The Charity Registration Number is :- 1158963

Al Khidma

Report and Accounts

31 December 2025

Al Khidma

Report and accounts for the year ended 31 December 2025

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Al Khidma

Trustees' Annual Report for the year ended 31 December 2025

The Trustees present their Report and Accounts for the year ended 31 December 2025.

Reference and administrative details

The charity name.

The legal name of the charity is:- Al Khidma.

The charity is also known by its operating name, Al Khidma.

The charity's areas operation and UK charitable registration.

The charity is registered in England & Wales with the Charity Commission in England & Wales (CCEW) with charity number 1158963.

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The charity also operates in the following countries:-

Country	Charity Registration Number
Pakistan	N/A

Legal structure of the charity

The charity is constituted as a Charitable Incorporated Organisation (CIO) in England & Wales. The governing document of the charity is the constitution of the CIO as approved by the Charity Commission in England & Wales (CCEW) .
There are no restrictions in the governing documents on the operation of the Charity or on its investment powers other than those imposed by Charity Law.

The trustees are all individuals.

Al Khidma

Trustees' Annual Report for the year ended 31 December 2025

The charity is also registered in the following jurisdiction(s) with the registration details shown:-

Pakistan **N/A**

The principal operating address, telephone number, email and web addresses of the charity are:-

2 Barnet Road
Birmingham,
, B23 6JL
Telephone 07979 754652

Email Address admin@alkhidma.org.uk Web address alkhidma.org.uk

The Trustees in office on the date the report was approved were:-
Mr Khuram Shahzad
Mr Amjad Ali
Mrs Sanam Hussan

The following persons served as Trustees during the year ended 31 December 2025 :-

The trustees who served as a trustee in the reporting period were as shown above, and there were no changes during the year, or in the period between the year end and the approval of the accounts.

At the Annual General Meeting **Mr Khuram Shahzad, Mr Amjad Ali and Mrs Sanam Hussan** retire as trustees, but are eligible for reappointment.

All the trustees are also members of the charity.

Objects and activities of the charity

The purposes of the charity as set out in its governing document.

The prevention and relief of poverty in Pakistan mainly but not exclusively, by providing services and financial assistance to individuals in need and/or charities or other organisations working to prevent or relieve poverty.

The main activities undertaken in relation to those purposes during the year.

The Charity’s activities were in line with the furtherance of its objectives, in particular funds were collected to continue with the furtherance of poverty relief activities.

The main activities undertaken during the year to further the charity's purpose for the public benefit.

The Charity’s activities were in line with the furtherance of its objectives, in particular funds were collected to continue with the furtherance of poverty relief activities.

The main achievements and performance of the charity during the year.

The main achievements of the Charity during this year were collection of donation from various sources, achieve account surplus and successfully work towards its main activities in the furtherance of its objectives in the year.

The difference the charity's performance during the year has made to the beneficiaries of the charity.

During the year, the charity’s programmes reached many people in need. Beneficiaries reported greater confidence in in daily life, and a stronger sense of belonging within the community.The charity has not only supported individuals but also strengthened the fabric of the wider community.

The degree to which the achievements and performance during the year have benefited wider society.

The achievement and performance of the charity played a vital role in supporting underprivileged communities and addressing social inequalities. It greatly benefited wider society by improving access to essential services, uplifting marginalized groups, and fostering a sense of social responsibility and unity. Through transparent operations, sustainable initiatives, and community involvement, it made a meaningful impact on development and social welfare of people.

Structure, governance and management of the charity

The methods used to recruit and appoint new charity trustees.

New trustees are recruited through a combination of approaches, including recommendations from within the community and targeted invitations to individuals with relevant skills and experience. The charity seeks to ensure that trustees collectively bring expertise in education, governance, finance, and community engagement.

Trustees' Annual Report for the year ended 31 December 2025

Financial review

The charity's financial position at the end of the year ended 31 December 2025

The financial position of the charity at 31 December 2025 and comparatives for the prior period, as more fully detailed in the accounts, can be summarised as follows:-

	2025	2024
	£	£
Net income	(87,987)	112,757
Unrestricted Revenue Funds available for the general purposes of the charity	37,609	91,131
Restricted Revenue Funds	-	34,464
Total Funds	37,609	125,595

Financial review of the position at the reporting date, 31 December 2025 .

