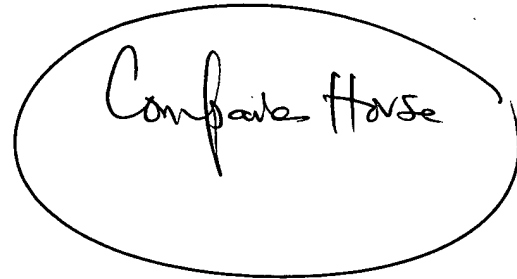


REGISTERED COMPANY NUMBER: 5818995 (England and Wales)
REGISTERED CHARITY NUMBER: 1114559



**Report of the Trustees and
Unaudited Financial Statements for the Year Ended
31 December 2015
for**

**Midland Doctors Association UK
(A company limited by guarantee)**



HSKS Greenhalgh
Chartered Accountants
18 St Christopher's Way
Pride Park
Derby
DE24 8JY

Midland Doctors Association UK
(A company limited by guarantee)

Contents of the Financial Statements
for the Year Ended 31 December 2015

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**Midland Doctors Association UK
(A company limited by guarantee)**

**Report of the Trustees
for the Year Ended 31 December 2015**

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 31 December 2015. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity's objectives are to relieve sickness and protect and preserve good health particularly, but not confined to, Pakistan.

The concept behind Midland Doctors Association UK originated when a team of senior National Health Service doctors flew to Pakistan to provide medical assistance in the wake of the powerful earthquake which struck northern Pakistan on 8 October 2005, killing over 87,000 and displacing over 3.5 million people.

Having witnessed at first hand the suffering of the local people and the destruction of their medical facilities, the doctors were inspired to establish this charity whose principal aims were to purchase, equip and operate a hospital facility in the Kashmir region of Pakistan, and to raise public awareness of health issues affecting people in developing countries.

The charity has successfully achieved its initial objectives and aims, and it currently is heavily involved in the day to day running and administration of projects already completed in Pakistan.

Volunteers

The trustees wish to express their heartfelt gratitude to all the individuals and organisations who have donated their time, money and services to the charity. Without the active support of these volunteers it would be impossible to realise the achievement of the vision shared by the trustees.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

As previously reported, the charity completed the construction of a hospital, now known as Midland Doctors Medical Institute, in Tendali District, Muzaffarabad, Kashmir, Pakistan in March 2013. The total cost of the hospital as at 31 December 2015 amounted to £1,917,788, which included £39,084 incurred in the year under review as part of the ongoing improvement and development of hospital facilities. The Nur Goth Village project, which was completed in 2013, is constantly monitored to ensure that full benefit continues to accrue to the poorest families who occupy the 100 houses constructed under the project. Ongoing maintenance costs are minimal.

Fundraising activities

Midland Doctors Association UK has a large network cluster, working on fundraising, with whom trustees have worked tirelessly, both nationally and internationally. Through these networked contacts, funds were donated during the year to 31 December 2015. In addition, fundraising and sponsorship events were also organised during the year, whereby monies were raised from individuals and local companies, with the costs of generating voluntary income being covered largely by sponsorship. As such costs are expected to increase in the current and further years, it remains the Trustees' intention to cover any such costs through further sponsorship and gift aid refunds. The remainder of the donations came directly from other benefactors and institutions.

FINANCIAL REVIEW

Principal funding sources

The principal fundraising is made from the international network resources that have been built since formation of the charity. The Midland Doctors Association UK work is continually being promoted worldwide and the trustees are constantly working with the network to ensure the fundraising continues successfully.

Reserves policy

The ongoing requirements to run the hospital is being met through continued fundraising.

**Midland Doctors Association UK
(A company limited by guarantee)**

**Report of the Trustees
for the Year Ended 31 December 2015**

FUTURE PLANS

The charity will continue to raise further funds to meet the ongoing operational costs of the hospital, and further capital expenditure will be made to enlarge the hospital facility with the passage of time and needs of the local population.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The company, incorporated under the Companies Act 1985 and 1989, is limited by guarantee and does not have a share capital. Its registered number is 5818995, and the company is also registered as a charity under the Charities Act 1993, number 1114559.

Recruitment and appointment of new trustees

The company's Articles of Association allow for Trustees to serve for a three year term. Trustees must retire at the annual general meeting following their completion of three years' service, but may stand for re-election.

The Board has the power at any time, and from time to time, to appoint any person to be a Trustee, either to fill a casual vacancy or as an addition to the existing Trustees. Any Trustee appointed holds office only until the next following annual general meeting, and then becomes eligible for re-election.

Trustees are elected to the board in accordance with a voting system outlined in the charity's constitutional document. The responsibilities of trustees are allocated according to their skills, abilities and areas of interest.

Organisational structure

The Board of Trustees administers the charity.

