

Charity number: 1150407

Al Mahadul Islami

Report of the Trustees and Unaudited Financial Statements

For the year ended 30 April 2021

Al Mahadul Islami
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Al Mahadul Islami
Report of the Trustees
For the year ended 30 April 2021

The Trustees have pleasure in presenting their report and the financial statements for the charity for the year ended 30 April 2021. 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 applicable in the UK and the Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

The objectives of the organisation are:

- (a) to promote the advancement of religion, in accordance with the principals of Islam.
- (b) to establish and maintain the mosque building and its grounds.
- (c) to promote Islam through education, cultural and leisure time activities for the local community.

Objectives and aims

The trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

ACHIEVEMENTS AND PERFORMANCE

The charity, like everyone around the world, was affected by COVID19. It was unable to provide the usual services to the community due to the social distancing rules in force at the time which lasted for approximately 7 months. It had to improvise where it could.

The charity carried out the following activities for the benefit of the public in the year:

The charity provided counselling and support services for the local community. For majority of the year these were either virtual or via telephone. The services were much needed as members of the immediate community were deeply affected by COVID19 and required guidance and counselling. This service was available everyday of the week. As soon as lockdown was relaxed, the charity welcomed the community in line with social distancing guidelines.

During lockdown, classes for children were held online. The classes were provided for children to understand Islam and the Quran and also to give spiritual guidance during the COVID19. The classes were held 5 days a week. Children were encouraged to learn the values of Islam and to achieve better cohesion in society. The classes were subsidised to make it easy for every child to attend. Extra classes for girls commenced in the year catering for older girls.

During the year the charity raised funds for the purchase of a building. The title of the building is held by Al Mahad Charitable Trust and is to be used for relevant charitable purposes.

Investment performance

Despite COVID19, the charity realised a 28% return on its investment in unlisted share investments in the year. This exceeded the charity's expectations for the year. Upon review, there are no signs of impairment in the investment and returns should be realised in the future.

FINANCIAL REVIEW

Reserves

It is the policy of the charity that unrestricted funds which have not been designated for a specific use be maintained and grown. From this the trustees plan to undertake further capital projects for the benefit of the charity.

The reserves are to be maintained at a level which would help sustain the charity in the event of no donations being received for a minimum of 1 year. The minimum level has been agreed at £85,000 based on the previous year's expenditure as the current year included non-recurring expenditure.

Financial review

The trustees consider the financial performance by the organisation during the year has been satisfactory.

The Statement of Financial Activities show net outgoing resources for the year of a revenue nature of £179,578 (expenditure) and net realised incoming resources of £716,227 (income). The total reserves at the year end after reserving for unrealised losses stand at £2,429,397.

The trustees are satisfied with the performance of the association during the year and the position at 30 April 2021. The trustees consider that the association is in a strong position and are confident that at this level they would be able to continue the current activities of the association into future

Al Mahadul Islami
Report of the Trustees Continued
For the year ended 30 April 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charitable organisation was founded in December 2012 as an unincorporated association and became a registered charity (no.1150407). The charity is governed by a written constitution adopted by its members.

Recruitment and appointment of trustees

There have to be minimum 3 Trustees appointed and the trustees act as a committee in order to manage the Association. There is no maximum limit of trustees. Every new trustee has to be appointed by a resolution of the trustees passed at a special meeting.

The Land Custodians are referred to as Trustees. The Management committee appoints the Trustees. These trustees act as guardians of all property vested in the name of the association.

The Management Committee are responsible for the day to day running and operational matters. The management committee hold regular monthly meetings to manage the affairs of the association and sub committees are set up to oversee various projects as and when needed.

Most management committee members and trustees are already familiar with the work of the association, having been members of the association since it's founding. Every new committee member/trustee is given a copy of the constitution of the association and advised on the roles and responsibilities of the trustees.

REFERENCE AND ADMINISTRATIVE INFORMATION

Name of Charity	Al Mahadul Islami
Charity registration number	1150407
Principal address	40 Greaves Street Bradford West Yorkshire BD5 7PE

Trustees

The trustees and officers serving during the year and since the year end were as follows:

Ahmed Ali
Feizal Musa
Usman Iqbal

Independent examiners

H Raja Associates
2 Fieldhead Street
Fieldhead Business Centre
Bradford
West Yorkshire
BD7 1LW

Bankers

HSBC Bank
P O Box 45
47 Market Street
Bradford
West Yorkshire
BD1 1LW

Al Mahadul Islami
Report of the Trustees Continued
For the year ended 30 April 2021

Approved by the Board of Trustees and signed on its behalf by

..... 28 February 2022
Feizal Musa

Al Mahadul Islami
Independent Examiners Report to the Trustees
For the year ended 30 April 2021

I report to the trustees on my examination of the accounts of the charity for the year ended 30 April 2021.

