

ISLAMIC BROTHERHOOD

THE MOSQUE EAGLE STREET COVENTRY CV1 4GP

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2019

KAISER NOUMAN NATHAN LLP

57 ALFRED STREET SPARKBROOK BIRMINGHAM B12 8JP

ISLAMIC BROTHERHOOD

YEAR ENDED 31 DECEMBER 2019

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ISLAMIC BROTHERHOOD

YEAR ENDED 31 DECEMBER 2019

ASSOCIATION INFORMATION

CHARITY REGISTRATION NUMBER	1172391
CHAIRMAN	MR M ARIF
VICE CHAIRMAN	MR AMIR AFZAL
TREASURER	MR SHABBIR AHMED
SECRETARY	MR MOHAMMAD MANSAB DAR
ADDRESS	THE MOSQUE EAGLE STREET COVENTRY CV1 4GP
INDEPENDENT EXAMINERS ACCOUNTANTS	KAISER NOUMAN NATHAN LLP 57 ALFRED STREET SPARKBROOK BIRMINGHAM B12 8JP
BANKERS	BARCLAYS BANK PLC COVENTRY BRANCH FOLESHILL COVENTRY

ISLAMIC BROTHERHOOD

REPORT OF THE MANAGEMENT COMMITTEE

The Management Committee presents their report with the Financial Statements of the Charity for the year ended 31 December 2019.

The principal object of the Charity is to promote Islamic Education to children of the community.

STATUS

Islamic Brother Hood is registered with the Charity Commission (No. 1172391) and consisted by Deed of Trust.

RESERVE POLICY

Cash reserves at the end of the year are generally carried forward to the following year to meet construction and other emergency costs.

Most of the financing requirements necessary for the projects came from the community in the form of donations.

RESTRICTED FUNDS

As indicated in the statement of financial activities for the year £305,000 of the unrestricted funds of the previous year was re-classified as Restricted Funds.

These were funds raised for specific building project by Islamic Brotherhood on behalf of the Edgwick family and Education Centre Limited (EFFC) a completely new unrelated establishment formed for this purpose; as they cannot fund the project on their own without financial assistance from Islamic Brotherhood which is a more established entity.

This project will provide further benefit to the public as a meeting place in promoting Islamic Education to children of the community.

On completion of the building project and under the terms of the agreement between these parties, the property will at some point be transferred to Islamic Brotherhood which will then become the beneficiary owner of the property.

The cost of £305,000 therefore spent so far, has been included among the debtors figure in the Balance Sheet.

BY ORDER OF CHARITY TRUSTS

MR M ARIF
Chairperson

10 August 2020

INDEPENDENT EXAMINERS REPORT
TO THE MANAGEMENT COMMITTEE OF
ISLAMIC BROTHERHOOD

I report on the accounts of the charity for the year ended 31 December 2019 which are set out on pages 4 to 8.

RESPECTIVE RESPONSIBILITIES OF OFFICERS AND EXAMINER

The charity's Management Committee are responsible for the preparation of the accounts. The charity's Management Committee consider that audit is not required for this year under Section 144(2) of the Charities Act 2011 (The 2011 Act) and that an Independent Examiner is needed.

It is our responsibility to:

- examine the accounts under Section 145 of the 2011 Act;
- follow the procedures laid down in the general Directions given by the Charity Commission under Section 145(5)(b) of the 2011 Act; and
- state whether particular matters have come to my attention.

BASIS OF INDEPENDENT EXAMINER'S STATEMENT

Our 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 Officers 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.

INDEPENDENT EXAMINER'S STATEMENT

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

- 1 which gives us reasonable cause to believe that, in any material respect, the requirements:
 - to keep accounting records in accordance with Section 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act.

