

Islamic Education and Cultural Society
Trustees Report
And
Financial Statements
For the year ended 31 March 2021

Islamic Education and Cultural Society
Trustees Report and Financial Statements
For the year ended 31 March 2021

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Islamic Education and Cultural Society
Charity Information

Trustees

Mr Obaidur Rehman Siddiqui
Mr Tahir Yusuf Awan
Dr Sheikh Mahmood

Registered number

291986

Accountants

Cloud Accountancy (London) Ltd
(formerly ABA Accountants Limited)
Suite 123
372 Old Street
London
EC1V 9LT

Bankers

Barclays Bank Plc

Registered office

Civic Hall
3 Pump Lane
Hayes
Middlesex
UB3 3NB

Islamic Education and Cultural Society
Trustees Report
For the year ended 31 March 2021

The Trustees present their report together with the financial statements of Islamic Education and Cultural Society for the year ended 31 March 2021.

Constitution

The Islamic Education and Cultural Society instituted under the constitution and was registered with the Charity Commission on 12 June 1985. Its registered charity number is 291986.

Objectives, Mission Statement, Aims & Activities

The objects of the Society are:

- a)- to promote and advance the Religion of Islam; and
- b)- to promote and advance education

Trustees

The Trustees who served the Society during the period were:

Mr Obaidur Rehman Siddiqui
Mr Tahir Yusuf Awan
Dr Sheikh Mahmood

Accounting policies

The Financial Statements have been prepared in accordance with the Charities Act 2011 and with the Financial Reporting Standard for Smaller Entities (FRSSE) effective 2015 adopted to meet the needs of unincorporated organisations, as modified by Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commission for England and Wales, effective January 2015 (The SORP 2015), under the historical cost convention and accounting policies set out in notes to the financial statements. There have been no changes to the accounting policies during the year.

Risk Management

The Trustees have examined the major strategic, business and operational risks which the society faces and confirm that the systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks.

Reserves

The society has adequate reserves to fulfil its charitable obligations.

Summary of main activities and achievements during the year

Despite COVID-19 for most of the reporting year, our centre remained open with very limited services during this difficult time. Between April to July 2020, the centre was closed, so we communicated with members of our congregation and public via social media. We were able to arrange programs for adults, ladies and the youth in accordance with Government guidelines. We also conducted fundraising online during this time via "Launchgood" fundraising platform.

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Ramadhan 2020 was the first time the Centre was closed during the month of fasting and we had families fasting and praying at home. We continued to provide food parcels for the poor and needy. We also continued having online talks/lectures throughout the Holy Month.

From 19 July 2020, we were able to re-open our centre with very limited services and closing just fifteen minutes after the prayers. Friday prayers were conducted with all the COVID restrictions and advance booking only.

Covid has really had an impact on all our services. We had to make some staff redundant and others were put on furlough due to financial impact. Despite these challenges and setbacks we are still committed and focused to serve, educate, engage and support our community.

Trustees' Responsibilities in relation to the financial statements

Law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year. Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently.
- make judgements and estimates that are reasonable and prudent.
- prepare financial statements on going concern basis unless it is inappropriate to presume that the charity will continue in operation

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the Charities Act 1993. The Trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of Trustees



Mr Tahir Yusuf Awan
Trustee

28 / 12 / 2021

Date: _____

Islamic Education and Cultural Society
Accountant's Report to the Trustees of Islamic Education and Cultural Society
For the year ended 31 March 2021

Respective Responsibilities of Trustees

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 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is our 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 our attention.

Basis of Independent Examiner's Statement

Our examination was carried out in accordance with the General Directions given by the Charities 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 we do not express an audit opinion on the view given by these accounts, and the report is limited to the matters set out in the statement below.

Independent Examiner's Statement

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

- (1) - which gives us reasonable cause to believe that in any material respect the requirements:
 - (a)- to keep accounting records in accordance with section 130 of the 2011 Act; and
 - (b)- 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.

Cloud Accountancy (London)

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(formerly ABA Accountants Ltd)
Suite 123
372 Old Street
London
EC1V 9LT

