

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 OCTOBER 2022
FOR
THE MAKHAD TRUST**

Andorran Limited
6 Manor Park Business Centre
Mackenzie Way
Cheltenham
Gloucestershire
GL51 9TX

THE MAKHAD TRUST

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FOR THE YEAR ENDED 28 OCTOBER 2022**

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THE MAKHAD TRUST
REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 28 OCTOBER 2022

TRUSTEES	M R Ratcliffe MBE Mrs R G Devas R Stainer Mrs E H Cranston Dr S A R Samra
REGISTERED OFFICE	Wolseley House Oriel Road Cheltenham Gloucestershire GL50 1TH
REGISTERED COMPANY NUMBER	04583140 (England and Wales)
REGISTERED CHARITY NUMBER	1100377
INDEPENDENT EXAMINER	Andorran Limited 6 Manor Park Business Centre Mackenzie Way Cheltenham Gloucestershire GL51 9TX
SOLICITORS	Willans 28 Imperial Square Cheltenham Gloucestershire GL50 1RH
BANKERS	Lloyds Bank Plc HSBC

THE MAKHAD TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 28 OCTOBER 2022

The Trustees who are also directors of the Charity for the purposes of the Companies Act 2006, present their report with the financial statements of the Charity for the year ended 28 October 2021. The Trustees have adopted the provisions of Accounting and Reporting by the 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).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the Charity are to raise awareness of the value of the natural heritage of nomadic regions through education and the provision of financial, technical and other assistance. .

Public benefit

In planning the Charity's activities for the period the Trustees kept in mind the Charity Commission's guidance on public benefit. The focus of the Charity's activities during the period, which explains the delivery by the Charity of public benefit, is set out below under 'Achievements and performance' and above under 'Objectives and aims'.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The Trust's objectives have continued in the South Sinai province of Egypt with the majority of work being carried out in St Katherine's City and in the surrounding high mountains and wadis. The political situation in the country has continued to remain stable.

Activities and Projects

The disruptive effects caused by the pandemic continued for the first part of the year, with no winter project trip to Sinai to facilitate our work, but by spring the Trust was back on schedule, with three project trips in all throughout the year. There was a backlog of work due to resumption of funding; more funds meant more wells could be restored with the consequent footwork needed to assess each well throughout its restoration. Pre-pandemic levels of well project completions have not yet been achieved and the aim is still for restoration of 50 wells a year. Trustees were satisfied however with 35 restored wells during such difficult times.

Importantly tourism in St Katherine's has increased dramatically following a meeting and agreements between the Egyptian Government and the Israeli Government, resulting a good numbers of hikers from Israel coming to the mountains. This has meant a significant increase in work for the bedouin guides and gives support for the whole community.

The reconstruction of St Katherine's continues and what at first was advertised as a two year project by the Egyptian government is now looking more like a five year project. In order to make the upgrade of tourist facilities to suit the modern consumer it has been necessary to dig up and replace all services in the town, including electricity, water, sewage, telephone and internet. The resulting disruption has impacted on every aspect of life causing a certain amount of distress and chaos.

The new infrastructure includes new shops, roads, footpaths, bus stations and a city's worth of infrastructure buildings. More than 3000 construction workers are living in the town and nearby. The impact on water availability has been noticeable, with families having to travel further afield to find a water source which has not run dry.

Once completed the town will look smart and modern with a good standard of amenities but the 1500 year old character of the town and its history will be lost. For the Bedouin it will be a place where they live but not the home they know and over which they used to have some control.

As supporters of the Bedouin communities of South Sinai, plans will be adapted to meet the emerging situation. There has been more emphasis on projects in the wider environs of St Katherine's and also to support the St Katherine's town population with more water sources. Many families have spent the long summer months when there is no school living in their mountain gardens. At present the aim is to continue with all the current projects tailored to the prevailing situation..

THE MAKHAD TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 28 OCTOBER 2022

ACHIEVEMENTS AND PERFORMANCE

Charitable Activities

Wells

The Trust has been helping with the restoration of ancient garden wells for just over 15 years now and during October 2022 the number of completed restorations reached 562. This represents local access to water for circa 34,000 Bedouin which is no mean achievement. With an increased supply of water, they are able to drink more and so health improves, grow vegetables for food and cash crops, plant trees which survive and they can keep goats and camels; all of which enables them to live more sustainable and independent lives, whilst preserving their culture and heritage.

