

Report of the Trustees and  
Unaudited Financial Statements for the Year Ended 31 March 2021  
for  
Khidmah Academy

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for the Year Ended 31 March 2021

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**TRUSTEES**

Shah Munim Trustee  
Jahangir Alam Trustee  
Moulvi L Rahman Trustee  
Muhammed G Kibria Trustee

**PRINCIPAL ADDRESS**

47 Vicarage Lane  
London  
E15 4HG

**REGISTERED CHARITY  
NUMBER**

1117268

**INDEPENDENT EXAMINER**

Quilfords Limited  
Chartered Certified Accountants  
113 Romford Road  
London  
E15 4LY

The trustees present their report with the financial statements of the charity for the year ended 31 March 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 Republic of Ireland (FRS 102) (effective 1 January 2019).

## **OBJECTIVES AND ACTIVITIES**

### **Objectives and aims**

The main objectives of the organisation are as follows:

1. Providing cultural & religious activities through evening & other classes
2. Providing other regular religious activities

## **FINANCIAL REVIEW**

### **Funds**

The charity received donations and income totalling £168,665 (2020: £88,559). After payments of outgoing expenses totalling £48,176 (2020: £73,754), the charity was left with a surplus of £120,489 (2020: £14,805) for the year.

## **STRUCTURE, GOVERNANCE AND MANAGEMENT**

### **Governing document**

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Approved by order of the board of trustees on 28 January 2022 and signed on its behalf by:

  
\_\_\_\_\_

Shah Munim - Trustee

**Independent examiner's report to the trustees of Khidmah Academy**

I report to the charity trustees on my examination of the accounts of Khidmah Academy (the Trust) for the year ended 31 March 2021.

**Responsibilities and basis of report**

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

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

**Independent examiner's statement**

I have completed my examination. I confirm that no material 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 Trust as required by section 130 of the 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.



Askir Ali  
Quilfords Limited  
Chartered Certified Accountants  
113 Romford Road  
London  
E15 4LY

28 January 2022

Statement of Financial Activities  
for the Year Ended 31 March 2021

	Notes	31.3.21 Unrestricted fund £	31.3.20 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies		154,215	68,714
Other trading activities	2	5,245	9,395
Investment income	3	<u>9,205</u>	<u>10,450</u>
<b>Total</b>		168,665	88,559
<b>EXPENDITURE ON</b>			
Raising funds	4	<u>48,176</u>	<u>73,754</u>
<b>NET INCOME</b>		120,489	14,805
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>		<u>45,113</u>	<u>30,308</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>165,602</u></u>	<u><u>45,113</u></u>

Balance Sheet  
31 March 2021

	Notes	31.3.21 Unrestricted fund £	31.3.20 Total funds £
<b>FIXED ASSETS</b>			
Tangible assets	7	469,205	4,088
<b>CURRENT ASSETS</b>			
Cash at bank and in hand		56,195	41,025
<b>NET CURRENT ASSETS</b>		<u>56,195</u>	<u>41,025</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		525,400	45,113
<b>CREDITORS</b>			
Amounts falling due after more than one year	8	(359,798)	-
<b>NET ASSETS</b>		<u>165,602</u>	<u>45,113</u>
<b>FUNDS</b>	10		
Unrestricted funds		<u>165,602</u>	<u>45,113</u>
<b>TOTAL FUNDS</b>		<u>165,602</u>	<u>45,113</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 28 January 2022 and were signed on its behalf by:



Shah Munim - Trustee



Moulvi L Rahman - Trustee

## **1. ACCOUNTING POLICIES**

### **Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared 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' and the Charities Act 2011. 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.

### **Taxation**

The charity is exempt from 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.



Notes to the Financial Statements - continued  
for the Year Ended 31 March 2021

**2. OTHER TRADING ACTIVITIES**

	31.3.21	31.3.20
	£	£
Tuition fees	4,705	8,905
Nikah	<u>540</u>	<u>490</u>
	<u>5,245</u>	<u>9,395</u>

**3. INVESTMENT INCOME**

	31.3.21	31.3.20
	£	£
Rents received	<u>9,205</u>	<u>10,450</u>

**4. RAISING FUNDS**

**Raising donations and legacies**

	31.3.21	31.3.20
	£	£
Support costs	<u>48,176</u>	<u>73,754</u>

**5. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2021 nor for the year ended 31 March 2020.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2021 nor for the year ended 31 March 2020.

