

Muslim Institute Trust Ltd

Charity No. 1137088

Company No. 07258525

Trustees' Report and Unaudited Accounts

Year ended
30 June 2022

	Pages
Reference and Administrative Details	2
Strategic Report	3
Trustees' Annual Report	4
Statement of Trustees Responsibilities	5
Independent Examiner's Report	6
Statement of Financial Activities	7
Summary Income and Expenditure Account	8
Balance Sheet	9
Notes to the Accounts	10 to 16
Detailed Statement of Financial Activities	17 to 18

Muslim Institute Trust Ltd

Reference and Administrative Details

Trustees	H. Mahamdallie	
	H. Hussain	(Ceased to be Trustee effective from 05/02/2023)
	A. Siddiqui	
	A. Barkatullah	
	E. Masood	(Ceased to be Trustee effective from 26/01/2023)
	F.M. Ashrif	(Ceased to be Trustee effective from 26/01/2023)
	Z. Sardar	
	S.H.K. Ghauri	
	U. Ali	(Ceased to be Trustee effective from 26/01/2023)
	M. Shamim	(Appointed on 11/10/2022)
	S.A.M. Naguib	(Appointed on 08/02/2023)
Principal Office	Canopi	
	7 - 14 Great Dover Street	
	London	
	SE1 4YR	
	The charity is incorporated in United Kingdom	
Company Registration Number	07258525	
Charity Registration Number	1137088	
Independent Examiner	Incisive Accounting Limited	
	52 Grosvenor Gardens	
	London	
	SW1W 0AU	

Muslim Institute Trust Ltd
Strategic Report

The trustees, who are directors for the purposes of company law, present their strategic report for the year ended 30 June 2022, in compliance with s414C of the Companies Act 2006.

The strategic report was approved by the trustees of the charity on 03 March 2023 and signed on its behalf by:

A handwritten signature in blue ink, appearing to read 'A. Barkatullah', is written over a light blue rectangular background.

.....
A. Barkatullah
Trustee

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 30 June 2022.

Objectives and activities

Objects and aims

The objectives of the Charity is to explore, debate and discuss the pressing intellectual problems and issues facing British Muslim communities and wider society; encourage and support the pursuit of excellence in knowledge and thought as an agent of positive change; and provide an intellectual space where problems and issues can be discussed from multiple perspectives.

Trust Framework

The Trust has continued to provide an open space where issues of plurality, equality and tolerance can be discussed openly and frankly with emphasis on intellectual rigour. It has continued to support the publication of the quarterly Critical Muslim, organise the annual winter gathering and the prestigious annual Ibn Rushd lecture, and to hold regular conferences, seminars and discussion groups involving academics, writers and activists on a range of important issues. During the Covid-19 lockdown, many of our activities moved online.

Prospects

The trust's future remains bright, its activities are considerable. Critical Muslim is now regarded as a major, prestigious publication that has acquired an international reputation for its innovative content. Attendance at its annual Winter Gathering and lectures are much coveted. Its contribution in debate and dialogue on community issues is being recognised and the Trust is emerging as a point of contact on issues relating to the Muslim communities.

The Trustees have maintained the integrity and good name of the Trust. They continue to use excess rental income and fellowship fees to maintain their activities.

The annual report was approved by the trustees of the charity on 03 March 2023 and signed on its behalf by:



.....
A. Barkatullah
Trustee

The trustees (who are also the directors of Muslim Institute Trust Ltd for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on 03 March 2023 and signed on its behalf by:



.....
A. Barkatullah
Trustee

Independent Examiner's Report to the trustees of Muslim Institute Trust Ltd

I report to the charity trustees on my examination of the financial statements of Muslim Institute Trust Ltd for the year ended 30 June 2022 which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet and the related notes.

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 your charity's financial statements as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the 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 can confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that:

- accounting records were not kept in accordance with section 386 of the 2006 Act ; or
- the financial statements do not accord with those records; or
- the financial statements do not comply with the accounting requirements under section 396 of the 2006 Act other than any requirement that the financial statements give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- the financial statements have not been prepared in accordance with the Charities SORP (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.



Yasar Khan (ACA)
Incisive Accounting Limited
52 Grosvenor Gardens
London
SW1W 0AU
03 March 2023

Muslim Institute Trust Ltd
Statement of Financial Activities
for the year ended 30 June 2022

		Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
	Notes			
Income and endowments from:				
Donations and legacies	4	6,516	6,516	9,419
Investments	5	94,579	94,579	81,961
Total		101,095	101,095	91,380
Expenditure on:				
Charitable activities	6	85,594	85,594	59,594
Other	7	41,706	41,706	27,779
Total		127,300	127,300	87,373
Net gains on investments		-	-	-
Net (expenditure)/income	8	(26,205)	(26,205)	4,007
Transfers between funds		-	-	-
Net (expenditure)/income before other gains/(losses)		(26,205)	(26,205)	4,007
Other gains and losses				
Net movement in funds		(26,205)	(26,205)	4,007
Reconciliation of funds:				
Total funds brought forward		1,998,289	1,998,289	1,994,282
Total funds carried forward		1,972,084	1,972,084	1,998,289