The trustees consider the financial performance by the charity during the year to have been satisfactory.

At 31 December 2025, the charity remained in a stable financial position. Total income for the year amounted to £704,262 (2024: £526,459), primarily from donations. This resulted in a net deficit of £87,987 for the year.

Looking ahead, the trustees are confident the charity is financially sustainable. While fundraising remains a priority, the charity is well placed to continue providing high-quality services to respond to the needs of the community in the coming year.

Policies on reserves.

The Trustees are of the opinion that the free reserves of £37,609 (2024: £34,464) are sufficient for the charities current requirements. Free reserves represent unrestricted reserves after deducting the net book value of fixed assets and long term liabilities.

Availability and adequacy of assets of each of the funds

The board of trustees is satisfied that the charity's assets in each fund are available and adequate to fulfil its obligations in respect of each fund.

Details of The Independent Examiner

Amjad Hussain

Member of Chartered Certified Accountant

9 Berkswell Road

Erdington

Birmingham

West Midlands

B24 9DT

Statement of Trustees' Responsibilities

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities Act 2011 and the Charities (Accounts and Reports) Regulations 2008. Notwithstanding the explicit requirement in the extant statutory regulations,the Charities (Accounts and Reports) Regulations 2008, to prepare the financial statements in accordance with the SORP 2005, in view of the fact that the SORP 2005 has been withdrawn, the Trustees determined to interpret this responsibility as requiring them to follow current best practice and prepare the accounts according to the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2019, applicable to all accounting periods beginning on or after 1st January 2019), (The SORP), .

In particular, charity law requires the Trustees, if they prepare accounts on an accruals basis, to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Trustees are required to :-

- to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).
- select 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 inappropriate to presume that the charity will continue in business;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements;

The law requires that the trustees must not approve the accounts unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for the year.

The Trustees are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with regulations made under the Charities Act 2011. 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 also responsible for the contents of the Trustees' report, and the statutory responsibility of the Independent Examiner in relation to the Trustees' report is limited to examining the report and ensuring that , on the face of the report, there are no material inconsistencies with the figures disclosed in the financial statements.

This report was approved by the board of trustees on 18/09/2026.

Khuram Shahzad
Trustee

Al Khidma

Report of the Independent Accountant to the Trustees of the charity on the accounts for the year ended 31 December 2025

We report on the financial statements of Al Khidma for the year ended 31 December 2025, as set out on pages 9 to 24, which comprise the Statement of Financial Activities, the Income and Expenditure Account, the Balance Sheet and the related notes to the financial statements, including a summary of significant accounting policies. In our opinion, the accompanying financial statements of the charity are prepared, in all material respects, in accordance with charity law applicable within the jurisdiction of England & Wales and the accounts have been prepared in accordance with FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2019, applicable to all accounting periods beginning on or after 1st January 2019), (The SORP), published by the Charity Commission in England & Wales (CCEW) under the historical cost convention, and in accordance with the accounting policies set out on page 13, which framework constitutes the applicable United Kingdom Generally Accepted Accounting Practice.

Respective responsibilities of the directors and the accountant

As described on page 6, you, the charity's Trustees are responsible for the preparation of the accounts.

The Trustees consider that the audit requirement of Section 144(1) of the Charities Act 2011 (the Act) does not apply, and that there is no requirement in the Governing Document for the conducting of an audit. The Trustees also consider the charity to be exempt from the requirement to be subject to Independent Examination.

Our responsibility is to prepare accounts upon the basis of the information supplied to us, without conducting any formal scrutiny.

No statement of opinion

We have not carried out any audit procedures and have relied upon information supplied to us by the Trustees, and the information supplied by the Trustees in the course of the examination is not subjected to audit tests or enquiries, and consequently we do not express an audit or other assurance opinion on the view given by the accounts.

