

Al Mahadul Islami

Report of the Trustees and Unaudited Financial Statements

For the year ended 30 April 2016

Al Mahadul Islami
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For the year ended 30 April 2016

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Al Mahadul Islami
Report of the Trustees
For the year ended 30 April 2016

The Trustees have pleasure in presenting their report and the financial statements for the charity for the year ended 30 April 2016.

REFERENCE AND ADMINISTRATIVE INFORMATION

| | |
|------------------------------------|---|
| Charity registration number | 1150407 |
| Principal address | 40 Greaves Street Bradford West Yorkshire BD5 7PE |
| Trustees | 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 |

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 association 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.

STATEMENT ON PUBLIC BENEFIT

The charity aims to provide services free of charge wherever possible to further its aims and objectives, which are for the benefit of the public. If a charge is required it is significantly subsidised.

The regular services available to the community are talks, workshops, counselling and support. The charity aims to provide services which are popular amongst and the community.

Al Mahadul Islami
Report of the Trustees Continued
For the year ended 30 April 2016

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.

ACHIEVEMENTS AND PERFORMANCE

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

During the year the construction of the new premises for the charity was completed. The new building is purpose built with greater capacity and enables the charity to carry out its aims and objectives sufficiently for the public.

The charity provided counselling and support services for the local community. This service is available everyday of the week. Regular talks are held every week for personal development of individuals and cohesion in society. Talks are also given to improve the understanding of Islam. Regular events took place in the year which were free of charge and open to all to attend.

Classes are provided for children to understand Islam and the Quran which are held 5 days a week. Children are encouraged to learn the values of Islam and to achieve better cohesion in society. The classes are subsidised to make it easy for every child to attend.

Monthly events are held covering various aspects of Islam, this is followed by question and answers sessions after which food is also provided free of charge and open to all.

FINANCIAL REVIEW

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 £77,116 (expenditure) and net realised incoming resources of £246,257 (income). The total reserves at the year end after reserving for unrealised losses stand at £1,609,399.

The trustees are satisfied with the performance of the association during the year and the position at 30 April 2016. 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

Reserves policy

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 £78,000 based on the current year expenditure.

Approved by the Board and signed on its behalf by:

..... 28 February 2017
Ahmed Ali
Trustee

Al Mahadul Islami
Independent Examiners Report to the Trustees
For the year ended 30 April 2016

I report on the accounts of the charity for the year ended 30 April 2016, which comprise the Statement of Financial Activities, the Balance Sheet and the related notes.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is required.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the General Directions given by the Charity Commission (under section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

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 no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

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

(1) which gives me reasonable cause to believe that, in any material respect, the requirements:

- to keep accounting records in accordance with 130 of the 2011 Act; and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met, or

(2) to which, in my opinion, attention should be drawn 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 2017

Al Mahadul Islami
Statement of Financial Activities
For the year ended 30 April 2016

| | Notes | Unrestricted funds £ | 2015 £ |
|------------------------------------|-------|----------------------------|------------------|
| Income and endowments from: | | | |
| Donations and legacies | 2 | 58,730 | 239,560 |
| Charitable activities | 3 | 116,775 | 123,155 |
| Other trading activities | 4 | 4,113 | 2,450 |
| Investments | 5 | 66,639 | 1,058 |
| Total | | 246,257 | 366,223 |
| Expenditure on: | | | |
| Raising funds | 6 | (1,572) | - |
| Charitable activities | 7/8/9 | (75,544) | (73,092) |
| Total | | (77,116) | (73,092) |
| Net income | | 169,141 | 293,131 |
| Reconciliation of funds | | | |
| Total funds brought forward | | 1,440,258 | 1,147,127 |
| Total funds carried forward | | 1,609,399 | 1,440,258 |

Al Mahadul Islami
Balance Sheet
As at 30 April 2016

| | Notes | 2016 £ | 2015 £ |
|--|-------|------------------|------------------|
| Fixed assets | | | |
| Tangible assets | 13 | 468,564 | 429,086 |
| Investments | | 352,500 | 352,500 |
| | | 821,064 | 781,586 |
| Current assets | | | |
| Cash at bank and in hand | | 1,288,335 | 1,100,127 |
| | | 1,288,335 | 1,100,127 |
| Creditors: Amounts falling due within one year | 14 | - | 58,545 |
| Net current assets | | 1,288,335 | 1,158,672 |
| Total assets less current liabilities | | 2,109,399 | 1,940,258 |
| Creditors: Amounts falling due after more than one year | 15 | (500,000) | (500,000) |
| Net assets | | 1,609,399 | 1,440,258 |
| The funds of the charity | | | |
| Unrestricted income funds | 16 | 1,609,399 | 1,440,258 |
| Total funds | | 1,609,399 | 1,440,258 |

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

Feizal Musa
Trustee

28 February 2017

Al Mahadul Islami
Notes to the Financial Statements
For the year ended 30 April 2016

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 applicable United Kingdom accounting standards, the Statement of Recommended Practice (SORP FRSSSE) (effective January 2015)(FRSSSEapplies) and the Charities Act 2011

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:

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:

| | |
|-----------|----------------------|
| Equipment | 20% Reducing balance |
|-----------|----------------------|

2. Income from donations and legacies

| | 2016 | 2015 |
|---------------------------|---------------|----------------|
| | £ | £ |
| Unrestricted funds | | |
| Donations received | 58,730 | 239,560 |
| | 58,730 | 239,560 |
| | 58,730 | 239,560 |

