

CHARITY REGISTRATION NUMBER: 1096111

The Council of European Jamaats
Consolidated Financial Statements
31 December 2016

FAIRMAN DAVIS
Chartered Accountants & Statutory Auditors
Suite 16, Exhibition House
Addison Bridge Place
London
W14 8XP

The Council of European Jamaats

Consolidated Financial Statements

Year ended 31 December 2016

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The Council of European Jamaats

Trustees' Annual Report

Year ended 31 December 2016

The trustees present their report and the financial statements of the Charity for the year ended 31 December 2016.

Reference and administrative details

Charity registration number 1096111

Principal office The Council of European Jamaats
Unit 101, 1st Floor
Metroline House
118-122 College Road
Harrow
HA1 1BQ

The Trustees

Dr A Mohamedali	Mr J Bandali	
Dr H Jiwa	Mr G Datoo	
Mr A Khaku	Mr R Bhamani	
Mr A Arif Hirdjee	Mr M Walji	
Mr M Bharwani	Mr S Charifou	
Mr M Rajwani	Mr M Najafi	
Miss E Jeraj	Mr M Nensi	
Mr K Jaffer	Mr S Govani	
Mr M Gulamhusein	Mr M Hirani	
Mrs W Rahim	Mr M Gulamhusein	
Syed M Naqvi	Mr H Rahemtulla	
Mrs S Canani-Sajan	Mr R Rahim	
Dr R Alidina	Mr M Jaffer	
Mr A Hedaraly	Mr S Hamir	
Mr K Shah	Mr A Poptani	
Mr S Rehmtullah	Mr M Remtulla	(Appointed 25-09-16)
Mr A Merali	Mr Q Mawjee	(Appointed 25-09-16)
Mr M Ladak	Mr A Datoo	(Retired 25-09-16)
Mr F Haji	Dr S Jeraj	(Retired 25-09-16)

Auditors

Fairman Davis
Chartered Accountants & Statutory Auditors
Suite 16, Exhibition House
Addison Bridge Place
London
W14 8XP

The Council of European Jamaats

Trustees' Annual Report *(continued)*

Year ended 31 December 2016

Bankers

National Westminster Bank plc
Cathedral Square
Peterborough
PE1 1XH

Habib Bank AG Zurich
42 Moorgate
London
EC2R 6JJ

Structure, governance and management

The Charity is governed by its constitution and is constituted as a charitable trust. The constitution was adopted on 15 December 2002 and as amended on 01 December 2013.

The trustees of The Council of European Jamaats are the members of the council of management. They are, for the purposes of the constitution, officers of the Charity.

The trustees are responsible for the overall management and control of the Charity and meet regularly to manage its affairs. Staff resources are divided into religious, finance and administration.

Objectives and activities

The object for which the Charity has been established is to promote and advance the Islamic Religion in accordance with the principles of the Shia Ithna-Asheri faith. The Charity through its Executive Committee shall have the power:

- (a) To encourage the practice of the Islamic Religion as taught by Shia Ithna-Asheri Sharia throughout Europe
- (b) To eradicate poverty
- (c) To advance education amongst the community through more courses
- (d) To relieve those in need by reason of youth, age, ill health, disability, financial hardship or other disadvantages
- (e) To do all such other things as shall further the above-mentioned objects

The trustees confirm that they have referred to the Charity Commission's guidance on public benefit when reviewing the Trust's aims and objectives, in planning future activities, and setting the grant making policy for the year.

In addition to the above objectives, during 2017 the Charity intends to hold courses and revision camps, covering a variety of academic subjects at various levels to assist students in their quest for educational excellence.

The Charity also aims to foster closer relationships amongst the elderly by facilitating various meetings and seminars as well as holding social events in the year.

The Council of European Jamaats

Trustees' Annual Report *(continued)*

Year ended 31 December 2016

Achievements and performance

The trustees are pleased that the achievements and performance of the Trust, as set out below, demonstrate concrete progress during the year.

The Charity has organised several events, activities and programmes to fulfil its objectives using all mediums at its disposal to promote the services provided.

Amongst the activities held during the year were the following:

- Interfaith activities and seminars
- Publishing:
 - regular publications for members
 - publications for the promotion of interfaith activities and religion
 - religious materials for use by members
- Arranging seminars and events
- Organising:
 - Media training
 - Seminars and events for women and senior citizens
 - Annual conferences for religious scholars and students
 - Summer camps for young girls and boys
 - Annual sports tournaments for both ladies and gents
 - Fund raising activities for a number of relief and humanitarian projects
 - Medical screening for members
- Medical updates through the website and emails targeted to members
- Enhancing relationships with other charities
- Working with government departments and Charity Commission on mutual projects
- Promotion of education, both secular and religious through seminars, courses and camps
- Revamp and maximize the utilization of the Charity's website

There has been continued growth of the Charity over the past several years. We have now doubled our volunteer base, so the number of volunteers is increasing exponentially. Developments and improvements across all main areas during 2016 have enabled the Charity to enhance its services to its members.

Financial review

The results of the Group's activities are shown on pages 7 to 20 of the financial statements.

The Incoming Resources of the Group increased by 6% to £2,179,966 (Charity only - 7% to £1,742,529) and the Group's Resources Expended increased by 2% to £1,658,568 (Charity only – decreased by 5% to £1,064,982).

At the balance sheet date, the Charity has voluntary designated funds amounting to £ 191,124 (2015 - £162,765). These funds comprise gift aid donations and will be used towards the purchase of freehold property.