Signed:- Amjad Hussain

Amjad Hussain - Independent Accountant

Chartered Certified Accountant

9 Berkswell Road
Erdington
Birmingham
West Midlands
B24 9DT

This report was signed on 18 /09/2026

Al Khidma - Statement of Financial Activities for the year ended 31 December 2025

Statement of Financial Activities for the year ended 31 December 2025

	SORP Ref	Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
		2025	2025	2025	2024
		£	£	£	£
Income & Endowments from:					
Donations & Legacies	A1	140,325	563,937	**704,262**	526,460
Expenditure on:					
Charitable activities	B2	228,312	563,937	**792,249**	413,703
Total expenditure	**B**	**228,312**	**563,937**	**792,249**	**413,703**
Net income for the year		**(87,987)**	**-**	**(87,987)**	**112,757**
Net income after transfers	**A-B-C**	**(87,987)**	**-**	**(87,987)**	**112,757**
Net movement in funds		**(87,987)**	**-**	**(87,987)**	**112,757**
Reconciliation of funds:-	**E**				
Total funds brought forward		125,596	-	**125,596**	12,838
Total funds carried forward		**37,609**	**-**	**37,609**	**125,595**

The 'SORP Ref' indicated above is the classification of income set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the Balance Sheet.

A separate Statement of Total Recognised Gains and Losses is not required as this statement includes all recognised gains and losses.

All the prior year transactions were unrestricted items, and no further analysis is required

All activities derive from continuing operations

The notes attached on pages 13 to 24 form an integral part of these accounts.

Al Khidma - Statement of Financial Activities for the year ended 31 December 2025

All activities derive from continuing operations

The notes attached on pages 13 to 24 form an integral part of these accounts.

Movements in revenue and capital funds for the year ended 31 December 2025

Revenue accumulated funds

	Unrestricted Funds 2025 £	Restricted Funds 2025 £	Total Funds 2025 £	Last year Total Funds 2024 £
Accumulated funds brought forward	125,596	-	125,596	**12,838**
Recognised gains and losses before transfers	(87,987)	-	(87,987)	112,757
	37,609	**-**	**37,609**	**125,595**
Closing revenue funds	**37,609**	**-**	**37,609**	**125,595**

Summary of funds	Unrestricted and Designated funds 2025 £	Restricted Funds 2025 £	Total Funds 2025 £	Last Year Total Funds 2024 £
Revenue accumulated funds	37,609	-	**37,609**	125,595

The notes attached on pages 13 to 24 form an integral part of these accounts.

Al Khidma - Statement of Financial Activities for the year ended 31 December 2025

Al Khidma
Income and Expenditure Account for the year ended 31 December 2025 as required by the Companies Act 2006

	2025 £	2024 £
Income		
Income from operations	704,262	526,460
Investment income		
Gross income in the year before exceptional items	**704,262**	**526,460**
Gross income in the year including exceptional items	**704,262**	**526,460**
Expenditure		
Charitable expenditure, excluding depreciation and amortisation	792,249	413,701
Realised losses on disposals of social investments which are programme related	-	-
Total expenditure in the year	**792,249**	**413,701**
Net income before tax in the financial year	**(87,987)**	**112,759**
Tax on surplus on ordinary activities	-	-
Net income after tax in the financial year	**(87,987)**	**112,759**
Retained surplus for the financial year	**(87,987)**	**112,759**

All activities derive from continuing operations

In accordance with the provisions of the Companies Act 2006, the headings and subheadings used in the Income and Expenditure account have been adapted to reflect the special nature of the charity's activities.

The notes attached on pages 13 to 24 form an integral part of these accounts.

Al Khidma - Balance Sheet as at 31 December 2025

	Note	SORP Ref		2025		2024
				£		£
Current assets		B				
Cash at bank and in hand		B4	37,609		125,595	
Net current assets				37,609		125,595
The total net assets of the charity				**37,609**		**125,595**
The total net assets of the charity are funded by the funds of the charity, as follows:-						
Restricted funds						
Restricted Revenue Funds	9	D2	-		91,131	
				-		91,131
Unrestricted Funds						
Unrestricted Revenue Funds	9	D3	37,609		34,464	
				37,609		34,464
Designated Funds						
				-		-
Total charity funds				**37,609**		**125,595**

The 'SORP Ref' indicated above is the classification of Balance Sheet items as set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the SOFA..

The Trustees acknowledge their responsibilities for complying with the requirements of charity legislation with respect to accounting records and the preparation of accounts.

Khuram Shahzad
Trustee
Approved by the board of trustees on 18/09/2026

The notes attached on pages 13 to 24 form an integral part of these accounts.

Al Khidma

Notes to the Accounts for the year ended 31 December 2025

1 Accounting policies

Policies relating to the production of the accounts.

