

COMPANY REGISTRATION NUMBER: 07030880

CHARITY REGISTRATION NUMBER: 1134734

Arab Scientific Community Organisation
Company Limited by Guarantee
Unaudited Financial Statements
31 December 2018



R C PATEL FCA, FCCA
Chartered Accountants
7 Redbridge Lane East
Redbridge, Ilford
Essex IG4 5ET

Arab Scientific Community Organisation

Company Limited by Guarantee

Financial Statements

Year ended 31 December 2018

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Arab Scientific Community Organisation

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Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2018

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 December 2018.

Reference and administrative details

Registered charity name	Arab Scientific Community Organisation
Charity registration number	1134734
Company registration number	07030880
Principal office and registered office	7 Redbridge Lane East Ilford Essex IG4 5ET

The trustees

Dr M Al-Rabban
Al Rabban Foundation for Studies
& Research

Company secretary Dr M Al-Rabban

Independent examiner R C Patel, FCA FCCA
7 Redbridge Lane East
Redbridge, Ilford
Essex IG4 5ET

Structure, governance and management

Arab Scientific Community Organisation is a company limited by guarantee governed by its Memorandum and Articles of Association dated 20 July 2009 and last amended on 30 October 2017. It is registered as a charity with the Charity Commission.

The charity is structured along the following lines:

- 1) A Board of Trustees comprising the Subscribers to the Memorandum of Association and other persons appointed as directors. A person ceasing to be a director shall cease to be a trustee.
- 2) Management and administration of the charity is under the control of the Director General and the Chairman of the Board of Trustees.

TRUSTEES

The Trustees are appointed for life. When the need arises, new trustees would be appointed by the current trustees.

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2018

Structure, governance and management *(continued)*

Trustee induction and training

New trustees are briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committee and the decision making processes and recent and projected financial performance of the charity.

RISK MANAGEMENT

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to monitor and control these risks to mitigate any impact they may have on its activities.

Objectives and activities

The objects for which the charity is established are to advance scientific knowledge for the benefit of the public within the Arab scientific community.

Achievements and performance

ARSCO has continued to focus its activities on the advancement of scientific knowledge for the benefit of the Arab scientific community. Some of more important aspects of our work are as follows:

1. New features to the website:

Add many new features to ARSCO's website with high efficiency and new applications. Improvement and monitoring of the ARSCO website has continued, in structure and content.

2. Agreements

Arab Scientific Community organisation (ARSCO) has signed an agreement with UR Analysis and Process Applied to the Environment (UR17ES32) - Higher Institute of Applied Sciences and Technology, University of Monastir Tunisia, on February 9, 2018.

3. Projects

In collaboration with the University of Hadhramout in Mukalla in Yemen, ARSCO continues supporting "Hadhramout Scientific Agricultural Society" and its activities for improve the agriculture sector in Hadhramaut.

4. Conferences and Workshops

ARSCO participated in one event during this year:

International conference on environmental pollution, risk assessment and remediation 2018, (ICEPRAR2018 in Mahdia (Tunisia) from Wednesday, April 18 to Friday, April 20, 2018.

5. Different kinds of newsletters are published, weekly and on special occasions.

6. The website continues to carry information about meetings and gatherings in various scientific fields providing a valuable source of information for the scientific community.

7. Information and scientometrics studies on recent scientific research in the Arab world are presented regularly on a weekly basis, highlighting the contributors and their countries.

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2018

Financial review

The surplus for the year amounted to US \$9,920 (2017 - US \$775).

Reserves

The charity is dependent upon the support of its well wishers. It is the trustees' intention to build up reserves to a level which will permit continuation of the charity's activities for a period of at least 9 to 12 months without seeking further contributions or donations.

Plans for future periods

ARSCO will continue its main activity of providing a platform for the advancement and exchange of scientific knowledge within the Arab scientific community.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 22 May 2019 and signed on behalf of the board of trustees by:



Dr M Al-Rabban
Trustee

Arab Scientific Community Organisation

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Arab Scientific Community Organisation

Year ended 31 December 2018

I report to the trustees on my examination of the financial statements of Arab Scientific Community Organisation ('the charity') for the year ended 31 December 2018.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements 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 the 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 charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements 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 financial statements 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.



R C Patel, FCA FCCA
Independent Examiner

7 Redbridge Lane East
Redbridge, Ilford
Essex IG4 5ET

22 May 2019

Arab Scientific Community Organisation

Company Limited by Guarantee

Statement of Financial Activities (including income and expenditure account)

Year ended 31 December 2018

		2018		2017
	Note	Unrestricted funds \$	Total funds \$	Total funds \$
Income and endowments				
Donations and legacies	5	186,138	186,138	279,874
Total income		<u>186,138</u>	<u>186,138</u>	<u>279,874</u>
Expenditure				
Expenditure on charitable activities	6,7	176,218	176,218	279,099
Total expenditure		<u>176,218</u>	<u>176,218</u>	<u>279,099</u>
Net income and net movement in funds		<u>9,920</u>	<u>9,920</u>	<u>775</u>
Reconciliation of funds				
Total funds brought forward		11,555	11,555	10,780
Total funds carried forward		<u>21,475</u>	<u>21,475</u>	<u>11,555</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 7 to 11 form part of these financial statements.