The finances of the charity are kept under review at trustees meetings.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

5818995 (England and Wales)

Registered Charity number

1114559

Registered office

11 Snelston Crescent
Littleover
DERBY
Derbyshire
DE23 6BL

Trustees

Dr S Y Iftikhar	
Dr J Ahmed	
Dr A Rashid	
Dr K Latief	
S Hussain	
Dr Z Sheikh	
A Sheraz	- resigned 15/5/15
A A Najib	
Dr I Ali	
R U Amin	
T Kent-Chapman	- appointed 15/5/15

Company Secretary

Dr A Rashid

**Midland Doctors Association UK
(A company limited by guarantee)**

**Report of the Trustees
for the Year Ended 31 December 2015**

REFERENCE AND ADMINISTRATIVE DETAILS

Independent examiner

Kultaran Singh FCA
Institute of Chartered Accountants in England and Wales
HSKS Greenhalgh
Chartered Accountants
18 St Christopher's Way
Pride Park
Derby
DE24 8JY

Freehold property

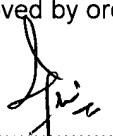
The land purchased in Tendali, District Muzaffarabad, Pakistan is held in the name of Dr Javed Ahmed, a trustee of the charity, as it was not possible for the land to be purchased in the name of the charity directly.

PUBLIC BENEFIT

The charity is committed to the alleviation of human suffering.

The trustees confirm that they have referred to the guidance contained in the Charity Commission general guidance on public benefit when reviewing the charity's aims and objectives and in planning future activities.

Approved by order of the board of trustees on 13/09/2016 and signed on its behalf by:


.....
Dr S Y Iftikhar - Trustee

**Independent Examiner's Report to the Trustees of
Midland Doctors Association UK
(A company limited by guarantee)**

I report on the accounts for the year ended 31 December 2015 set out on pages six to twelve.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors for the purposes of company law) 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 required. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of Institute of Chartered Accountants in England and Wales.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, 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); and
- to state whether particular matters have come to my attention.

Basis of the 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 statements below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
 - to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of Sections 394 and 395 of the Companies Act 2006 and with the methods and principles of the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015)

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Kultaran Singh FCA
Institute of Chartered Accountants in England and Wales
HSKS Greenhalgh
Chartered Accountants
18 St Christopher's Way
Pride Park
Derby
DE24 8JY

Date: 13.09.2016

Midland Doctors Association UK
(A company limited by guarantee)

Statement of Financial Activities
for the Year Ended 31 December 2015

	Notes	Unrestricted fund £	Restricted fund £	2015 Total funds £	2014 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		392,196	-	392,196	277,817
Investment income	2	7	-	7	2
Total		392,203	-	392,203	277,819
EXPENDITURE ON					
Raising funds		32,239	-	32,239	5,527
Charitable activities					
Hospital expenditure		191,461	-	191,461	130,653
Village expenditure		6,000	-	6,000	1,500
Total		229,700	-	229,700	137,680
NET INCOME		162,503	-	162,503	140,139
RECONCILIATION OF FUNDS					
Total funds brought forward		2,429,178	-	2,429,178	2,289,039
TOTAL FUNDS CARRIED FORWARD		2,591,681	-	2,591,681	2,429,178

The notes form part of these financial statements

Midland Doctors Association UK
(A company limited by guarantee)

Balance Sheet
At 31 December 2015

	Notes	Unrestricted fund £	Restricted fund £	2015 Total funds £	2014 Total funds £
FIXED ASSETS					
Tangible assets	6	2,345,618	-	2,345,618	2,322,997
CURRENT ASSETS					
Debtors	7	883	-	883	37
Cash at bank and in hand		247,608	-	247,608	110,944
		<u>248,491</u>	<u>-</u>	<u>248,491</u>	<u>110,981</u>
CREDITORS					
Amounts falling due within one year	8	(2,428)	-	(2,428)	(4,800)
NET CURRENT ASSETS		<u>246,063</u>	<u>-</u>	<u>246,063</u>	<u>106,181</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,591,681</u>	<u>-</u>	<u>2,591,681</u>	<u>2,429,178</u>
NET ASSETS		<u>2,591,681</u>	<u>-</u>	<u>2,591,681</u>	<u>2,429,178</u>
FUNDS	9				
Unrestricted funds				2,591,681	2,429,178
TOTAL FUNDS				<u>2,591,681</u>	<u>2,429,178</u>

The notes form part of these financial statements

Midland Doctors Association UK
(A company limited by guarantee)

Balance Sheet - continued
At 31 December 2015

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2015.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 December 2015 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 special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2015).