24 Dec 2021

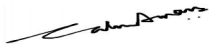
Date: _____

	2021	2021	2021	2021	2020
Islamic Education and Cultural Society Statement of Financial Activities For the year ended 31 March 2021	Unrestricted Funds £	Restricted Funds £	Fixed Assets Funds £	Total Funds £	Total Funds £
Income					
Donations and collections	320,939	31,654	-	352,594	889,928
Madrasa fee	18,815	-	-	18,815	128,189
Grants	-	78,789	-	78,789	735
Other income	63,626	-	-	63,626	39,087
Total income resources	403,381	110,444	-	513,824	1,057,939
Resources Expended					
Wages and salaries including pension	38,525	78,789	-	117,315	139,816
Caretaker's costs	2,330	-	-	2,330	13,949
Light and heat	11,939	-	-	11,939	10,859
Rent, rates and water charges	7,646	-	-	7,646	8,263
Security expenses	20,510	-	-	20,510	1,449
Cleaning & refuse management	4,866	-	-	4,866	5,730
Repair & maintenance and minor additions	12,156	-	-	12,156	18,364
Stationery, printing and postage	972	-	-	972	1,466
Telecommunication	657	-	-	657	1,398
Cultural expenses	1,252	-	-	1,252	18,093
Donation to other charities & destitutes	662	33,745	-	34,407	68,832
Travel	2,511	-	-	2,511	3,791
Consultancy	13,280	-	-	13,280	44,731
Other legal expenses	-	-	-	-	811
Misc Madrasa Expenses, books etc.	1,363	-	-	1,363	3,353
Bank charges	6,842	-	-	6,842	8,975
Examiner fee	750	-	-	750	750
Depreciation	-	-	39,665	39,665	8,760
Advertising and marketing	-	-	-	-	20
Fund raising expenses	7,405	-	-	7,405	31,103
Consumables, IT and other expenses	1,635	-	-	1,635	4,963
Total resources expended	135,301	112,534	39,665	287,500	395,474
Net incoming resources for the year	268,080	- 2,091	(39,665)	226,324	662,465
Total Fund at start of the year	(355,390)	3,554	1,582,242	1,230,406	567,941
Transfers between funds	(8,424)	-	8,424	-	-
Total funds as at end of the year (note-5)	(95,734)	1,463	1,551,001	1,456,730	1,230,406

The statement of financial activities includes all gains and losses during the year.
Prior year figures are reclassified where relevant.

Islamic Education and Cultural Society
Balance Sheet as at 31 March 2021

	Note	2021 £	2020 £
Fixed Assets	2	1,551,000	1,582,241
Current Assets			
Bank and cash		286,607	111,959
Other receivables		1,250	1,200
		287,857	113,159
Less: Current Liabilities (due within one year)			
Trade creditors & accruals		1,627	1,793
Interest free loans	3	380,500	401,700
		382,127	403,493
Net Current Assets		(94,270)	(290,334)
Less: Long term liabilities (due within more than a year)			
Interest free loans	3	-	61,500
Net Assets		1,456,730	1,230,406
Accumulated Funds			
Unrestricted funds		(95,734)	(355,390)
Restricted Funds		1,463	3,554
Fixed asset funds		1,551,001	1,582,242
Total Funds	4	1,456,730	1,230,406



Mr Tahir Yusuf Awan
Trustee

28 / 12 / 2021

Date:

Islamic Education and Cultural Society
Notes to the Financial Statements
For the year ended 31 March 2021

1. ACCOUNTING POLICIES

Basis of Accounting

The Financial Statements have been prepared in accordance with the Charities Act 2011 and with the Financial Reporting Standard for Smaller Entities (FRSSE) effective 2015 adopted to meet the needs of unincorporated organisations, as modified by Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England and Wales, effective January 2015 (The SORP 2015), under the historical cost convention and accounting policies set out below.

Fixed Assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an assets, less its estimated residual value over the useful economic life of that asset as follows:

Freehold land and building	2% straight line
Lease improvements	10% straight line
Furniture, fixture & equipment	25% straight line

2. Fixed Assets

	Lease Improvements	Freehold Land & Building	Furniture, Fixture & Equipment	Total
Cost				
At 1 April 2020	98,134	1,561,309	149,930	1,809,373
Additions	-	8,424	-	8,424
At 31 March 2021	98,134	1,569,733	149,930	1,817,797
Depreciation				
At 1 April 2020	98,134	-	128,998	227,132
Charge for the year	-	31,395	8,271	39,665
At 31 March 2021	98,134	31,395	137,269	266,798
Net Book Value				
At 31 March 2021	-	1,538,338	12,661	1,551,000
At 31 March 2020	-	1,561,309	20,932	1,582,241

Islamic Education and Cultural Society
Notes to the Financial Statements
For the year ended 31 March 2021

	2021 £	2020 £
3. Interest free loans		
Opening balance	463,200	-
Loans received during the year	112,800	483,200
Loans paid back during the year	(195,500)	(20,000)
Closing balance	380,500	463,200

Nil (2020: £61,500) interest free loans are payable within more than a year as of balance sheet date.

4. Analysis of Net Assets by Fund

	Unrestricted funds	Restricted funds	Fixed assets funds	Total
Fixed Assets	-	-	1,551,001	1,551,001
Current Assets	286,393	1,463	-	287,856
Current Liabilities	(382,127)	-	-	(382,127)
Long term liabilities	-	-	-	-
	(95,734)	1,463	1,551,001	1,456,730

5. Movement in funds	Opening balance	Income resources	Resources expended	Transfers	Closing balance
Unrestricted funds	(355,390)	403,381	(135,301)	(8,424)	(95,734)
Restricted Funds	3,554	110,444	(112,534)	-	1,463
Fixed assets	1,582,242	-	(39,665)	8,424	1,551,001
	1,230,406	513,824	(287,500)	-	1,456,730

6. No trustees have been given any remuneration or benefit and no personal expenses have been reimbursed to them.

7 Contingent Liability

A suspected fraud was identified during last year. The issue is still being investigated with the concerned parties. The investigation has taken a bit longer and is still in progress at the time of signing these accounts. The estimated amount of fraud is assessed to be up to £3000/-.