Arab Scientific Community Organisation

Company Limited by Guarantee

Statement of Financial Position

31 December 2018

	Note	2018	2017
		\$	\$
Current assets			
Debtors	12	22,500	12,630
Creditors: amounts falling due within one year	13	<u>1,025</u>	<u>1,075</u>
Net current assets		<u>21,475</u>	<u>11,555</u>
Total assets less current liabilities		<u>21,475</u>	<u>11,555</u>
Net assets		<u>21,475</u>	<u>11,555</u>
Funds of the charity			
Unrestricted funds		<u>21,475</u>	<u>11,555</u>
Total charity funds	14	<u>21,475</u>	<u>11,555</u>

For the year ending 31 December 2018 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

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

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

These financial statements were approved by the board of trustees and authorised for issue on 22 May 2019 and are signed on behalf of the board by:



Dr M Al-Rabban
Trustee

The notes on pages 7 to 11 form part of these financial statements.

Arab Scientific Community Organisation

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 December 2018

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is 7 Redbridge Lane East, Ilford, Essex IG4 5ET.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Currency designation

These accounts are presented in US dollars.

Exchange rates at 31 December 2018:

US\$1 = Qarari Riyal 3.64 (31 December 2017 - QR 3.64)

Basis of preparation

The financial statements are prepared in US dollar, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

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Notes to the Financial Statements *(continued)*

Year ended 31 December 2018

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

4. Limited by guarantee

Members' liability is limited to UK £1 per member.

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Notes to the Financial Statements *(continued)*

Year ended 31 December 2018

5. Donations and legacies

	Unrestricted Funds \$	Total Funds 2018 \$	Unrestricted Funds \$	Total Funds 2017 \$
Donations				
Donations and contributions	186,138	186,138	279,874	279,874

6. Expenditure on charitable activities by fund type

	Unrestricted Funds \$	Total Funds 2018 \$	Unrestricted Funds \$	Total Funds 2017 \$
Activity type 1	173,351	173,351	277,865	277,865
Support costs	2,867	2,867	1,234	1,234
	<u>176,218</u>	<u>176,218</u>	<u>279,099</u>	<u>279,099</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2018 \$	Total fund 2017 \$
Activity type 1	173,351	–	173,351	277,865
Governance costs	–	2,867	2,867	1,234
	<u>173,351</u>	<u>2,867</u>	<u>176,218</u>	<u>279,099</u>

8. Analysis of support costs

	Analysis of support costs activity 1 \$	Total 2018 \$	Total 2017 \$
Governance costs	2,867	2,867	1,234

9. Independent examination fees

	2018 \$	2017 \$
Fees payable to the independent examiner for:		
Independent examination of the financial statements	935	1,234

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Notes to the Financial Statements *(continued)*

Year ended 31 December 2018

10. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2018	2017
	\$	\$
Wages and salaries	<u>86,429</u>	<u>154,289</u>

The average head count of employees during the year was 3 (2017: 4). The average number of full-time equivalent employees during the year is analysed as follows:

	2018	2017
	No.	No.
IT staff	2	1
Research assistants	<u>1</u>	<u>3</u>
	<u>3</u>	<u>4</u>

No employee received employee benefits of more than £60,000 during the year (2017: Nil).

11. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

12. Debtors

	2018	2017
	\$	\$
Prepayments and accrued income	<u>22,500</u>	<u>12,630</u>

13. Creditors: amounts falling due within one year

	2018	2017
	\$	\$
Accruals and deferred income	<u>1,025</u>	<u>1,075</u>

14. Analysis of charitable funds

Unrestricted funds

	At 1 January 2018	Income	Expenditure	At 31 December 2018
	\$	\$	\$	\$
General funds	<u>11,555</u>	<u>186,138</u>	<u>(176,218)</u>	<u>21,475</u>

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Notes to the Financial Statements *(continued)*

Year ended 31 December 2018

15. Analysis of net assets between funds.

	Unrestricted Funds	Total Funds 2018	Total Funds 2017
	\$	\$	\$
Current assets	22,500	22,500	12,630
Creditors less than 1 year	(1,025)	(1,025)	(1,075)
Net assets	<u>21,475</u>	<u>21,475</u>	<u>11,555</u>

16. Related parties

A donation of \$186,138 (2017 - \$279,874) was received from Dr M Al-Rabban, one of the trustees.