

Charity Registration No. 1162811

Company Registration No. 07822028 (England and Wales)

NORTH ILFORD COMMUNITY CENTRE LTD
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 2018

NORTH ILFORD COMMUNITY CENTRE LTD

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr R Patel Mr M Firoz Mr A Patel Mr S Ahmed Mr A Ugradar
Charity number	1162811
Company number	07822028
Registered office	C/O Whitmore Law LLP 10 Cameron Road Seven Kings Ilford Essex United Kingdom IG3 8LA
Independent examiner	Vision Consulting Accountants Limited The Gherkin Building 28th Floor 30 St. Mary Axe London United Kingdom EC3A 8EP

NORTH ILFORD COMMUNITY CENTRE LTD

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NORTH ILFORD COMMUNITY CENTRE LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 OCTOBER 2018

The Trustees present their report and financial statements for the year ended 31 October 2018.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's governing document, the Companies Act 2006 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005.

Objectives and activities

The principal activity of the Charity continued to be that of an established mosque and a religious school.

The Charity's purposes as set out in the objects contained in the Company's Memorandum of Association are to:

- advance the faith and practices of Islam;
- advance education and training of the teachings of Islam for the public benefit;
- relieve or prevent poverty, sickness, distress and suffering irrespective of nationality, race, ethnic origin and religious beliefs;
- establish and administer a mosque, madrassah, recreational and educational facilities; and
- assist Muslims in complying with the tenets of Islam.
- economic and social development of the community

The strategies used to meet these objectives included:

- providing a place of worship for congregational five daily prayers;
- providing facilities and teachers; and
- collecting funds from the congregation to donate to good causes.

The Trustees have paid due regard to guidance issued by The Charity Commission in deciding what activities the Charity should undertake.

Use of volunteers

The Charity encourages all members of the Mosque and community to be involved in voluntary services and to share the skills they have acquired in their life with others.

All those volunteers working with projects involving children or other vulnerable groups undergo mandatory DBS checks.

Achievements and performance

The Charity continued to provide the facilities of the Mosque for the performance of prayers, worship and madrassah to the local community. The Trustees are satisfied with the overall performance of the Charity.

The Charity also continued fund raising activities for the extension and running of the Mosque and Madrassah. The Trustees agree that fund-raising programs should be more focused in order to bring in additional donations.

Financial review

During the year the Charity raised donations of £46,695 (2017: £60,875) for the extension of the Mosque.

The Charity also raised £14,180 (2017: £10,765) for the running of the Mosque.

Reserves policy

It is the policy of the Charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The Trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the Charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The Trustees have assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate such exposure.

NORTH ILFORD COMMUNITY CENTRE LTD

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 31 OCTOBER 2018**

Plans for future

The Charity intends to complete the extension of the Mosque to increase the capacity of the Prayer hall and the Madrassah.

The Trustees also plan to continue holding a series of events inviting visiting Imams to the Mosque who can share their learning and understanding of Islam and teaching of Quran with the community.

Structure, governance and management

The Charity is a registered charity and a company limited by guarantee without having any share capital.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr R Patel

Mr M Firoz

Mr A Patel

Mr S Ahmed

Mr A Ugradar

The Directors of the Company are charity trustees for the purpose of charity law and are also members under the company's Articles of Association. Under the Memorandum and Articles of Association the Charity may appoint by ordinary resolution additional directors. All members gave their time voluntarily and received no benefits from the charity.

Recruitment and appointment of trustees

New trustees are appointed by members of the Charity at an AGM or at a committee meeting.

Induction and training of trustees

New trustees are briefed on their legal obligations under the Charity Law, objectives, policies, procedures and financial performance of the Charity. New trustees also meet key employees and other trustees. Trustees are encouraged to attend appropriate external training events which will facilitate the undertaking of their role.

The Trustees' report was approved by the Board of Trustees.



Mr R Patel

Trustee

Dated: 9 January 2020

NORTH ILFORD COMMUNITY CENTRE LTD

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF NORTH ILFORD COMMUNITY CENTRE LTD

I report to the Trustees on my examination of the financial statements of North Ilford Community Centre Ltd (the Charity) for the year ended 31 October 2018.

Responsibilities and basis of report

As the Trustees of the Charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the Charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the Charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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 financial statements to be reached.