Basis of preparation and accounting convention

The accounts have been prepared on the accruals basis, under the historical cost convention, and in accordance with the Financial Reporting Standard 102, (effective 1st January 2016) and 'FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2019, applicable to all accounting periods beginning on or after 1st January 2019), (The SORP), published by the Charity Commission in England & Wales (CCEW) , and in accordance with all applicable law in the charity's jurisdiction of registration, except that the charity has prepared the financial statements in accordance with the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2019, applicable to all accounting periods beginning on or after 1st January 2019), (The SORP), in preference to the previous SORP, the SORP 2005, which has been withdrawn, notwithstanding the fact that the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008 refer explicitly to the SORP 2005. This has been done to accord with current best practice.

Estimates and judgements:
The preparation of financial statements requires the use of certain accounting estimates and assumptions that affect the amounts reported for assets and liabilities at the balance sheet date and the amounts reported for income and expenditure during the year. The most significant areas of estimation and judgement used in the financial statements

Going Concern

The charitable activities are entirely dependent on continuing grant aid and voluntary donations as well as trading revenues. As a consequence, the going concern basis is dependent on the future flow of these uncertain funding streams. Accordingly, the Trustees have obtained forecasts and, after reviewing the financial forecasts for future periods to 30 June 2026, the Trustees are satisfied that, at the time of approving the financial statements, it is appropriate to adopt the going concern basis in preparing the financial statements. Other than these matters, the Trustees are not aware of any material uncertainites about the charity's ability to continue as a going concern.

Risks and future assumptions

The charity is a public benefit entity.

Policies relating to categories of income and income recognition.

Donated goods, facilities and services

Donated fixed assets are recognised at the current fair value. All such donations are recognised as donation income, and debited to fixed assets.

Donated goods that are not fixed assets are accounted for at a fair value, unless it is impractical to reliably measure the value of the donated items.

In the absence of any direct evidence of fair value of donated goods, then a value is derived from the cost of the item to the donor or, in the case of goods that are expected to be sold, the estimated resale value after deducting any anticipated costs of sales.

If it is impracticable to measure the fair value of goods donated for resale, or the costs of valuation outweigh the benefits, the donated goods are recognised as income when sold, with an equivalent amount being recognised as an expense.

The costs of goods donated for distribution to beneficiaries is deemed to be the fair value of those goods upon receipt. When the goods are distributed freely or for a nominal consideration, then the carrying amount is adjusted at the time of sale, to the value at the point of distribution and the adjustment is shown as a cost of donations made.

The carrying amount of any stock held for distribution is assessed for impairment at the reporting date. All donated goods are recognised as donation income, and debited to trading stock.When trading stock is subsequently sold, or appropriated to meet an expense, then the carrying value of the stock is recognised as an expense. In accordance with the SORP, goods donated for distribution to beneficiaries, or for consumption by the charity are included in *'legacies and donations'*. Goods donated for resale are included in *'Income from other trading activities'*

The cost of any stock of goods donated for distribution to beneficiaries is deemed to be the fair value of those gifts at the time of their receipt. If the goods held are to be distributed freely or for a nominal consideration, then the carrying amount is subsequently adjusted to reflect the lower of deemed cost adjusted for any loss of service potential and replacement cost. Replacement cost is the economic cost incurred if the charity was to replace the service potential of the donated goods at its own expense in the most economic manner.

Donated services and facilities (including seconded staff and use of property) are included in the accounts on the basis of the value of the gift to the charity.

All donated services and facilities are recognised as donation income when received,(provided the value of the gift can be measured reliably) and recognised as an expense with an equivalent value.

Policies relating to expenditure on goods and services provided to the charity.

Recognition of liabilities and expenditure

A liability, and the related expenditure, is recognised when a legal or constructive obligation exists as a result of a past event, and when it is more likely than not that a transfer of economic benefits will be required in settlement, and when the amount of the obligation can be measured or reliably estimated..

Liabilities arising from future funding commitments and constructive obligations, including performance related grants, where the timing or the amount of the future expenditure required to settle the obligation are uncertain, give rise to a provision in the accounts, which is reviewed at the accounting year end. The provision is increased to reflect any increases in liabilities, and is decreased by the utilisation of any provision within the period, and reversed if any provision is no longer required. These movements are charged or credited to the respective funds and activities to which the provision relates.

