

Transactions denominated in foreign currencies are translated into sterling at the rates ruling at the dates of transactions. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the rates ruling at that date. The translation differences are dealt with in the income and expenditure account.

Depreciation

No depreciation has been provided on freehold investment property and none is considered necessary. In this connection see note 4 regarding departure from the requirement of the Companies Act 2006.

Income

Interest received (gross) on deposits with bank, and rental income excluding VAT, are credited to income. Donations are brought in to income on received basis at gross value.

Expenditure on management and administration of the charity

Administration expenditure includes all expenses not directly related to charitable activity. This includes rent and service charge, telephone, postage and printing, bank charges, legal & professional fee.

Cash flow

No cash flow statement has been prepared on the grounds that this is a small charity.

2. Charitable expenditure

	£	
£	2023	2022
Students grants	55,728	21,145
	<u> -</u>	<u> -</u>
	55,728	21,145
	=====	=====

In the opinion of trustees, the donations paid to students for their tuition fee and expenses are no more than provision of financial assistance. These donations are not conditional to achieving any defined goals.

El-Farouq Foundation

Notes to the Accounts for the Year Ended 31 December 2023

3. Administration expenditure including VAT

	2023	2022
	£	£
Bank charges	111	332
Legal and professional fees	0	0
Printing, postage and stationery	0	0
Security –R & R	(53)	147
Business Rates	0	0
Utilities-gas & electricity	0	0
Subscription	207	129
Bad and doubtful debts	22,800	0
Insurance	4	(76)
Accountancy fees	900	900
	=====	=====
	23,976	1,432
	=====	=====

4. Fixed assets – investment policy

	2023	2022
	£	£
Market value as of 1 st January & 31 December 2023	458,462	458,462
	=====	=====

In the opinion of the trustees the year end value was not materially different from the market value prevailing at the time.

5. In 2023 there was a further investment in: Fearn & Rosie Limited

81,228	32,125
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6. Debtors

	2023	2022
	£	£
Trade Debtors	23,560	702
Provision for bad debts	(22,800)	0
Prepayments	375	346
	1,135	1,048
	====	====

7. Creditors

	2023	2022
	£	£
Amount falling due within one year:		
Advance income	11,400	11,400
Other Creditors	2,428	2,478
Accruals	1,200	1,200
Accounts Payable	353	300
Sundry Creditors	380	346
VAT	1,892	1,889
	17,653	17,613
	=====	=====

8. Trustees

No remuneration was paid to trustees in the year, nor were any expenses reimbursed to them.

Company registration number 03257151 (England and Wales)

**EL-FAROUQ FOUNDATION
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

EL-FAROUQ FOUNDATION

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EL-FAROUC FOUNDATION**INCOME AND EXPENDITURE ACCOUNT****FOR THE YEAR ENDED 31 DECEMBER 2023**

	2023	2022
	£	£
Incoming Resources	38,050	26,022
Other income	12,447	1,936
Resources expended	(55,728)	(21,145)
Management and administration	(23,976)	(1,432)
(Deficit)/surplus	<u>(29,207)</u>	<u>5,381</u>

EL-FAROUC FOUNDATION**BALANCE SHEET****AS AT 31 DECEMBER 2023**

	2023		2022	
	£	£	£	£
Fixed assets		539,690		514,587
Current assets	574,486		628,785	
Prepayments and accrued income	375		346	
Creditors: amounts falling due within one year	(17,653)		(17,613)	
Net current assets		557,208		611,518
Total assets less current liabilities		1,096,898		1,126,105
Net assets		1,096,898		1,126,105
Reserves		1,096,898		1,126,105

Notes to the financial statements**1 Employees**

The average number of persons, including directors, employed by the company during the year was as follows:

	2023	2022
	Number	Number
Employees	-	-

El-Farouq Foundation is a private company limited by guarantee incorporated in England and Wales. The registered office is Suite 201, Stanmore Business & Innovation Centre, Howard Road, Stanmore, HA7 1BT.

For the year ended 31 December 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the micro-entity provisions and in accordance with FRS 105 'The Financial Reporting Standard applicable to the Micro-entities Regime' and the provisions applicable to companies subject to the small companies regime.


EL-FAROUC FOUNDATION

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2023

The financial statements were approved by the board of directors and authorised for issue on 16 September 2024 and are signed on its behalf by:

DocuSigned by:


20A352A7A0F5442...
Mr. Hazem Megerisi
Director

Company registration number 03257151 (England and Wales)

EL-FAROUQ FOUNDATION
MANAGEMENT INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2023

EL-FAROUC FOUNDATION**DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2023**

	2023		2022	
	£	£	£	£
Turnover				
Rent received		38,050		26,022
Other income				
Bank interest received	12,447		1,936	
	<u> </u>		<u> </u>	
		12,447		1,936
Cost of raw materials and consumables				
Student educational grants	55,728		21,145	
	<u> </u>		<u> </u>	
		(55,728)		(21,145)
Other charges				
Security costs	(53)		147	
Insurance	4		(76)	
Travelling expenses	7		-	
Subscriptions	207		129	
Accountancy	900		900	
Bank charges	111		332	
Bad and doubtful debts	22,800		-	
	<u> </u>		<u> </u>	
		(23,976)		(1,432)
(Deficit)/surplus for the year		<u><u>(29,207)</u></u>		<u><u>5,381</u></u>

15,001

EL – FAROUQ FOUNDATION
INDEPENDENT EXAMINER'S REPORT ON THE ACCOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2023

I report on the accounts of the above for the year ended 31 December 2023, which are set out on pages 4 to 6.

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 Charity 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 report

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 statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention 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
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act.

Name: M. Omair Ahmed

Professional qualification or body: MAAT

Date: September 09, 2024

M. O. M.

BUSH & COMPANY
Accountants

EST. 1978

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