A plentiful well water supply also allows Bedouin from other towns on the coast nearby to bring their grazing animals into the desert highlands during the summer months supporting their income. The wells are especially important as the only source of quality water during times of drought, and with the lack of rain for nearly two years life has become most challenging.

The actual number of restored wells at the end of the financial year was 562 (comprising 273 orchard garden wells and 289 community drinking wells). As the Bedouin population continues to increase clearly there is still more work to be done and we would like to widen our project area. There are still some areas where the annual rainfall is now virtually zero where there is a need to restore many wells to support the population living there.

Due to the reconstruction of St Katherine's, it is understandable that even more families are retreating to their mountain gardens during the long summers. This return to their roots supports their heritage and does amplify the old traditions which might otherwise be completely lost.

Dams

Unfortunately, due to the pandemic and travel restrictions, there is little news to report because no dams have been built since 2019. However, the next dam build is scheduled for March 2023 with a further dam journey for April 2023. The relaxation of all travel restrictions and the resumption of holiday flights from UK to Sharm El Sheikh should make it easier to initiate journeys again. The existing dams continue to function despite a build-up of silt during the rains of the previous winters, increasing the availability of water despite the lack of rain for nearly some two years. Aside from natural evaporation, the increase in ground water over periods of drought certainly assists in increasing the supply of water to wells close to the dams.

Beekeeping Training

2022

Despite a number of funding applications funds have not been forthcoming for this project during 2022 year. We will continue to apply to trusts for another Beekeeping Training Course and hope that this might be possible in the forthcoming year. In the meantime, reports from our Sinai Manager are that all of the twenty-five beekeepers who have graduated from courses since 2016 are still managing their bees and many have increased the number of hives they have. There is a good income to be had from keeping bees and it is gratifying to see the continued impact of this project, even when a new training course is unable to be implemented at the present time.

Orphan Herb Project

2022

This important project continues to support disadvantaged children with emotional support from their peers, giving them additional education and complimenting their state education. The longer term benefits provide a way of financially supporting themselves and their families which together with the increase in knowledge covering medicinal plants makes the project most worthwhile.

The project has continued in a somewhat low key manner since the pandemic, in part because the children's teacher has had increased work from the University of Alexandria, where he teaches medical students the medicinal benefits of endemic herbs from Sinai. Whilst trustees are delighted that they have such an esteemed teacher for the students they do hope that he can find an assistant to run future courses.

THE MAKHAD TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 28 OCTOBER 2022

ACHIEVEMENTS AND PERFORMANCE

Charitable Activities

St Katherine's Carpentry School

2022

The reconstruction of St Katherine's town has had an unexpected effect on this project because all of the potential recipients of the training programme have found paid work with the construction companies, mostly doing menial work such as guarding equipment sites. It is hoped that this situation is temporary and that the young men will realise that there is no future in this type of work once the construction companies leave. If the situation should change at any point, the Carpentry School is poised to come back into action and provide valuable apprenticeships.

St Katherine's Library

It is eight years since the library for women and children was set up in a room at the City Council building. Sadly, due to the pandemic the library has been closed for the best part of 2 years. The City Council building is shortly to be demolished and rebuilt in the planned reconstruction of St Katherine's and consequently the library will need a new home. Until the local government plans become clearer it will be necessary to wait and see what buildings may be utilised as a new home for the library.

Drying Racks

This project began in September 2020 after a request for support from women garden owners. A major portion of the produce from orchard gardens consists of soft fruit, including apricots, figs, apples, pears, grapes, plums and peaches. Most of this fruit is dried on the ground in the sun to extend its saleability time but unfortunately a significant proportion of the fruit is damaged by insects, ground conditions or by birds. The solution is to provide drying racks for the fruit whilst a net protects the fruit from harmful creatures. When less fruit is spoiled, the quality is better and more fruit may be sold, clearly increasing the income to the women garden owners.

Finding someone to take responsibility for the administration of this project resulted in a young woman from Cairo, Zahra Magdi, coming forward. Fortunately, Zahra already worked with the Bedouin women, buying their produce and processing it for sale. A design was produced for the racks and the carpentry school pupils were tasked with building them.

When built, Zahra organised delivery and the garden owners were asked to pay a peppercorn rent towards the cost. It was found that a number of women garden owners were a little reluctant to change the way they were drying the fruit and did not wish to have a drying rack with the attendant responsibility. However, it was shown that the women who did use a rack had a more successful dried food season and it is hoped they will be able to persuade the reluctant garden owners to use the racks next year. It would be good to expand this project to support more garden owners, showing that simple inexpensive ideas and positive thinking can make a substantial improvement in their success.

