

**Charity number: 1146363**

**AL - MAHDI FOUNDATION**

**Trustees' report and financial statements**

**for the year ended 31 March 2016**

# AL - MAHDI FOUNDATION

## Contents

	<b>Page</b>
Legal and administrative information	<b>1</b>
Trustees report	<b>2 - 3</b>
Independent examiners' report	<b>4</b>
Statement of financial activities	<b>5</b>
Income and expenditure account	<b>6</b>
	<b>7</b>
Balance sheet	<b>8</b>
Notes to the financial statements	<b>9 - 12</b>

## **AL - MAHDI FOUNDATION**

### **Legal and administrative information**

<b>Charity number</b>	1146363
<b>Business address</b>	ST JOHNS WORKS FERN STREET BURY LANCS BL9 5BP
<b>Trustees</b>	SAQEB RAZA Afazal Hussain BASHIR HUSSAIN KAFAIT HUSSAIN ABID HUSSAIN
<b>Secretary</b>	Afazal Hussain
<b>Accountants</b>	M SALIM & CO 51 LORD STREET MANCHESTER M3 1HE
<b>Bankers</b>	HSBC PLC SILVER STREET BURY

## **AL - MAHDI FOUNDATION**

### **Report of the trustees for the year ended 31 March 2016**

The trustees present their report and the financial statements for the year ended 31 March 2016. The trustees who served during the year and up to the date of this report are set out on page 1.

#### **Structure, governance and management**

Al-Mahdi foundation is registered with the charity commission. It is governed by Charity Commission requirements and is managed by the Trustees.

#### **Objectives and activities**

##### *REFURBISHMENT*

During the year building repairs have continued

##### *COMMEMORATED MONTH OF MUHARAM*

give food to elderly, women and children. Special educational and spiritual lectures were held.

##### *CELEBRATION OF MONTH OF RAMADAN*

Extended prayers and spiritual lectures were arranged daily and fast opening was arranged in full month of ramadan

##### *FUTURE PLANS*

Future plans are to expand the hall so learning classes can take place for ladies and children.

#### **Achievements and performance**

Charity is meeting all objectives set and is taking steps to ensure long term survival and sustainability.

#### **Financial review**

Detailed statement of financial activities set out on page 14 and 15.

#### **Statement of trustees' responsibilities**

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of charity and of the incoming resources and application of resources of the charity for that year. In preparing these financial statements the trustees are required to:

- select suitable accounting policies and then 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 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 enable them to ensure that the financial statements comply with the Charities Act 1993 and the Charity (Accounts and Reports) Regulations 2008. They 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

**AL - MAHDI FOUNDATION**

**Report of the trustees  
for the year ended 31 March 2016**

On behalf of the board

Afazal Hussain  
**Secretary**

## **AL - MAHDI FOUNDATION**

### **Independent examiner's report to the trustees on the unaudited financial statements of AL - MAHDI FOUNDATION.**

I report on the accounts of AL - MAHDI FOUNDATION for the year ended 31 March 2016 set out on pages 2 to 12.

#### **Respective responsibilities of trustees and independent examiner**

As the charity's trustees you are responsible for the preparation of the accounts, you consider that the audit requirement of section 43(2) of the Charities Act 1993 (the Act) does not apply and that an independent examination is needed. It is my responsibility to examine the accounts under section 43(3)(a) of the Act, to follow the procedures laid down in the General Directions given by the Charity Commission under section 43(7)(b) of the Act, and to state whether particular matters have come to my attention.

#### **Basis of independent examiner's statement**

My examination was carried out in accordance with the General Directions given by the Charity 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 I do not express an audit opinion on the view given by the accounts.