The financial statements were approved by the Board of Trustees on 13/09/2016 and were signed on its behalf by:



.....
Dr S Y Ifikhar -Trustee

Midland Doctors Association UK
(A company limited by guarantee)

Notes to the Financial Statements
for the Year Ended 31 December 2015

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company have been prepared in accordance with the Charities SORP (FRSSE) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (the FRSSE) (effective 1 January 2015)', the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

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.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Plant and machinery	- 10% on reducing balance
Fixtures and fittings	- 10% on reducing balance
Computer equipment	- 25% on reducing balance

Taxation

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

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.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange rate differences are taken into account in arriving at the operating result.

2. INVESTMENT INCOME

	2015	2014
	£	£
Deposit account interest	<u>7</u>	<u>2</u>

Midland Doctors Association UK
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

3. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2015	2014
	£	£
Independent examiners	2,400	2,400
Depreciation - owned assets	61,841	57,777
	<u>61,841</u>	<u>57,777</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2015 nor for the year ended 31 December 2014.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2015 nor for the year ended 31 December 2014.

5. STAFF COSTS

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

	2015	2014
Medical staff	15	9
Maintenance staff	5	4
Security	3	3
Administrative staff	3	2
Other staff	5	6
	<u>31</u>	<u>24</u>

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

6. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1 January 2015	2,328,954	84,358	13,044	12,500	2,438,856
Additions	39,095	457	43,465	1,445	84,462
At 31 December 2015	<u>2,368,049</u>	<u>84,815</u>	<u>56,509</u>	<u>13,945</u>	<u>2,523,318</u>
DEPRECIATION					
At 1 January 2015	92,673	15,317	2,400	5,469	115,859
Charge for year	47,361	6,950	5,411	2,119	61,841
At 31 December 2015	<u>140,034</u>	<u>22,267</u>	<u>7,811</u>	<u>7,588</u>	<u>177,700</u>
NET BOOK VALUE					
At 31 December 2015	<u>2,228,015</u>	<u>62,548</u>	<u>48,698</u>	<u>6,357</u>	<u>2,345,618</u>
At 31 December 2014	<u>2,236,281</u>	<u>69,041</u>	<u>10,644</u>	<u>7,031</u>	<u>2,322,997</u>

Midland Doctors Association UK
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

6. TANGIBLE FIXED ASSETS - continued

During 2006 land was purchased in Tendali, District Muzaffarabad, Pakistan by the charity in order to construct a hospital. Whilst the charity paid for this land, it is held in the name of one of the trustees (Dr Javed Ahmed) on behalf of the charity, as it was not possible for the land to be purchased in the name of the charity directly. A statutory declaration was made on 7 September 2007 confirming that the land is held on trust for the charity until such time as it is possible for it to be transferred upon attainment of the appropriate international status of the charity. The cost and net book value of the hospital project, included within freehold property, amounts to £1,917,788 (2014: £1,878,693) and £1,804,770 (2014: £1,804,031) respectively.

The Nur Goth Village project in Sindh Province, Pakistan, is a joint collaboration with Pakistan Medical Association. Although the entire project was funded by the Midland Doctors Association UK, for administrative and logistical purposes, the 8 acre site and the 100 dwellings constructed thereon, together with the infrastructure, are jointly owned between the Midland Doctors Association UK and the Pakistan Medical Association, as per an agreement dated 25th January 2012. However, all running costs of the village after completion are paid for and administered by the Pakistan Medical Association, with Midland Doctors Association UK making contributions for such expenditure. The cost and net book value of the Nur Goth Village project, included within freehold property, amounts to £450,261 (2014: £450,261) and £423,245 (2014: £432,250) respectively.

All the dwellings in Nur Goth Village are occupied in perpetuity, rent free, by the 100 designated families and their descendants. There is no right to either dispose of the dwelling or pass it to another unconnected family.

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2015	2014
	£	£
Other debtors	51	37
Gift aid tax refund	832	-
	<u>883</u>	<u>37</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2015	2014
	£	£
Trade creditors	28	-
Accrued expenses	2,400	4,800
	<u>2,428</u>	<u>4,800</u>

9. MOVEMENT IN FUNDS

	At 1/1/15	Net movement	At 31/12/15
	£	in funds	£
		£	
Unrestricted funds			
General fund	2,429,178	162,503	2,591,681
	<u>2,429,178</u>	<u>162,503</u>	<u>2,591,681</u>
TOTAL FUNDS	<u>2,429,178</u>	<u>162,503</u>	<u>2,591,681</u>

Midland Doctors Association UK
(A company limited by guarantee)

Notes to the Financial Statements - continued
for the Year Ended 31 December 2015

9. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	392,203	(229,700)	162,503
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	392,203	(229,700)	162,503
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

10. RELATED PARTY DISCLOSURES

All donated medical equipment is stored at the premises of M Najib & sons Limited, a company in which a trustee, Mr Ajaz Najib, is a director. The transaction occurs at arms length, as members of staff at M Najib & Sons Limited donate their charitable time to load the equipment, in order to transport it over to Pakistan.