Solar Pump Installations for Mountain Wells

This project has been on a slow burn for several years due to the difficulties of finding the necessary equipment in Egypt, a country where you need to know local knowledgeable people who can direct one to appropriate suppliers. Whilst a prototype solar pump was installed in one mountain garden some 5 years ago there has been a plan to install similar but cheaper installations in other wells.

In days gone by when the ground water table was higher and wells shallower a simple log lever making a shadooff was sufficient to pull water out of a well. Over time diesel generators have proliferated and fuel together with mountain transport costs by camel have escalated. For some gardens fuel costs are more than 70% of the garden income generated, sadly making the garden uneconomic.

Solar powered pumps once installed would give minimal costs pumping the water out of the wells with the strong added benefits of reducing noise and pollution whilst working automatically in keeping water tanks full ready for use. Having identified the equipment necessary for installation, it has been found that transporting equipment to St Katherine's is impossible on an ad hoc basis and must be done through an established transportation company. Investigations are continuing.

THE MAKHAD TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 28 OCTOBER 2022

ACHIEVEMENTS AND PERFORMANCE

Charitable Activities

New projects - ERIK

Due to the generosity of one of our funders (who came on a dam build journey some ten years ago) we have been able to set up a new fund called ERIK which stands for Emergencies, Repairs, Incidentals Kitty.

This project has been able to bring benefit to a number of Bedouin in unexpected ways. Our first beneficiary was a Bedouin who had his garden wall demolished, leaving it open to marauding goats, camels and donkeys. The fund paid for a wire fence to go around his garden. Subsequent projects have included funding a water tank for a remote community, enabling them to store water safely and distribute it directly to houses, a garden hose and pump replacement and funds to support the build of a water tank in the mountains for an expanding garden supporting present and future generations.

Water tanks are known as birka's in Sinai and require a lot of expensive cement to make them, plus steel bars to support the roof of the tank keeping out sunlight and reducing algae growth. Another community has now requested help with building a birka in their community.

The advantages of a substantial birka built above a community location is that water from several wells can be channelled into one tank, ensuring a continual supply of water and easy gravitational distribution by hoses to the houses below. Building a birka is similar to providing on-tap water to a village and understandably the people who benefit the most are the women and children of that community.

FINANCIAL REVIEW

Investment policy and objectives

Due to the relatively low level of funds available for investment, the Trustees consider that bank deposits provide a satisfactory return to the Charity.

Reserves policy

The Trustees annually review the reserves policy bearing in mind the current and anticipated financial performance of the charity.

The Trustees consider it appropriate for there to be sufficient Unrestricted Funds to cover six months unrestricted charitable expenditure in the unlikely event that there is a material reduction in Income.

Based on the Statement of Financial Activities for the year ended 28 October 2022, unrestricted charitable expenditure, excluding project costs, amounted to £1,500 (2021: £2,183) and consequently the policy would require unrestricted funds as at 28 October 2022 of £750 (2021: £1,092). The actual unrestricted funds were £22,019 (2021: £14,094), which therefore shows a surplus from the reserves policy of £21,269 (2021: £14,094).

The Trustees have carefully reviewed the surplus to the reserves policy and have concluded that it will be utilised by the creation of additional wells which will fully benefit the Bedouin populace.

FUTURE PLANS

The programmes currently undertaken continue to address the fundamental essentials of life, the provision of water, food and education. With 562 wells restored and capable of providing a good supply of clean water to both garden families and to communities, we continue to meet the objectives of providing relief (water and food) by financial support in order to protect the natural, cultural and spiritual heritage of a nomadic region, which is the Bedouin people and their ancient gardens.

The objectives for education are being met by the Orphan Herb Project at present, and by the Carpentry School in the future, both of which are teaching skills that will lead to self-employment in the future and the ability to support families financially.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is governed by its Memorandum and Articles of Association dated 6 November 2002.

THE MAKHAD TRUST
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 28 OCTOBER 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

The power to appoint new trustees is vested in surviving and continuing trustees.

Organisational structure

The Charity is incorporated as a company limited by guarantee, and therefore it has no share capital. In the event of the company being wound up and the liabilities and winding up expenses being in excess of assets, the liability of each member is limited to £1.