Responsibilities and basis of report

As the charity trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the 2011 Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiners statement

Since the Charity's gross income exceeded £250,000, your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination by virtue of my membership of , which is one of the listed bodies.

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 that in any material respect:

1. accounting records were not kept in respect of the Charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the 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 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.

.....

H Raja Associates
2 Fieldhead Street
Fieldhead Business Centre
Bradford
West Yorkshire
BD7 1LW

28 February 2022

Al Mahadul Islami
Statement of Financial Activities
For the year ended 30 April 2021

	Notes	Unrestricted funds £	2020 £
Income and endowments from:			
Donations and legacies	2	537,559	24,823
Charitable activities	3	76,675	95,505
Investments	4	101,993	37,599
Total		716,227	157,927
Expenditure on:			
Raising funds	5	(137,132)	(14,260)
Charitable activities	6/7	(42,446)	(70,435)
Total		(179,578)	(84,695)
Net income		536,649	73,232
Reconciliation of funds			
Total funds brought forward		1,892,748	1,819,516
Total funds carried forward		2,429,397	1,892,748

Al Mahadul Islami
Statement of Financial Position
As at 30 April 2021

	Notes	2021 £	2020 £
Fixed assets			
Tangible assets	13	687,396	469,948
Investments		1,102,500	1,102,500
		1,789,896	1,572,448
Current assets			
Cash at bank and in hand		1,140,147	822,305
		1,140,147	822,305
Creditors: amounts falling due within one year	14	(646)	(2,005)
Net current assets		1,139,501	820,300
Total assets less current liabilities		2,929,397	2,392,748
Creditors: amounts falling due after more than one year	15	(500,000)	(500,000)
Net assets		2,429,397	1,892,748
The funds of the charity			
Unrestricted income funds	16	2,429,397	1,892,748
Total funds		2,429,397	1,892,748

The financial statements were approved and authorised for issue by the Board and signed on its behalf by:

Ahmed Ali
Trustee

28 February 2022

Al Mahadul Islami
Notes to the Financial Statements
For the year ended 30 April 2021

1. Accounting Policies

Basis of accounting

The financial statements have been prepared under the historical cost convention, except for investments which are included at market value and the revaluation of certain fixed assets and in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: 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) (effective 1 January 2019)', Financial Reporting Standard 102 the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), and the Charities Act 2011.

Al Mahadul Islami meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Statement of cash flows

The Trustees have taken advantage of the exemption in SORP FRS 102 from including a cash flow statement in the financial statements on the grounds that the charity is small.

Incoming resources

All incoming resources are included in the statement of financial activities when the Charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Resources expended

Liabilities are recognised as resources expended when there is a legal or constructive obligation committing the Charity to the expenditure:

Allocation and apportionment of costs

Costs are allocated and apportioned to each activity according to the nature of each cost. Direct costs attributable to a single activity are allocated direct to that activity. Shared costs which contribute directly to more than one activity are apportioned between those activities.

Tangible fixed assets

Tangible fixed assets, other than freehold land, are stated at cost or valuation less depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Fixtures and fittings	20% Reducing balance
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Current asset investments

Unlisted Investments are included at cost less impairment.

2. Income from donations and legacies

	2021	2020
	£	£
Unrestricted funds		
Donations received	534,628	24,823
Grants received	2,931	-
	537,559	24,823

Al Mahadul Islami
Notes to the Financial Statements Continued
For the year ended 30 April 2021

3. Income from charitable activities

	2021	2020
	£	£
Unrestricted funds		
<i>Extra Curricular Activities</i>		
Income from charitable activities	76,675	95,505

4. Investment income

	2021	2020
	£	£
Unrestricted funds		
Income from unlisted investments	101,640	35,000
Bank interest receivable	353	2,599
	101,993	37,599
	101,993	37,599

5. Expenditure on generating donations and legacies

	2021	2020
	£	£
Unrestricted funds		
Donations	137,132	14,260
	137,132	14,260
	137,132	14,260

6. Costs of charitable activities by fund type

	2021	2020
	£	£
Unrestricted funds		
Extra Curricular Activities	34,845	56,959
Support costs	7,601	13,476
	42,446	70,435
	42,446	70,435