**6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted fund £
<b>INCOME AND ENDOWMENTS FROM</b>	
Donations and legacies	68,714
Other trading activities	9,395
Investment income	<u>10,450</u>
<b>Total</b>	88,559
 <b>EXPENDITURE ON</b>	
Raising funds	<u>73,754</u>
 <b>NET INCOME</b>	14,805

**6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued**

Unrestricted  
fund  
£

**RECONCILIATION OF FUNDS**

**Total funds brought forward** 30,308

**TOTAL FUNDS CARRIED  
FORWARD**

45,113

**7. TANGIBLE FIXED ASSETS**

	Freehold property £	Fixtures and fittings £	Totals £
<b>COST</b>			
At 1 April 2020	-	5,110	5,110
Additions	<u>466,139</u>	<u>-</u>	<u>466,139</u>
At 31 March 2021	<u>466,139</u>	<u>5,110</u>	<u>471,249</u>
<b>DEPRECIATION</b>			
At 1 April 2020	-	1,022	1,022
Charge for year	<u>-</u>	<u>1,022</u>	<u>1,022</u>
At 31 March 2021	<u>-</u>	<u>2,044</u>	<u>2,044</u>
<b>NET BOOK VALUE</b>			
At 31 March 2021	<u>466,139</u>	<u>3,066</u>	<u>469,205</u>
At 31 March 2020	<u>-</u>	<u>4,088</u>	<u>4,088</u>

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2021

**8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.3.21	31.3.20
	£	£
Bank loans (see note 9)	50,000	-
Other creditors	<u>309,798</u>	<u>-</u>
	<u>359,798</u>	<u>-</u>

**9. LOANS**

An analysis of the maturity of loans is given below:

	31.3.21	31.3.20
	£	£
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>50,000</u>	<u>-</u>

**10. MOVEMENT IN FUNDS**

	At 1.4.20	Net movement in funds	At 31.3.21
	£	£	£
<b>Unrestricted funds</b>			
General fund	45,113	120,489	165,602
	<u>45,113</u>	<u>120,489</u>	<u>165,602</u>
<b>TOTAL FUNDS</b>	<u>45,113</u>	<u>120,489</u>	<u>165,602</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
<b>Unrestricted funds</b>			
General fund	168,665	(48,176)	120,489
	<u>168,665</u>	<u>(48,176)</u>	<u>120,489</u>
<b>TOTAL FUNDS</b>	<u>168,665</u>	<u>(48,176)</u>	<u>120,489</u>

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2021

**10. MOVEMENT IN FUNDS - continued**

**Comparatives for movement in funds**

	At 1.4.19 £	Net movement in funds £	At 31.3.20 £
<b>Unrestricted funds</b>			
General fund	30,308	14,805	45,113
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>30,308</u>	<u>14,805</u>	<u>45,113</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	88,559	(73,754)	14,805
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>88,559</u>	<u>(73,754)</u>	<u>14,805</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.19 £	Net movement in funds £	At 31.3.21 £
<b>Unrestricted funds</b>			
General fund	30,308	135,294	165,602
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>30,308</u>	<u>135,294</u>	<u>165,602</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	257,224	(121,930)	135,294
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>257,224</u>	<u>(121,930)</u>	<u>135,294</u>

**11. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 March 2021.

Detailed Statement of Financial Activities  
for the Year Ended 31 March 2021

	31.3.21 £	31.3.20 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	128,692	68,714
Zakat	800	-
Job retention scheme grant	14,723	-
Business rates grant	<u>10,000</u>	<u>-</u>
	154,215	68,714
<b>Other trading activities</b>		
Tuition fees	4,705	8,905
Nikah	<u>540</u>	<u>490</u>
	5,245	9,395
<b>Investment income</b>		
Rents received	<u>9,205</u>	<u>10,450</u>
<b>Total incoming resources</b>	168,665	88,559
<b>EXPENDITURE</b>		
<b>Support costs</b>		
<b>Management</b>		
Wages	12,033	25,800
<b>Finance</b>		
Card machine charges	1,369	-
<b>Other</b>		
Rates	-	1,812
Light and heat	2,251	3,043
Telephone	493	291
Sundries	-	2,799
Rent	5,000	24,000
Repairs and maintenance	5,839	11,738
Council tax	1,076	1,036
Advertising	-	1,913
Subcontractor	15,757	-
Website costs	300	-
Fixtures and fittings	<u>1,022</u>	<u>1,022</u>
	31,738	47,654

Detailed Statement of Financial Activities  
for the Year Ended 31 March 2021

	31.3.21 £	31.3.20 £
<b>Other</b>		
<b>Governance costs</b>		
Accountancy and legal fees	<u>3,036</u>	<u>300</u>
Total resources expended	<u>48,176</u>	<u>73,754</u>
<b>Net income</b>	<u><u>120,489</u></u>	<u><u>14,805</u></u>