The charity is controlled by a Board of Trustees, which meets on a regular basis.

Risk management

The Trustees actively review the major risks that the Charity faces on a regular basis and believe that maintaining its current reserves policy, combined with an annual review of the controls over key financial systems, will provide sufficient resource for the Charity going forward. The Trustees have also examined other operational and business risks faced by the Charity and confirm that they have established systems to mitigate the significant risks.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of The Makhad Trust for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- 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 charitable company will continue in business.

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

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 4 July 2023 and signed on its behalf by:



M R Ratcliffe MBE - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE MAKHAD TRUST**

Independent examiner's report to the trustees of The Makhad Trust ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 28 October 2022.

Responsibilities and basis of report

As the charity's trustees of the Company (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 Company 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 confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of 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
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (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.



Roger Downes

 Andorran Limited
6 Manor Park Business Centre
Mackenzie Way
Cheltenham
Gloucestershire
GL51 9TX

4 July 2023

THE MAKHAD TRUST

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 28 OCTOBER 2022**

	Notes	Unrestricted fund £	Restricted funds £	28.10.22 Total funds £	28.10.21 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	92	57,512	57,604	79,738
Other trading activities	3	131	-	131	31
Total		<u>223</u>	<u>57,512</u>	<u>57,735</u>	<u>79,769</u>
EXPENDITURE ON					
Charitable activities					
Charitable activities	4	1,500	62,518	64,018	50,605
NET INCOME/(EXPENDITURE)					
Transfers between funds	13	(1,277)	(5,006)	(6,283)	29,164
		<u>9,202</u>	<u>(9,202)</u>	<u>-</u>	<u>-</u>
Net movement in funds		7,925	(14,208)	(6,283)	29,164
RECONCILIATION OF FUNDS					
Total funds brought forward		14,094	44,385	58,479	29,315
TOTAL FUNDS CARRIED FORWARD		<u><u>22,019</u></u>	<u><u>30,177</u></u>	<u><u>52,196</u></u>	<u><u>58,479</u></u>

The notes form part of these financial statements

THE MAKHAD TRUST
STATEMENT OF FINANCIAL POSITION
28 OCTOBER 2022

	Notes	Unrestricted fund £	Restricted funds £	28.10.22 Total funds £	28.10.21 Total funds £
FIXED ASSETS					
Investments	9	1	-	1	1
CURRENT ASSETS					
Debtors	10	4,954	-	4,954	1,821
Cash at bank and in hand		21,891	30,177	52,068	63,345
		<u>26,845</u>	<u>30,177</u>	<u>57,022</u>	<u>65,166</u>
CREDITORS					
Amounts falling due within one year	11	(4,827)	-	(4,827)	(6,688)
NET CURRENT ASSETS					
		<u>22,018</u>	<u>30,177</u>	<u>52,195</u>	<u>58,478</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>22,019</u>	<u>30,177</u>	<u>52,196</u>	<u>58,479</u>
NET ASSETS					
		<u>22,019</u>	<u>30,177</u>	<u>52,196</u>	<u>58,479</u>
FUNDS					
Unrestricted funds	13			22,019	14,094
Restricted funds				30,177	44,385
TOTAL FUNDS					
				<u>52,196</u>	<u>58,479</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 28 October 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 28 October 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the Board of Trustees and authorised for issue on 4 July 2023 and were signed on its behalf by:



M R Ratcliffe MBE - Trustee

The notes form part of these financial statements

THE MAKHAD TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 OCTOBER 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

Going concern

As with many organisations, the recent covid-19 pandemic has had a lasting impact on the charity, which is reflected in the results to 28 October 2022, where donation income was lower than previously expected. In addition, the charity's trading subsidiary has been unable to organise journeys that create valuable income that is automatically distributed up to this parent charity.

In order to mitigate the financial effects of the recent pandemic and other global economic factors, the trustees regularly ensure that all costs are well controlled and do not exceed donations received. At the same time, cash flow and bank balances are closely monitored. Unrestricted funds are healthier than twelve months previously and, since the year-end, the trading subsidiary has been able to re-commence journey activities.