Muslim Institute Trust Ltd
Summary Income and Expenditure Account
for the year ended 30 June 2022

	2022 £	2021 £
Income	6,516	9,419
Interest and investment income	94,579	81,961
Gross income for the year	<u>101,095</u>	<u>91,380</u>
Expenditure	127,300	86,904
Depreciation and charges for impairment of fixed assets	-	469
Total expenditure for the year	<u>127,300</u>	<u>87,373</u>
Net (expenditure)/income before tax for the year	(26,205)	4,007
Net (expenditure)/income for the year	<u>(26,205)</u>	<u>4,007</u>

Muslim Institute Trust Ltd

Balance Sheet

at 30 June 2022

Company No. 07258525	Notes	2022 £	2021 £
Fixed assets			
Tangible assets	10	1,775,660	1,777,066
		<u>1,775,660</u>	<u>1,777,066</u>
Current assets			
Debtors	11	6,598	-
Cash at bank and in hand		197,742	224,152
		<u>204,340</u>	<u>224,152</u>
Creditors: Amount falling due within one year	12	(7,916)	(2,929)
Net current assets		<u>196,424</u>	<u>221,223</u>
Total assets less current liabilities		<u>1,972,084</u>	<u>1,998,289</u>
Net assets excluding pension asset or liability		<u>1,972,084</u>	<u>1,998,289</u>
Total net assets		<u><u>1,972,084</u></u>	<u><u>1,998,289</u></u>
The funds of the charity			
Restricted funds	13		
Unrestricted funds	13		
General funds		1,972,084	1,998,289
		<u>1,972,084</u>	<u>1,998,289</u>
Reserves	13		
Total funds		<u><u>1,972,084</u></u>	<u><u>1,998,289</u></u>

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

For the year ended 30 June 2022 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

Approved by the board on 03 March 2023

And signed on its behalf by:

A. Barkatullah
Trustee
03 March 2023



1 Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with 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 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

Fund accounting

Unrestricted funds	These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.
Designated funds	These are unrestricted funds earmarked by the trustees for particular purposes.
Revaluation funds	These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.
Restricted funds	These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

Income

Recognition of income	Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.
-----------------------	---

Income with related expenditure	Where income has related expenditure the income and related expenditure is reported gross in the SoFA.
---------------------------------	--

Donations and legacies	Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.
------------------------	--

Tax reclaims on donations and gifts	Income from tax reclaims is included in the SoFA at the same time as the gift/donation to which it relates.
-------------------------------------	---

Donated services and facilities	These are only included in income (with an equivalent amount in expenditure) where the benefit to the Charity is reasonably quantifiable, measurable and material.
---------------------------------	--

Volunteer help	The value of any volunteer help received is not included in the accounts.
----------------	---

Investment income	This is included in the accounts when receivable.
-------------------	---

Gains/(losses) on revaluation of fixed assets	This includes any gain or loss resulting from revaluing investments to market value at the end of the year.
---	---

Gains/(losses) on investment assets	This includes any gain or loss on the sale of investments.
-------------------------------------	--

Expenditure

Recognition of expenditure	Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	These comprise the costs incurred by the Charity in the delivery of its activities and services in the furtherance of its objects, including the making of grants and governance costs.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include those costs associated with meeting the constitutional and statutory requirements of the Charity, including any audit/independent examination fees, costs linked to the strategic management of the Charity, together with a share of other administration costs.
Other expenditure	These are support costs not allocated to a particular activity.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Tangible fixed assets and depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Furniture & fixtures	25% Reducing
----------------------	--------------

Freehold investment property

Investment properties are measured initially at cost and subsequently at fair value at each balance sheet date and are not depreciated. All gains or losses are taken to the Statement of Financial Activities as they arise.

Stocks

Stock is included at the lower of cost or net realisable value. Donated items of stock are recognised at fair value which is the amount the charity would have been willing to pay for the items on the open market.

Trade and other debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

Trade and other creditors

Short term creditors are measured at the transaction price. Other creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Monetary assets and liabilities denominated in currencies other than the functional currency of the charity are translated at the rates of exchange prevailing at the end of the reporting period.

Transactions in currencies other than the functional currency of the charity are recorded at the rate of exchange on the date that the transaction occurred.

All exchange differences are taken into account in arriving at net income/expenditure.

Leased assets

Where the charity enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease.

Leases which do not transfer substantially all the risks and rewards of ownership to charity are classified as operating leases.

Assets held under finance leases are initially recognised as assets of the charity at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet date as a finance lease obligation. Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the charity's policy on borrowing costs.

Assets held under finance leases are depreciated in the same way as owned assets.