#### **Independent examiner's statement**

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

- (i) which gives me reasonable cause to believe that in any material respect the requirements:
  - to keep proper accounting records in accordance with section 41 of the Act; and
  - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Acthave not been met; or
  
- (ii) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

#### **Independent examiner**

# AL - MAHDI FOUNDATION

## Statement of financial activities

For the year ended 31 March 2016

	Notes	2016 Total £	2015 Total £
<b>Incoming resources</b>			
Incoming resources from generating funds:			
Voluntary income	2	37,556	31,412
<b>Total incoming resources</b>		<u>37,556</u>	<u>31,412</u>
<b>Resources expended</b>			
Costs of generating funds:			
Cost of generating voluntary income	3	13,965	13,018
Governance costs	4	6,249	6,630
<b>Total resources expended</b>		<u>20,214</u>	<u>19,648</u>
Total funds brought forward		<u>125,505</u>	<u>113,741</u>
<b>Total funds carried forward</b>		<u>142,847</u>	<u>125,505</u>

The statement of financial activities includes all gains and losses in the year and therefore a separate statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 9 to 12 form an integral part of these financial statements.

**AL - MAHDI FOUNDATION**

**Income and expenditure account**

**For the year ended 31 March 2016**

	<b>Notes</b>	<b>2016 £</b>	<b>2015 £</b>
<b>Income</b>		37,556	31,412
Operating expenditure		13,965	(13,018)
<b>Operating surplus</b>		23,591	18,394
<b>Interest payable and similar charges</b>		(6,249)	(6,630)
<b>Retained surplus for the financial year</b>		17,342	11,764

All activities derive from continuing operations.

**The notes on pages 9 to 12 form an integral part of these financial statements.**

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## AL - MAHDI FOUNDATION

### Balance sheet as at 31 March 2016

	Notes	£	2016 £	£	2015 £
<b>Fixed assets</b>					
Tangible assets	7		256,864		256,864
<b>Current assets</b>					
Cash at bank and in hand		15,252		6,919	
		<u>15,252</u>		<u>6,919</u>	
<b>Creditors: amounts falling due within one year</b>	8	(800)		(800)	
<b>Net current assets</b>			<u>14,452</u>		<u>6,119</u>
<b>Total assets less current liabilities</b>			271,316		262,983
<b>Creditors: amounts falling due after more than one year</b>	9		(128,469)		(137,478)
<b>Net assets</b>			<u>142,847</u>		<u>125,505</u>
<b>Funds</b>	10				
<b>Total funds</b>			<u>142,847</u>		<u>125,505</u>

The financial statements were approved by the trustees on and signed on its behalf by

**SAQEB RAZA**  
Trustee

The notes on pages 9 to 12 form an integral part of these financial statements.

## AL - MAHDI FOUNDATION

### Notes to financial statements for the year ended 31 March 2016

#### 1. Accounting policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and the preceding year.

##### 1.1. Basis of accounting

The financial statements are prepared under the historical cost convention and in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities' issued in March 2005 (SORP 2005) and the Charities Act 1993.

##### 1.2. Cashflow

The charity has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small charity.

##### 1.3. 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:

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

Gifts donated for resale are included as incoming resources within activities for generating funds when they are sold.

##### 1.4. Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

##### 1.5. Tangible fixed assets and depreciation

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

Land and buildings - Straight line over years

## AL - MAHDI FOUNDATION

### Notes to financial statements for the year ended 31 March 2016

#### 2. Voluntary income

	<b>2016 Total £</b>	<b>2015 Total £</b>
Donations	37,556	31,412
	<u>37,556</u>	<u>31,412</u>

#### 3. Cost of generating voluntary income

	<b>2016 Total £</b>	<b>2015 Total £</b>
Support costs	13,965	13,018
	<u>13,965</u>	<u>13,018</u>

#### 4. Governance costs

	<b>2016 Total £</b>	<b>2015 Total £</b>
Interest - Bank loans & overdraft	6,249	6,630
	<u>6,249</u>	<u>6,630</u>

#### 5. Analysis of support costs

	<b>Cost of generating voluntary income £</b>	<b>2016 Total £</b>	<b>2015 Total £</b>
Rates and water	762	762	1,032
Light and heat	1,817	1,817	778
Repairs and maintenance	4,634	4,634	1,834
Insurance	4,342	4,342	4,250
Other establishment costs	1,910	1,910	4,494
Accountancy charges	500	500	500
Legal and professional fees	-	-	130
	<u>13,965</u>	<u>13,965</u>	<u>13,018</u>

## AL - MAHDI FOUNDATION

### Notes to financial statements for the year ended 31 March 2016

#### 6. Employees

##### Employment costs

No salaries or wages have been paid to employees, including the trustees, during the year.