Policies relating to assets, liabilities and provisions and other matters.

Fixed Asset Investments

Fixed asset investments in quoted shares, traded bonds, investment properties and similar investments are shown initially at cost upon acquisition and at their market value at the balance sheet date at the end of the financial period. Investment properties are not depreciated.

Fixed asset investments in unlisted equities are shown at the balance sheet date at the best estimate of their market value, where practicable. Where valuation techniques are considered unreliable or where, in the opinion of the trustees, the costs outweigh the benefits to the users of the accounts, the investment is included at cost, and a review is undertaken at each year end as to whether the asset should be written down.

All gains on fixed asset investments, whether realised or unrealised, are included in row B4 of the Statement of Financial Activities.

Tangible fixed assets

Tangible fixed assets are measured at their original cost value, or subsequent revaluation, or if donated, as described above. Cost value includes all costs expended in bringing the asset into its intended working condition.

Depreciation has been provided at the following rates in order to write off the assets to their anticipated residual value over their estimated useful lives.

Freehold premises	0	% straight line
Leasehold premises	2	% straight line
Plant and machinery	20	% straight line
Motor vehicles	25	% straight line

Cash and Bank Balances

Cash held by the charity is included at the amount actually held and counted at the year end. Bank balances, whether in credit or overdrawn, are shown at the amounts properly reconciled to the bank statements.

Fund Accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

No unrestricted funds are earmarked by the Trustees for particular purposes.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal or as implied by law.

There are no endowment funds.

2 Liability to taxation

The Trustees consider that the charity satisfies the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by chapter 3 part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively on the specific charitable objects of the charity and for no other purpose. Value Added Tax is not recoverable by the charity, and is therefore included in the relevant costs in the Statement of Financial Activities.

3 Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

4 Significance of financial instruments to the charity's position

There are no significant implications of such matters of financial instruments to the charity's financial position or performance , and the related risks.

No employees received emoluments (excluding pension costs) in excess of £60,000 per annum.

5 Defined contribution pension schemes

The charity does not operate a defined contribution pension scheme.

Any liabilites and assets associated with the scheme are shown under debtors and creditors.

6 Remuneration and payments to Trustees and persons connected with them

No trustees or persons connected with them received any remuneration from the charity, or any related entity.

7 Income and Expenditure account summary

	2025 £	2024 £
At 1 January 2025	125,596	12,836
Surplus after tax for the year	(87,987)	112,759
At 31 December 2025	**37,609**	**125,595**

Al Khidma

Notes to the Accounts for the year ended 31 December 2025

8 Particulars of how particular funds are represented by assets and liabilities

At 31 December 2025	Unrestricted funds	Designated funds	Restricted funds	Total Funds
	£	£	£	£
Current Assets	37,609		-	**37,609**
	37,609	**-**	**-**	**37,609**

At 1 January 2025	Unrestricted funds	Designated funds	Restricted funds	Total Funds
	£	£	£	£
Current Assets	125,595	-	-	**125,595**
	125,595	**-**	**-**	**125,595**

9 Change in total funds over the year as shown in Note 8 , analysed by individual funds

	Funds brought forward from 2024	Movement in funds in 2025	Transfers between funds in 2025	Funds carried forward to 2026
		See Note 10	See Note 0	
	£	£	£	£
Unrestricted and designated funds:-				
Unrestricted Revenue Funds	125,595	(87,987)	**-**	**37,609**
Total unrestricted and designated funds	**125,595**	**(87,987)**	**-**	**37,609**
Restricted funds:-				
Restricted funds	-	91,131	-	**91,131**
Total restricted funds	**-**	**-**	**-**	**-**
Total charity funds	**125,595**	**(87,987)**	**-**	**37,609**

10 Analysis of movements in funds over the year as shown in Note 9

	Income	Expenditure	Other Gains & Losses	Movement in funds
	2025	2025	2025	2025
	£	£	£	£
Unrestricted and designated funds:-				
Unrestricted Revenue Funds	140,325	(228,312)	-	**(87,987)**
Restricted funds:-				
Restricted Funds	431,137	(340,006)	-	**91,131**
	704,262	**(792,249)**	**-**	**(87,987)**

11 The purposes for which the funds

Unrestricted and designated funds:-

Restricted funds:-

-

12 Ultimate controlling party

The charity is under the control of its legal members.