Operating lease payments are recognised as an expense on a straight-line basis over the lease term. In the event that lease incentives are received to enter into operating leases, such incentives are recognised as a liability. The aggregate benefit of incentives is recognised as a reduction of rental expense on a straight-line basis.

Pension costs

The charity operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payments obligations. The contributions are recognised as expenses when they fall due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

Receipt of donated goods, facilities and services

All donated goods, facilities and services received are recognised within incoming resources and expenditure at an estimate of the value to the charity.

2 Company status

The company is a private company limited by guarantee and consequently does not have share capital.

3 Statement of Financial Activities - prior year

	Unrestricted funds 2021 £	Total funds 2021 £
Income and endowments from:		
Donations and legacies	9,419	9,419
Investments	81,961	81,961
Total	<u>91,380</u>	<u>91,380</u>
Expenditure on:		
Charitable activities	42,494	42,494
Other	44,879	44,879
Total	<u>87,373</u>	<u>87,373</u>
Net income	<u>4,007</u>	<u>4,007</u>
Net income before other gains/(losses)	4,007	4,007
Other gains and losses:		
Net movement in funds	<u>4,007</u>	<u>4,007</u>
Reconciliation of funds:		
Total funds brought forward	1,994,282	1,994,282
Total funds carried forward	<u>1,998,289</u>	<u>1,998,289</u>

4 Income from donations and legacies

	Unrestricted	Total 2022	Total 2021
	£	£	£
Voluntary income	6,516	6,516	9,419
	<u>6,516</u>	<u>6,516</u>	<u>9,419</u>

5 Income from investments

	Unrestricted	Total 2022	Total 2021
	£	£	£
Rental income	94,579	94,579	81,961
	<u>94,579</u>	<u>94,579</u>	<u>81,961</u>

6 Expenditure on charitable activities

	Unrestricted	Total 2022	Total 2021
	£	£	£
<i>Expenditure on charitable activities</i>			
Speaker and events	16,205	16,205	2,483
Wages and salaries	37,791	37,791	36,539
Staff pensions	794	794	617
Contribution to Critical Muslim publication	26,117	26,117	17,100
<i>Governance costs</i>			
Independent examiner fees	1,632	1,632	1,200
Legal and professional	3,004	3,004	1,608
Bank charges	51	51	47
	<u>85,594</u>	<u>85,594</u>	<u>59,594</u>

7 Other expenditure

	Unrestricted	Total 2022	Total 2021
	£	£	£
Premises costs	40,778	40,778	25,944
Amortisation, depreciation, impairment, profit/loss on disposal of fixed assets	-	-	469
General administrative costs	928	928	1,366
	<u>41,706</u>	<u>41,706</u>	<u>27,779</u>

8 Net (expenditure)/income before transfers

	2022	2021
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	-	469

9 Staff costs

No employee received emoluments in excess of £60,000.

10 Tangible fixed assets

	Land and buildings	Land and building	Furniture & fixtures	Total
	£	£	£	£
Cost or revaluation				
At 1 July 2021	1,775,660	-	2,500	1,778,160
Disposals	-	-	(2,500)	(2,500)
At 30 June 2022	<u>1,775,660</u>	<u>-</u>	<u>-</u>	<u>1,775,660</u>
Depreciation and impairment				
At 1 July 2021	-	-	1,094	1,094
Disposals	-	-	(1,094)	(1,094)
At 30 June 2022	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net book values				
At 30 June 2022	<u>1,775,660</u>	<u>-</u>	<u>-</u>	<u>1,775,660</u>
At 30 June 2021	<u>1,775,660</u>	<u>-</u>	<u>1,406</u>	<u>1,777,066</u>

11 Debtors

	2022	2021
	£	£
Other debtors	6,598	-
	<u>6,598</u>	<u>-</u>

12 Creditors:

amounts falling due within one year

	2022	2021
	£	£
Other taxes and social security	-	1,729
Other creditors	7,916	1,200
	<u>7,916</u>	<u>2,929</u>

13 Movement in funds

	At 1 July 2021	Incoming resources (including other gains/losses)	Resources expended	At 30 June 2022
	£	£	£	£
Restricted funds:				
Unrestricted funds:				
General funds	1,998,289	101,095	(127,300)	1,972,084
Total funds	<u>1,998,289</u>	<u>101,095</u>	<u>(127,300)</u>	<u>1,972,084</u>

14 Analysis of net assets between funds

	Unrestricted funds	Total
	£	£
Fixed assets	1,775,660	1,775,660
Net current assets	196,424	196,424
	<u>1,972,084</u>	<u>1,972,084</u>

15 Reconciliation of net debt

	At 1 July 2021	Cash flows	At 30 June 2022
	£	£	£
Cash and cash equivalents	224,152	(26,410)	197,742
	<u>224,152</u>	<u>(26,410)</u>	<u>197,742</u>
Net debt	<u>224,152</u>	<u>(26,410)</u>	<u>197,742</u>

16 Related party disclosures

Controlling party

The company is limited by guarantee and has no share capital; thus no single party controls the company.