##### Number of employees

The average monthly numbers of employees (including the trustees) during the year, calculated on the basis of full time equivalents, was as follows:

	<b>2016</b>	<b>2015</b>
	<b>Number</b>	<b>Number</b>
	<u>=====</u>	<u>=====</u>
<b>7. Tangible fixed assets</b>		
	<b>Land and buildings</b>	
	<b>freehold</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>Cost</b>		
At 1 April 2015 and At 31 March 2016	<u>256,864</u>	<u>256,864</u>
<b>Net book values</b>		
At 31 March 2016	<u>256,864</u>	<u>256,864</u>
At 31 March 2015	<u>256,864</u>	<u>256,864</u>
<b>8. Creditors: amounts falling due within one year</b>	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Accruals and deferred income	<u>800</u>	<u>800</u>
<b>9. Creditors: amounts falling due after more than one year</b>	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
Bank loan	<u>128,469</u>	<u>137,478</u>

## AL - MAHDI FOUNDATION

### Notes to financial statements for the year ended 31 March 2016

#### 10. Analysis of net assets between funds

	Unrestricted funds £	Total funds £
Fund balances at 31 March 2016 as represented by:		
Current assets	142,847	142,847
	<u>142,847</u>	<u>142,847</u>

**AL - MAHDI FOUNDATION**

**The following pages do not form part of the statutory accounts.**

# AL - MAHDI FOUNDATION

## Detailed statement of financial activities

For the year ended 31 March 2016

	2016		2015	
	£	£	£	£
<b>Incoming resources</b>				
<b>Incoming resources from generating funds:</b>				
<i>Voluntary income</i>				
Donations		37,556		31,412
		<u>37,556</u>		<u>31,412</u>
<b>Total incoming resources from generating funds</b>		<u>37,556</u>		<u>31,412</u>
<b>Total incoming resources</b>		<u><u>37,556</u></u>		<u><u>31,412</u></u>
<b>Resources expended</b>				
<b>Costs of generating funds:</b>				
<i>Support costs</i>				
Support - Establishment - Rates & water	762		1,032	
Support - Establishment - Light & heat	1,817		778	
Support - Establishment - Repairs & maintenance	4,634		1,834	
Support - Establishment - Insurance	4,342		4,250	
Support - Establishment - Other	1,910		4,494	
Support - Professional - Accountancy fees	500		500	
Support - Professional - Legal fees	-		130	
	<u></u>	13,965	<u></u>	13,018
<b>Total cost of generating voluntary income</b>		<u>13,965</u>		<u>13,018</u>
<b>Fundraising trading:</b>				
<b>cost of goods sold and other costs</b>				
<b>Total costs of generating funds</b>		<u><u>13,965</u></u>		<u><u>13,018</u></u>

**AL - MAHDI FOUNDATION**

**Detailed statement of financial activities**

**For the year ended 31 March 2016**

	<b>2016</b>	<b>2015</b>
	<b>£</b>	<b>£</b>
<b>Charitable activities</b>		
<b>Governance costs</b>		
<i>Activities undertaken directly</i>		
Interest - Bank loans & overdraft	6,249	6,630
	<u>6,249</u>	<u>6,630</u>
<b>Total governance costs</b>	<u>6,249</u>	<u>6,630</u>
<b>Net incoming/(outgoing) resources for the year</b>	<u>17,342</u>	<u>11,764</u>