The actions taken as noted above give the trustees confidence that the financial performance for the next year from the date of approval of these financial statements is secure, despite the ongoing uncertainties of the recent pandemic and other global economic factors, and that the charity can continue to operate as a going concern. The trustees have therefore prepared the financial statements on that basis.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Taxation

The charity is exempt from corporation tax on its charitable activities. It is not, however, exempt from VAT and irrecoverable VAT is included in the cost of those items to which it relates.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

THE MAKHAD TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 OCTOBER 2022**

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Trust	56,400	78,600
Corporate	-	1,000
Personal	1,204	138

3. OTHER TRADING ACTIVITIES

	28.10.22	28.10.21
	£	£
Distribution from trading subsidiary	131	31
	<u>131</u>	<u>31</u>

4. CHARITABLE ACTIVITIES COSTS

Charitable activities		Direct Costs (see note 5) £ 64,018
		<u>64,018</u>

5. DIRECT COSTS OF CHARITABLE ACTIVITIES

	28.10.22	28.10.21
	£	£
Rates and insurance	570	608
Postage, stationery, telephone and advertising	634	257
Sundries	233	278
Project costs	53,429	37,673
Research and fundraising	2,665	2,875
Bookkeeping and admin support	3,437	4,553
Bank charges	533	1,562
Marketing	1,500	2,000
Independent examiner's fees	1,017	799
	<u>64,018</u>	<u>50,605</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 28 October 2022 nor for the year ended 28 October 2021.

Trustees' expenses

During the year two of the trustees received £11,775 (2021: £14,400) on an arms' length basis for services contracted and for associated travel expenses.

THE MAKHAD TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 OCTOBER 2022**

7. STAFF COSTS

The average monthly number of employees during the year was as follows:

	28.10.22	28.10.21
Charitable activities	5	5
	<u>5</u>	<u>5</u>

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

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	58	79,680	79,738
Other trading activities	31	-	31
Total	<u>89</u>	<u>79,680</u>	<u>79,769</u>
EXPENDITURE ON			
Charitable activities			
Charitable activities	2,183	48,422	50,605
NET INCOME/(EXPENDITURE)	(2,094)	31,258	29,164
RECONCILIATION OF FUNDS			
Total funds brought forward	16,188	13,127	29,315
TOTAL FUNDS CARRIED FORWARD	<u>14,094</u>	<u>44,385</u>	<u>58,479</u>

9. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
MARKET VALUE	
At 29 October 2021 and 28 October 2022	1
NET BOOK VALUE	
At 28 October 2022	1
At 28 October 2021	1

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

THE MAKHAD TRUST

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 OCTOBER 2022**

9. FIXED ASSET INVESTMENTS - continued

Makhad Journeys Limited

Registered office:

Nature of business: Provision of working journeys.

Class of share:	%
Ordinary	holding 100

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	28.10.22	28.10.21
	£	£
Other debtors	3,913	-
Prepayments	1,041	1,821
	<u>4,954</u>	<u>1,821</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	28.10.22	28.10.21
	£	£
Other loans (see note 12)	2,000	2,000
Trade creditors	2,066	3,048
Other creditors	662	100
Due to/(from) subsidiary	(815)	772
Accrued expenses	914	768
	<u>4,827</u>	<u>6,688</u>

12. LOANS

An analysis of the maturity of loans is given below:

	28.10.22	28.10.21
	£	£
Amounts falling due within one year on demand:		
Short-term loans	2,000	2,000
	<u>2,000</u>	<u>2,000</u>

THE MAKHAD TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 OCTOBER 2022

13. MOVEMENT IN FUNDS

	At 29.10.21 £	Net movement in funds £	Transfers between funds £	At 28.10.22 £
Unrestricted funds				
General fund	14,094	(1,277)	9,202	22,019
Restricted funds				
Ancient Garden Wells Programme	26,472	(1,834)	(9,202)	15,436
Orphan Herb Garden	1,359	(958)	-	401
Carpentry School	3,031	(1,131)	-	1,900
Dam Build 2020	2,302	-	-	2,302
Garden Drying Racks	434	-	-	434
Solar Pump Project	7,707	(241)	-	7,466
Bedouin Cooperative	2,000	-	-	2,000
ERIK Emergency	1,080	(919)	-	161
Laundry Project	-	77	-	77
	<u>44,385</u>	<u>(5,006)</u>	<u>(9,202)</u>	<u>30,177</u>
TOTAL FUNDS	<u>58,479</u>	<u>(6,283)</u>	<u>-</u>	<u>52,196</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	223	(1,500)	(1,277)
Restricted funds			
Ancient Garden Wells Programme	56,400	(58,234)	(1,834)
Orphan Herb Garden	-	(958)	(958)
Carpentry School	-	(1,131)	(1,131)
Solar Pump Project	-	(241)	(241)
ERIK Emergency	562	(1,481)	(919)
Laundry Project	550	(473)	77
	<u>57,512</u>	<u>(62,518)</u>	<u>(5,006)</u>
TOTAL FUNDS	<u>57,735</u>	<u>(64,018)</u>	<u>(6,283)</u>

