

**ISLAMIC CENTRE (CENTRAL LONDON)**

**REPORT AND FINANCIAL STATEMENTS**

**10 JULY 2019**

**Charity No. 274284**

**ISLAMIC CENTRE (CENTRAL LONDON)**  
**REPORT AND FINANCIAL STATEMENTS**  
**10 JULY 2019**

**Contents**

|   |                                                                              |
|---|------------------------------------------------------------------------------|
| 3 | LEGAL AND ADMINISTRATIVE INFORMATION                                         |
| 4 | REPORT OF TRUSTEES                                                           |
| 6 | REPORT OF THE INDEPENDENT EXAMINER TO THE ISLAMIC CENTRE<br>(CENTRAL LONDON) |
| 7 | STATEMENT OF FINANCIAL ACTIVITIES                                            |
| 8 | BALANCE SHEET                                                                |
| 9 | NOTES TO THE ACCOUNTS                                                        |

## Legal and Administrative Information

Mrs. F Arif  
Mr. M Hussain  
Mr. M Islam  
Mr. A Kazi  
Mr. H Zubair

Trustees

10 Berwick Street  
London  
W1V 3RG

Principle office

274284

Charity number

Fraz Malik  
Chartered Accountant  
32 Arbour Close  
Barton Hills  
Luton  
LU3 4AQ

Independent examiner

Barclays Bank plc  
27 Soho Square  
London  
W1D 3QR

Bankers

## **Report of Trustees**

The trustees present their report and financial statements of the Islamic Centre (Central London) (the charity) for the year ended 10 July 2019. The financial statements have been prepared in accordance with the accounting policies set out on pages 9 to 12 and comply with the charity's trust deed and applicable law.

### **Reference and administration details**

These are set out on page 3.

### **Structure, governance and management**

The charity is constituted under a trust deed dated 11 July 1977 and is a registered charity number 274284.

The trustees who served during the year and since the year are set out on page 3. Trustees are appointed by the existing trustees in a meeting and hold office until the appointment is terminated by the trustees or by resignation.

There were no custodian trustees.

### **Objectives and activities**

The objects of the charity are for general charitable purposes, particularly for the care and support of the Islamic community of persons residing or working in central London. In planning activities for the year, we have had regard to the Charity Commission's guidance on public benefit. Our main activity remains the organisation of daily prayers and prayers on main Muslim festival days of the year. This provides a centre for prayers and worship for members of the Islamic community residing or working in central London.

The premises used for daily prayers are a conversion of a small shop, with a very narrow staircase. Unfortunately, we cannot accommodate women for prayers because, due to limitations in the size and layout of the building, we are unable to provide separate facilities for both men and women in compliance with local laws and with Shari'a law.

### **Achievements and performance**

During the year the focus of the charity has been to maintain the centre as a safe and comfortable space for the local Islamic community to visit, and expenditure in the year has gone towards ensuring the centre remains fit for purpose. The charity has also been successful in maintaining its regular monthly donations to a similar level to the prior year. This ensures that an appropriate level of funds is available for current and future maintenance work.

### **Financial review**

The charity is independent of any other charitable or political organisation and collects its funds entirely from voluntary donors, local businesses and residents. The trustees also acknowledge the valuable help of volunteers who assist in the collections from time to time. The donations received amounted to £44,825 (2018 - £44,902), which includes

contributions from the trustees. Total expenditure before depreciation was £38,788 (2018 - £30,614). Total expenditure after depreciation was £38,788 (2018 - £30,614). Total receivables were £1,203 (2018 - £1,357). The charity has a surplus of funds for the year of £6,037 (2018 - £14,288). There is annual planned maintenance for the building. The trustees endeavor to raise collections on this basis so that there are adequate funds to carry out the scheduled maintenance programme.

### Reserves policy

As the charity has no restricted or endowed funds it is the policy of the charity to maintain unrestricted funds, which are the free reserves of the charity, at a minimum level equating to two to three months unrestricted expenditure. This provides sufficient cover for day-to-day management and administration costs of the charity. The charity does not make any grants to any individuals or institutions.

### Statement of Trustees responsibilities

The law applicable to charities in England and Wales requires the charity trustees to prepare financial statements for each year, which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing the financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees for the purposes of charity law who served during the year and up to the date of this report are set out on page 3.

Approved by the trustees on 2020 and signed on its behalf by:

Name: **MUNIR KHILJI**

Trustee:

Date: **14 MAR 2020**

Trustee:

Name: **ASEEM KAZI**

Trustee:

Date: **14 MAR 2020**

## Report of the Independent Examiner to the Islamic Centre (Central London)

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is my responsibility to:

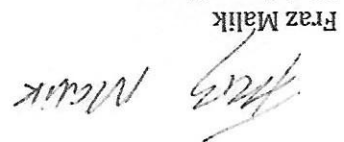
- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act), and
- to state whether particular matters have come to my attention.