Have not been met; or

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



Kaiser Nouman Nathan LLP
57 Alfred Street
Sparkbrook
Birmingham
B12 8JP

10 August 2020

ISLAMIC BROTHERHOOD

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 DECEMBER 2019

	<u>Notes</u>	<u>Unrestricted Funds</u> £	<u>Restricted Funds</u> £	<u>2019 Total</u>	<u>2018</u> £
INCOME AND EXPENDITURE					
INCOMING RESOURCES					
Donations and Legacies	7	114,773	7,545	122,318	123,204
Investment Income	6	8,623	-	8,623	6,500
		<hr/>	<hr/>	<hr/>	<hr/>
TOTAL INCOMING RESOURCES		123,396	7,545	130,941	129,704
		<hr/>	<hr/>	<hr/>	<hr/>
RESOURCES EXPENDED					
Charitable Activities	4	89,640	7,545	97,185	63,055
		<hr/>	<hr/>	<hr/>	<hr/>
TOTAL RESOURCES EXPENDED		89,640	-	97,185	63,055
		<hr/>	<hr/>	<hr/>	<hr/>
NET INCOMING / EXPENDITURE RESOURCES (EXPENDED)		33,756	-	33,756	66,649
FUND BALANCES B/F 31.12.18					
		1,272,133	305,000	1,577,133	1,510,484
FUND BALANCES C/F 31.12.19					
		<hr/>	<hr/>	<hr/>	<hr/>
		1,305,889	305,000	1,610,889	1,577,133
		=====	=====	=====	=====

ISLAMIC BROTHERHOOD
BALANCE SHEET AS AT 31 DECEMBER 2019

	<u>Notes</u>	<u>£</u>	<u>2019</u> <u>£</u>	<u>£</u>	<u>2018</u> <u>£</u>
FIXED ASSETS					
Tangible Assets	2		870,247		871,756
CURRENT ASSETS					
Cash in Hand & at Bank - Current A/c		437,809		399,118	
Debtors and Prepayment		307,110		307,379	
		<u>744,919</u>		<u>706,497</u>	
CREDITORS: Due within one year					
Creditors and Accruals	5	4,277		<u>1,120</u>	
NET CURRENT (LIABILITIES) / ASSETS			740,642		705,377
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,610,889</u>		<u>1,577,133</u>
FUNDS					
Unrestricted			1,305,889		1,272,133
Restricted			305,000		305,000
			<u>1,610,889</u>		<u>1,577,133</u>

Approved on behalf of the management committee

MR M ARIF
Chairperson

10 August 2020

ISLAMIC BROTHERHOOD
NOTES TO THE ACCOUNTS
YEAR ENDED 31 DECEMBER 2019

1) ACCOUNTING POLICIES

(a) Convention

The accounts have been prepared in accordance with the historical cost convention and in accordance with applicable accounting standards and the statement of Recommended Practice on Accounting by Charities (Charities SORP (FRS 102)).

(b) Depreciation

Depreciation is provided on tangible fixed assets in order to write off those assets over their anticipated useful lives. The bases and rates used are as follows:

Freehold Property	-	2% per annum on cost
Fixtures, Fittings and Equipment	-	15% per annum on net book value

(c) Income

Income is included in the income and expenditure account as soon as its receipt becomes due.

2. TANGIBLE ASSETS

	Freehold Properties	Fixtures Fittings and Equipment	Total
COST	£	£	£
The Eagle Street Mosque Costs	284,477	-	284,477
1 Eagle Street Costs	76,499	-	76,499
Addition – 68 George St, Coventry	131,163	-	131,163
Improvements Costs b/f	401,076	41,230	442,306
Additions during the year	18,827	-	18,827
At 31 December 2019	<u>912,042</u>	<u>41,230</u>	<u>953,272</u>
DEPRECIATION			
At 31 December 2018	35,429	27,260	62,689
Charge for the year	18,241	2,095	20,336
At 31 December 2019	<u>53,670</u>	<u>29,355</u>	<u>83,025</u>
NET BOOK VALUE			
At 31 December 2019	<u>858,372</u>	<u>11,875</u>	<u>870,247</u>
At 31 December 2018	<u>857,786</u>	<u>13,970</u>	<u>871,756</u>

3. FREEHOLD PROPERTY

In the opinion of Trustees the present day value of the freehold properties is well in excess of written down book value of £857,786 included in Balance Sheet.