3. Income from charitable activities

| | 2016 | 2015 |
|-----------------------------------|----------------|----------------|
| | £ | £ |
| Unrestricted funds | | |
| Extra Curricular Activities | | |
| Income from charitable activities | 116,775 | 123,155 |
| | 116,775 | 123,155 |
| | 116,775 | 123,155 |

Al Mahadul Islami
Notes to the Financial Statements Continued
For the year ended 30 April 2016

4. Income earned from other activities

| | 2016 | 2015 |
|---------------------------|--------------|--------------|
| | £ | £ |
| Unrestricted funds | | |
| Fund raising events | - | 2,450 |
| Shop income | 4,113 | - |
| | 4,113 | 2,450 |
| | 4,113 | 2,450 |

5. Investment income

| | 2016 | 2015 |
|-------------------------------------|---------------|--------------|
| | £ | £ |
| Unrestricted funds | | |
| Income from UK unlisted investments | 65,250 | - |
| UK bank interest receivable | 1,389 | 1,058 |
| | 66,639 | 1,058 |
| | 66,639 | 1,058 |

6. Expenditure on generating donations and legacies

| | 2016 | 2015 |
|---------------------------|--------------|------|
| | £ | £ |
| Unrestricted funds | | |
| Donations | 1,572 | - |
| | 1,572 | - |
| | 1,572 | - |

7. Costs of charitable activities by fund type

| | 2016 | 2015 |
|-----------------------------|---------------|---------------|
| | £ | £ |
| Unrestricted funds | | |
| Extra Curricular Activities | 57,297 | 57,410 |
| Support costs | 8,949 | 7,841 |
| | 66,246 | 65,251 |
| | 66,246 | 65,251 |

8. Costs of charitable activities by activity type

| | Activities undertaken directly | Support costs | 2016 | 2015 |
|-----------------------------|--------------------------------|---------------|--------|--------|
| | £ | £ | £ | £ |
| Extra Curricular Activities | 57,297 | 8,949 | 66,246 | 65,251 |

Al Mahadul Islami
Notes to the Financial Statements Continued
For the year ended 30 April 2016

9. Governance costs

| | 2016 | 2015 |
|---------------------|--------------|--------------|
| | £ | £ |
| Accountancy fees | 2 | - |
| Premises costs | 396 | 747 |
| Other office costs | 1,273 | 129 |
| Other finance costs | 4 | 20 |
| Rates & Water | 1,612 | 1,867 |
| Light & Heat | 6,011 | 5,078 |
| | 9,298 | 7,841 |
| | 9,298 | 7,841 |

10. Analysis of support costs

| | 2016 | 2015 |
|------------------------------------|--------------|--------------|
| | £ | £ |
| Extra Curricular Activities | | |
| Management | 8,949 | 7,841 |
| | 8,949 | 7,841 |
| | 8,949 | 7,841 |

11. Net income/(expenditure) for the year

This is stated after charging/(crediting):

| | 2016 | 2015 |
|------------------------|--------------|--------------|
| | £ | £ |
| Trustees' remuneration | 8,949 | 7,841 |
| | 8,949 | 7,841 |
| | 8,949 | 7,841 |

12. Staff costs

Total staff costs for the year ended 30 April 2016 were:

| | 2016 | 2015 |
|--------------------|--------------|--------------|
| | £ | £ |
| Salaries and wages | 8,949 | 7,841 |
| | 8,949 | 7,841 |
| | 8,949 | 7,841 |

Al Mahadul Islami
Notes to the Financial Statements Continued
For the year ended 30 April 2016

13. Tangible fixed assets

| Cost or valuation | Land and buildings | Equipment | Total |
|--------------------------|---------------------------|------------------|----------------|
| | £ | £ | £ |
| At 01 May 2015 | 429,086 | - | 429,086 |
| Additions | 37,703 | 1,775 | 39,478 |
| At 30 April 2016 | <u>466,789</u> | <u>1,775</u> | <u>468,564</u> |
| Net book values | | | |
| At 30 April 2016 | <u>466,789</u> | <u>1,775</u> | <u>468,564</u> |
| At 30 April 2015 | <u>429,086</u> | <u>-</u> | <u>429,086</u> |

14. Creditors: amounts falling due within one year

| | 2016 | 2015 |
|-----------------|-------------|-----------------|
| | £ | £ |
| Other creditors | - | (58,545) |
| | <u>-</u> | <u>(58,545)</u> |

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

| | 2016 | 2015 |
|-----------------|----------------|----------------|
| | £ | £ |
| Other creditors | 500,000 | 500,000 |
| | <u>500,000</u> | <u>500,000</u> |

16. Movement in funds

Unrestricted Funds

| | Balance at 01/05/2015 | Incoming resources | Outgoing resources | Balance at 30/04/2016 |
|----------------|------------------------------|---------------------------|---------------------------|------------------------------|
| | £ | £ | £ | £ |
| <i>General</i> | | | | |
| General | 1,440,258 | 246,257 | (77,116) | 1,609,399 |
| | <u>1,440,258</u> | <u>246,257</u> | <u>(77,116)</u> | <u>1,609,399</u> |

Al Mahadul Islami
Notes to the Financial Statements Continued
For the year ended 30 April 2016

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 | 468,564 | 352,500 | 1,288,335 | (500,000) | 1,609,399 |
| | 468,564 | 352,500 | 1,288,335 | (500,000) | 1,609,399 |