7. Costs of charitable activities by activity type

	Activities undertaken directly	Support costs	2021	2020
	£	£	£	£
Support costs				
Extra Curricular Activities	34,845	7,601	42,446	70,435

Al Mahadul Islami
Notes to the Financial Statements Continued
For the year ended 30 April 2021

8. Analysis of support costs

	2021	2020
	£	£
Extra Curricular Activities		
Management	713	1,072
IT	69	264
Governance costs	6,819	12,140
	7,601	13,476
	7,601	13,476

9. Net income/(expenditure) for the year

This is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation of owned fixed assets	632	790
Trustees' remuneration	10,902	10,299
	10,902	10,299
	10,902	10,299

10. Staff costs

Total staff costs for the year ended 30 April 2021 were:

	2021	2020
	£	£
Salaries and wages	10,902	10,299
	10,902	10,299
	10,902	10,299

	2021	2020
Employees	1	1
	1	1
	1	1

12. Comparative for the Statement of Financial Activities

The comparative year values on the Statement of Financial Activities are for unrestricted funds.

Al Mahadul Islami
Notes to the Financial Statements Continued
For the year ended 30 April 2021

13. Tangible fixed assets

Cost or valuation	Land and buildings	Equipment	Total
	£	£	£
At 01 May 2020	466,789	4,878	471,668
Additions	218,080	-	218,080
At 30 April 2021	684,869	4,878	689,747
Depreciation			
At 01 May 2020	-	1,719	1,719
Charge for year	-	632	632
At 30 April 2021	-	2,351	2,351
Net book values			
At 30 April 2021	684,869	2,528	687,397
At 30 April 2020	466,789	3,160	469,949

The title of all freehold property is held by Al Mahad Charitable Trust.

14. Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	137	770
Other creditors	509	1,235
	646	2,005

15. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Other creditors	500,000	500,000
	500,000	500,000

16. Movement in funds

Unrestricted Funds

	Balance at 01/05/2020	Incoming resources	Outgoing resources	Balance at 30/04/2021
	£	£	£	£
<i>General</i>				
General	1,892,748	716,227	(179,578)	2,429,397
	1,892,748	716,227	(179,578)	2,429,397

Al Mahadul Islami
Notes to the Financial Statements Continued
For the year ended 30 April 2021

Unrestricted Funds - Previous year

	Balance at 01/05/2019 £	Incoming resources £	Outgoing resources £	Balance at 30/04/2020 £
<i>General</i>				
General	1,819,516	157,927	(84,695)	1,892,748
	1,819,516	157,927	(84,695)	1,892,748

Purpose of unrestricted Funds

General

General unrestricted funds are to be maintained and grown from which future capital projects can be undertaken.

17. Analysis of net assets between funds

	Tangible fixed assets £	Investments £	Net current assets / (liabilities) £	Creditors > one year £	Net Assets £
Unrestricted funds					
<i>General</i>					
General	687,396	1,102,500	1,139,501	(500,000)	2,429,397
	687,396	1,102,500	1,139,501	(500,000)	2,429,397

Previous year

	Tangible fixed assets £	Investments £	Net current assets / (liabilities) £	Creditors > one year £	Net Assets £
Unrestricted funds					
<i>General</i>					
General	469,948	1,102,500	820,300	(500,000)	1,892,748
	469,948	1,102,500	820,300	(500,000)	1,892,748

Al Mahadul Islami
Detailed Statement of Financial Activities
For the year ended 30 April 2021

	2021	2020
	£	£
INCOME AND ENDOWMENT		
Donations and legacies		
Donations	534,628	24,823
Grants receivable	2,931	-
	537,559	24,823
Charitable activities		
Income from charitable activities	76,675	95,505
	76,675	95,505
Investments		
Income from unlisted investments	101,640	35,000
Bank interest receivable	353	2,599
	101,993	37,599
Total incoming resources	716,227	157,927
EXPENDITURE		
Raising donations and legacies		
Donations	(137,132)	(14,260)
	(137,132)	(14,260)
Charitable activities		
Cost of direct charitable activity	(34,845)	(56,959)
	(34,845)	(56,959)
SUPPORT COSTS		
Management		
Management	(713)	(1,072)
	(713)	(1,072)
IT		
IT	(69)	(264)
	(69)	(264)
Governance costs		
Governance costs	(6,819)	(12,140)
	(6,819)	(12,140)
Total resources expended	(179,578)	(84,695)
Net Income	536,649	73,232