THE MAKHAD TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 28 OCTOBER 2022

13. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 29.10.20 £	Net movement in funds £	At 28.10.21 £
Unrestricted funds			
General fund	16,188	(2,094)	14,094
Restricted funds			
Ancient Garden Wells Programme	-	26,472	26,472
Orphan Herb Garden	2,090	(731)	1,359
Carpentry School	4,401	(1,370)	3,031
Dam Build 2020	2,302	-	2,302
Garden Drying Racks	434	-	434
Solar Pump Project	3,900	3,807	7,707
Bedouin Cooperative	-	2,000	2,000
ERIK Emergency	-	1,080	1,080
	<u>13,127</u>	<u>31,258</u>	<u>44,385</u>
TOTAL FUNDS	<u>29,315</u>	<u>29,164</u>	<u>58,479</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	89	(2,183)	(2,094)
Restricted funds			
Ancient Garden Wells Programme	72,200	(45,728)	26,472
Orphan Herb Garden	-	(731)	(731)
Carpentry School	500	(1,870)	(1,370)
Solar Pump Project	3,900	(93)	3,807
Bedouin Cooperative	2,000	-	2,000
ERIK Emergency	1,080	-	1,080
	<u>79,680</u>	<u>(48,422)</u>	<u>31,258</u>
TOTAL FUNDS	<u>79,769</u>	<u>(50,605)</u>	<u>29,164</u>

Purposes of restricted funds

Ancient Garden Wells Programme

Project to restore the Bedouin Gardens in the high mountains of South Sinai and assistance with wells to alleviate lack of drinking water in St Katherine and outlying communities.

Orphan Herb Gardens

Project to support fatherless children by teaching growing of indigenous herbs as a future trade and to support Traditional Bedouin Heritage.

Carpentry Project

Project to teach Bedouin young men a lifelong skill, carpentry.

THE MAKHAD TRUST

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 28 OCTOBER 2022

13. MOVEMENT IN FUNDS - continued

Dam Build 2020

An anonymous donation towards the costs of dam building in 2020.

Garden drying racks

Project to help women garden owners to give added value to orchard crops.

Solar Pump Project

Project, yet to commence, to investigate the potential for, and benefits of, installing solar powered pumps in wells in the mountains of Sinai.

Bedouin Cooperative

Project to enable the Bedouin to set up their own cooperative to enable them to work together on the sale or the purchase of large equipment such as an olive press.

ERIK Emergency

Project to support Bedouin who have need of funds to secure a water supply through the building of a water tank or provision of hoses or to secure an orchard garden if walls are lost to flood damage.

Laundry Project

Project for the construction of a laundry at Eid's garden, although the project is currently 'on hold' pending the outcome of other reconstruction activity nearby.

Transfers between funds

Transfers are made between restricted and unrestricted funds at the end of every accounting period in cases where:

- i) the activity of the restricted fund has come to an end and there is an unspent balance that is not repayable to the funder(s), when the surplus is transferred to unrestricted funds; or
- ii) the restricted fund has come to an end and there is no prospect of a surplus in a later period, when the deficit is eliminated by transfer from unrestricted funds.

14. CONTINGENT LIABILITIES

Various funders retain the right to claw back grants should the use of the funds not be in accordance with the terms of the grant. In the opinion of the trustees no such liability exists at the year end.

15. RELATED PARTY DISCLOSURES

During the year two of the trustees received £11,775 (2021: £14,400) on an arms' length basis for services contracted and for associated travel expenses.

During the year M R Ratcliffe Consultants Limited, a company where one of the trustees is a director, recharged expenses to the Trust totalling £4,150 (2021: £6,187).

During a previous year one of the trustees loaned the Trust £2,000 for working capital. At the year end the trustee was owed £2,000 (2021: £2,000).

During the year Sinai Journeys Limited, a subsidiary company of the Trust, recharged expenses to the Trust totalling £nil (2021: £491) and distributed its net profit of £131 (2021: £31) to the Trust. At the year end Sinai Journeys Limited owed £815 to (2021: was owed £772 by) the Trust