My examination was carried out in accordance with 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 the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

In connection with my examination, no matter has come to my attention which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in Charities (Accounts and Reports) Regulations 2008 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.

I 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.

  
Fraz Malik

32 Arbour Close  
Barton Hills

Luton

LU3 4AQ

Date: 14 May 2020

# Statement of Financial Activities

For the year ended 10 July 2019

| Notes                       |                        | Unrestricted funds 2019 |          | Unrestricted funds 2018 |          |
|-----------------------------|------------------------|-------------------------|----------|-------------------------|----------|
|                             |                        | £                       | £        | £                       | £        |
| 2                           | Income from:           |                         |          |                         |          |
|                             | Donations and legacies | 44,825                  | 44,902   | 44,825                  | 44,902   |
| Total                       |                        | 44,825                  | 44,902   | 44,825                  | 44,902   |
| 3                           | Expenditure on:        |                         |          |                         |          |
|                             | Charitable activities  | (38,788)                | (30,614) | (38,788)                | (30,614) |
| Total                       |                        | (38,788)                | (30,614) | (38,788)                | (30,614) |
| Net income                  |                        | 6,037                   | 14,288   | 6,037                   | 14,288   |
| Transfers between funds     |                        | -                       | -        | -                       | -        |
| Net movement in funds       |                        | 6,037                   | 14,288   | 6,037                   | 14,288   |
| Reconciliation of funds     |                        |                         |          |                         |          |
| Total funds brought forward |                        | 447,380                 | 433,092  | 447,380                 | 433,092  |
| Total funds carried forward |                        | 453,417                 | 447,380  | 453,417                 | 447,380  |

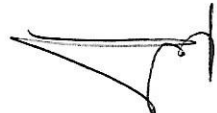
The charity does not have any restricted or endowed funds.  
The charity made no recognised gains or losses other than those reported in the statement of financial activities.

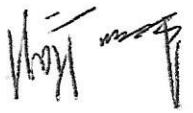
# Balance Sheet As at 10 July 2019

|                                                       | Notes | 10 July 2019   | 10 July 2018   |
|-------------------------------------------------------|-------|----------------|----------------|
| <b>Fixed assets</b>                                   |       | £              | £              |
| Tangible assets                                       | 7     | 344,263        | 344,263        |
| <b>Total fixed assets</b>                             |       | <b>344,263</b> | <b>344,263</b> |
| <b>Current assets</b>                                 |       |                |                |
| Debtors and prepayments                               | 9     | 1,203          | 1,357          |
| Cash at bank                                          |       | 107,951        | 101,836        |
| <b>Total current assets</b>                           |       | <b>109,154</b> | <b>103,193</b> |
| <b>Creditors: amounts falling due within one year</b> | 10    | -              | 76             |
| <b>Net current assets</b>                             |       | <b>109,154</b> | <b>103,117</b> |
| <b>Total assets less current liabilities</b>          |       | <b>453,417</b> | <b>447,380</b> |
| <b>Net assets</b>                                     |       | <b>453,417</b> | <b>447,380</b> |
| <b>Funds of the charity</b>                           |       |                |                |
| Unrestricted funds                                    |       | 453,417        | 447,380        |
| <b>Total funds</b>                                    |       | <b>453,417</b> | <b>447,380</b> |

The charity does not have any restricted or endowed funds.

Approved by the trustees on 2019 and signed on their behalf by

Name: Fathma Muf  
Trustee:   
Date: 14 Mar 2020

Name: Assem Hazi  
Trustee:   
Date: 14 Mar 2020



## Notes to the accounts

### 1. Principle accounting policies

- a) Basis of preparation and assessment of going concern**  
The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.
- The financial statements have been prepared under the historic cost convention.
- The charity constitutes a public benefit entity as defined by FRS 102.
- The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

- b) Income resources**  
The charities income is derived from voluntary donations only. It does not have any income from investment or endowment funds. Income is reported on a gross basis in the Statement of Financial Activity (SoFA). Incoming resources from tax claims on donations and gifts are included on the SoFA at the same time as the gift to which they relate.

- c) Expenditure**  
Expenditure is included on an accruals basis. All expenses are incurred as management and administrative expenses, in keeping with the objective of the charity to run and manage the Islamic Centre (Central London). There are no other expenses.

- Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to expenditure.
- d) Tangible fixed assets and depreciation**  
Assets that can be used for more than one year and exceed a cost of £250 are capitalised. They are valued at cost or a reasonable value of receipt. The charity does not have a policy of revaluation. Depreciation is not charged on freehold land and buildings. Depreciation is charged on fixtures and fittings, which are written off on a straight-line basis over an estimated useful life of 5 years.