Vision Consulting Accountants Limited

Ghulam Alahi
FCA
The Gherkin Building
28th Floor
30 St. Mary Axe
London
EC3A 8EP
United Kingdom

Dated: 9 January 2020

NORTH ILFORD COMMUNITY CENTRE LTD

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 OCTOBER 2018

	Notes	Unrestricted funds 2018 £	Restricted funds 2018 £	Total 2018 £	Total 2017 £
<u>Income from:</u>					
Donations and legacies	3	14,180	46,695	60,875	76,386
<u>Expenditure on:</u>					
Charitable activities	4	15,904	-	15,904	13,409
Net (outgoing)/incoming resources before transfers		(1,724)	46,695	44,971	62,977
Gross transfers between funds		33,906	(33,906)	-	-
Net income for the year/ Net movement in funds		32,182	12,789	44,971	62,977
Fund balances at 1 November 2017		95,331	1,479	96,810	33,833
Fund balances at 31 October 2018		127,513	14,268	141,781	96,810

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

NORTH ILFORD COMMUNITY CENTRE LTD

BALANCE SHEET

AS AT 31 OCTOBER 2018

	Notes	2018 £	£	2017 £	£
Fixed assets					
Tangible assets	9		468,592		434,686
Current assets					
Debtors	10	139		-	
Cash at bank and in hand		13,620		2,192	
		<u>13,759</u>		<u>2,192</u>	
Creditors: amounts falling due within one year	11	<u>(340,570)</u>		<u>(340,068)</u>	
Net current liabilities			<u>(326,811)</u>		<u>(337,876)</u>
Total assets less current liabilities			<u>141,781</u>		<u>96,810</u>
Income funds					
Restricted funds	12	14,268		1,479	
Unrestricted funds		127,513		95,331	
		<u>141,781</u>		<u>96,810</u>	

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 October 2018.

The Trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 9 January 2020


Mr R Patel
Trustee

Company Registration No. 07822028

NORTH ILFORD COMMUNITY CENTRE LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2018

1 Accounting policies

Charity information

North Ilford Community Centre Ltd is a private company limited by guarantee incorporated in England and Wales. The registered office is C/O Whitmore Law LLP, 10 Cameron Road, Seven Kings, Ilford, Essex, IG3 8LA, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's [governing document], the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2016). The Charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts.

1.4 Incoming resources

Income is recognised when the Charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the Charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

NORTH ILFORD COMMUNITY CENTRE LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 OCTOBER 2018

1 Accounting policies

(Continued)

1.5 Resources expended

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 settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life.

Land and buildings

Nil

Freehold land is not depreciated but is subject to annual impairment review. The residual value of the building at the end of its estimated useful life is estimated to be higher than the carrying value, therefore the depreciation charge on building is nil.

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, and whenever there is an indication that the asset may be impaired.

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

NORTH ILFORD COMMUNITY CENTRE LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 OCTOBER 2018**

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

NORTH ILFORD COMMUNITY CENTRE LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2018

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Total
	2018 £	2018 £	2018 £	2017 £
Donations and gifts	14,180	46,695	60,875	76,386
For the year ended 31 October 2017	10,765	65,621		76,386

4 Charitable activities

	2018 £	2017 £
Share of governance costs (see note 5)	15,904	13,409

5 Support costs

	Support costs £	Governance costs £	2018 £	2017 £
Staff costs	-	10,559	10,559	10,385
Independent examiner fees	-	500	500	500
Rates	-	601	601	445
Light and heat	-	2,064	2,064	949
Insurance	-	860	860	1,015
Bank charges	-	98	98	107
Pension expense	-	72	72	8
	-	15,904	15,904	13,409
Analysed between Charitable activities	-	15,904	15,904	13,409

Governance costs includes payments to independent examiner of £500 (2017- £500).

6 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the Charity during the year.

NORTH ILFORD COMMUNITY CENTRE LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2018

7 Employees

Number of employees

The average monthly number of employees during the year was:

2018 Number	2017 Number
1	1

Employment costs

£ £

Wages and salaries

10,559 10,385

8 Financial instruments

2018 2017
£ £

Carrying amount of financial assets

Measured at amortised cost

13,620 2,192

Carrying amount of financial liabilities

Measured at amortised cost

340,409 339,999

9 Tangible fixed assets

Land and buildings
£

Cost

At 1 November 2017

434,686

Additions

33,906

At 31 October 2018

468,592

Carrying amount

At 31 October 2018

468,592

At 31 October 2017

434,686

10 Debtors

2018 2017
£ £

Amounts falling due within one year:

Prepayments and accrued income

139

NORTH ILFORD COMMUNITY CENTRE LTD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 OCTOBER 2018

11 Creditors: amounts falling due within one year

	2018 £	2017 £
Other taxation and social security	161	69
Other creditors	340,409	339,999
	<u>340,570</u>	<u>340,068</u>

12 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds		
	Balance at 1 November 2017 £	Incoming resources £	Resources expended 31 October 2018 £
Building extension	1,479	46,695	(33,906)
	<u>1,479</u>	<u>46,695</u>	<u>14,268</u>

13 Analysis of net assets between funds

	Resources expended 2018 £	Restricted funds 2018 £	Total 2018 £	Total 2017 £
Fund balances at 31 October 2018 are represented by:				
Tangible assets	468,592	-	468,592	434,686
Current assets/(liabilities)	(326,811)	-	(326,811)	(337,876)
	<u>141,781</u>	<u>-</u>	<u>141,781</u>	<u>96,810</u>