ISLAMIC BROTHERHOOD

NOTES TO THE ACCOUNTS

YEAR ENDED 31 DECEMBER 2019

4. CHARITABLE ACTIVITIES

	<u>Unrestricted</u>	<u>Restricted</u>	<u>2019</u> <u>Total</u>	<u>2018</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Wages and NI	43,850	-	43,850	20,275
Water Rates and Insurance	5,414	-	5,414	5,355
Light and Heat	8,611	-	8,611	9,296
Telephone and Postage	716	-	716	653
Printing Stationary and Advertising	2,521	-	2,521	1,359
Repairs and Renewals	3,780	-	3,780	1,994
Accountancy and Book Keeping	1,207	-	1,207	1,160
Professional Fees	964	-	964	-
Bank Charges and Interest	1,090	-	1,090	-
Laundry and Cleaning and Disposal	1,103	-	1,103	2,052
Charitable Donation – Pakistan diama	-	7,545	7,545	-
Basha and mohmand dams fund account		-		
Sundry Expenses	48	-	48	30
Depreciation	20,336	-	20,336	20,329
	<u>89,640</u>	<u>7,545</u>	<u>97,185</u>	<u>63,055</u>

5. CREDITORS AND A CCRUALS

	<u>Unrestricted</u>	<u>Restricted</u>	<u>2019</u> <u>Total</u>	<u>2018</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Wages /PAYE	3,124	-	3,124	-
Accountancy and Book Keeping	900	-	900	875
Light and Heat	253	-	253	245
	<u>4,277</u>	<u>-</u>	<u>4,277</u>	<u>1,120</u>

6. Other Income and Resources refers to income from renting out 68 George Street, Coventry.

7. DONATIONS AND LEGACIES refers to contribution received by members of the Mosque.of £122,318, of which £7,545 was specially contributed towards the Supreme court of Pakistan diamer basha and momand dams fund account. This was remitted to Pakistan (See also Note 4)

ISLAMIC BROTHERHOOD
MANAGEMENT COMMITTEE AND INDEPENDENT EXAMINERS
RESPONSIBILITY FOR THE ACCOUNTS

1. MANAGEMENT COMMITTEE'S RESPONSIBILITIES

The management committee is required to prepare the financial statements for each period which give a true and fair view of the statements of affairs of the projects as at the end of the accounting year and of the incoming resources and application of resources for the year. In preparing the accounts suitable accounting policies have been used and applied consistently and reasonable and prudent judgements and estimates have been made. Applicable accounting standards have been followed. The accounts have been prepared on the going concern basis. The management committee is also responsible for ensuring that proper accounting records are kept and sufficient internal controls maintained to safeguard the assets of the projects and detect fraud or any other irregularities.

2. INDEPENDENT EXAMINER'S RESPONSIBILITIES

The examiner is required to carry out procedures specified within the general directions given by the Charity Commissions.

The Independent Examiner will also report to the members if the following requirements are not met:-

- The committee has not maintained accounting records of accounts according to the Act.
- The accounts are not in agreement with the accounting records and do not comply with the accounting requirements of the Act.

3. CHARITABLE OBJECTS

The Trustees of the charity working and performing their duties within the defined parameters of governing documents as some of the objectives are listed as an example below:

- a) To serve, manage, maintain and develop the Noorul-Islam Jamia (Mosque) Coventry (Eagle Street) as the main religious, educational and cultural centre for The Alh-e-Sunnat Ul-Jamaal organisation who follow the Brailvi movement of the Sunni Hanafi school of thought (madhab) in Islam jurisprudence (Fiqh) within the framework of Quran and Sunna.
- b) To recruit and appoint an Imam who is educated or qualified the the Hanafi Brailvi Fiqh and to ensure that the can any of his assistant staff duly appointed carry out their duties in accordance with the teaching and spirit of the Hanafi Brailvi school of thought as defined (3a) above in this constitution.
- c) To manage the performance of the Imam and all staff recruited at least annually.
- d) To ensure that Daily Prayers (Salah) are conducted at the specific times.
- e) To arrange that special prayers on occasions of month of Ramadhan (tarawih), Eid-ul-Fitr and Eid-ul-Adha and other religious festivals are performed and associated facilities and arrangements are provided for the benefit of the Muslim congregation.