- e) Financial instruments**  
The charity only has several basic financial instruments; cash, debtors and creditors. Cash is measured at the amount of cash held. Debtors and creditors are measured at the amount receivable or payable including any related transaction costs.

- f) Fund accounting**  
The charity has no restricted or endowment funds. Unrestricted funds compose those funds, which the trustees are free to use in accordance with the charitable objects.

### 2. Income from donations and legacies

All incoming resources include entirely of voluntary donations collected throughout the year. These are included in the SoFA when:

- the charity becomes entitled to the donation or similar income and any conditions of receipt are met;
- the trustees have received it or are reasonably certain they will receive it; and
- the trustees are reasonably certain that the value can be reliably measured.

### 3. Expenditure

Expenditure on charitable activities is composed of the following:

|                                  | 2019   | 2018   |
|----------------------------------|--------|--------|
| Salaries and wages               | 19,350 | 20,427 |
| Light, heat and water            | 2,605  | 2,573  |
| Insurance                        | 3,937  | 3,710  |
| Repairs, renewal and maintenance | 12,896 | 3,374  |
| Professional charges             | -      | 530    |
| Total resources expended         | 38,788 | 30,614 |

Net incoming/(outgoing) resources is stated after charging the following:

|                                 | 2019 | 2018 |
|---------------------------------|------|------|
| Examiner's remuneration         | -    | -    |
| Other fees paid to the examiner | -    | -    |
| Trustees remuneration           | -    | -    |

### 4. Grants

The charity has not made any grants to either institutions or individuals.

### 5. Employee costs

|                                         | 2019   | 2018   |
|-----------------------------------------|--------|--------|
| Gross wages and salaries                | 17,054 | 18,501 |
| National insurance costs                | 1,660  | 1,580  |
| Contribution to defined pension         | 635    | 346    |
| Total staff costs                       | 19,349 | 20,427 |
| Average number of employees in the year | 1      | 1      |

There were no employees who received emoluments of more than £60,000 in this year or the prior year.

### 6. Trustees and other related parties

Trustees were not reimbursed for any of their expenses in the year (2018 – £Nil). There were no related party transactions in the year that require disclosure. None of the trustees have been paid any remuneration or received any other benefits from employment with the charity or a related entity.

## 7. Tangible fixed assets

| Cost                     | Cost b/f        | Additions       | Disposals | Cost c/f    |
|--------------------------|-----------------|-----------------|-----------|-------------|
| Freehold                 | 344,263         | -               | -         | 344,263     |
| Buildings                | 18,070          | -               | -         | 18,070      |
| Fixtures & fittings      | 18,070          | -               | -         | 18,070      |
| Total                    | 362,333         | -               | -         | 362,333     |
| Accumulated depreciation | Balance b/f     | Additions       | Disposals | Balance c/f |
| Freehold                 | £               | -               | -         | -           |
| Buildings                | £               | -               | -         | -           |
| Fixtures & fittings      | £               | -               | -         | -           |
| Total                    | £               | -               | -         | -           |
| Net book value           | Brought forward | Carried forward |           |             |
| Freehold                 | £               | 344,263         | 344,263   |             |
| Buildings                | £               | -               | -         |             |
| Fixtures & fittings      | £               | -               | -         |             |
| Total                    | £               | 344,263         | 344,263   |             |

## 8. Investment assets

The charity does not have any investment assets (2018 - £nil).

## 9. Debtors and prepayments

| HMRC claim for Gift Aid       | 2019  | 2018  |
|-------------------------------|-------|-------|
| Prepayments                   | -     | -     |
| Total debtors and prepayments | 1,203 | 1,357 |

## 10. Creditors

| Accruals        | 2019 | 2018 |
|-----------------|------|------|
| Total creditors | -    | 76   |

## 11. Endowment and restricted funds

The charity does not have any endowment or restricted funds.

## 12. Movement of major funds

The movement of income funds is set out in the SoFA. There are no other major funds.

## 13. Other information

The charity does not have any material commitments not provided for in the accounts (2018 - £nil).  
The charity has not given any guarantees to third parties that could be called upon at the year-end (2018 - £nil).  
The charity has not granted any loans that are outstanding at the year-end and secured any of its assets (2018 - £nil).

The charity has not granted any loans that are outstanding at the year-end to any institution or company connected with the charity (2018 - £Nil).  
The charity did not make any ex-gratia payments during the year (2018 - £Nil).

#### **14. Declarations**

The charity has no branches.  
The trustees have not changed the year end date or the length of the charity's financial year.  
The charity does not have any designated funds.  
All the charity's operations are continuing operations and there were no operations discontinued or acquired during the year.  
The charity had no assets at the balance sheet date classified as inalienable or historic.  
The charity has no intangible assets.  
None of the charity's functional assets have been revalued during the year.  
The charity does not have any subsidiary companies.  
The charity has no material fixed assets, which have not been capitalized and included on the balance sheet.