Designated funds are unrestricted funds consisting of amounts allocated by the trustees for Charity purposes. Investment income and gains are allocated to the unrestricted funds.

General funds amounted to £1,095,380 (2015 - £589,706) at the balance sheet date. These are unrestricted funds which are available for use at the discretion of the trustees to further the general objects of the Charity and which have not been designated for other purposes.

Restricted funds comprise of unexpended balances of donations held on trust to be applied for specific purposes.

The Council of European Jamaats

Trustees' Annual Report *(continued)*

Year ended 31 December 2016

The trustees are pleased to announce that the performance of CoEJ Investments Limited was very satisfactory and the subsidiary was able to donate a substantial sum to the Charity.

With respect to the Charity's other subsidiary, European Hajj Company Limited, the current year has been somewhat difficult as its trading operations were impacted by fluctuating foreign exchange rates. However, it achieved a small profit during the year.

Key management personnel remuneration

The Office Bearers, comprising the President, Vice President, Secretary General, Treasurer, Assistant Secretary General and Assistant Treasurer are considered to be the key management personnel of the Charity, in charge of directing and controlling the Charity and running its day to day operations. All trustees give of their time freely and no trustee remuneration was paid in the year.

Trustees are required to disclose all relevant interests and register them with the Board of Trustees, and, in accordance with the Trust's policy, withdraw from decisions where a conflict of interest arises.

Details of trustee expenses and related party transactions are disclosed in note ?? to the accounts.

Risk management

The trustees have assessed the major risks to which the charity may be exposed, in particular those relating to meeting payments to suppliers and the use of restricted funds. The trustees are also satisfied that systems are in place to mitigate exposure to these risks and the processes implemented are designed to minimise any impact on the Charity, should any of these risks materialise.

Reserves policy

The trustees aim to maintain reserves in unrestricted funds at a level which equates to approximately three months of unrestricted charitable expenditure. The trustees consider that a level of three months will provide sufficient funds to cover any unexpected expenditure requirements and ensure that support and governance costs are covered.

Plans for future periods

In the forthcoming year, the Charity will aim to:

- Promote and support excellence in the delivery of its activities
- Ensure strong governance, leadership and accountability
- To hold regular meetings and engage with member organisations
- To oversee the operation of its two subsidiaries
- To ensure financial stability and viability of the Charity

The Council of European Jamaats

Trustees' Annual Report *(continued)*

Year ended 31 December 2016

Trustees' responsibilities statement

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

The law applicable to charities in England and Wales requires the Charity trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources, of the Charity for that period.

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 applicable Charities SORP;
- make judgments and accounting 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and 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 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. 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 irregularities.

The trustees' annual report was approved on 16.09.17 and signed on behalf of the board of trustees by:



Dr A Mohamedali
President



Dr H Jiwa
Vice President



Mr M Bharwani
Treasurer

The Council of European Jamaats

Independent Auditor's Report to the Members of The Council of European Jamaats

Year ended 31 December 2016

We have audited the financial statements of The Council of European Jamaats for the year ended 31 December 2016 which comprise the statement of financial activities, balance sheet, statement of cash flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

This report is made solely to the charity's trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and regulations made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditor

As explained more fully in the Trustees' Responsibilities Statement set out on page 5 the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed as auditor under the Section 144 of the Charities Act 2011 and report in accordance with regulations made under Section 154 of that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the trustees' report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies, we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2016 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

The Council of European Jamaats

Independent Auditor's Report to the Members of The Council of European Jamaats (continued)

Year ended 31 December 2016

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees Report is inconsistent in any material respect with the financial statements; or
- adequate and sufficient accounting records have not been kept, or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; and
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the trustees' report and take advantage of the small companies exemption from the requirement to prepare a strategic report.



Fairman Davis
Chartered Accountants & Statutory Auditors
Suite 16, Exhibition House
Addison Bridge Place
London
W14 8XP

19 September 2017

Fairman Davis is eligible to act as an auditor in terms of Section 121 of the Companies Act 2006

The Council of European Jamaats
Consolidated Statement of Financial Activities
For the year ended 31 December 2016

		Unrestricted funds £	Restricted funds £	2016 Total funds £	2015 Total funds £
	Note				
Income and endowments					
Donations and legacies	4	356,373	886,156	1,242,529	1,162,791
Other income	5	538,067	399,370	937,437	888,035
Total income		<u>894,440</u>	<u>1,285,526</u>	<u>2,179,966</u>	<u>2,050,826</u>
Expenditure					
Expenditure on charitable activities	6,7	(322,340)	(742,642)	(1,064,982)	(1,122,637)
Other expenditure	11	(194,274)	(399,312)	(593,586)	(505,733)
Total expenditure		<u>(516,614)</u>	<u>(1,141,954)</u>	<u>(1,658,568)</u>	<u>(1,628,370)</u>
Net income and net movement in funds		<u>377,826</u>	<u>143,572</u>	<u>521,398</u>	<u>422,456</u>
Reconciliation of funds					
Total funds brought forward		681,126	76,815	757,941	335,485
Total funds carried forward		<u>1,058,952</u>	<u>220,387</u>	<u>1,279,339</u>	<u>757,941</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 13 to 25 form part of these financial statements.

The Council of European Jamaats
Statement of Financial Activities (Charity)
For the year ended 31 December 2016

		Unrestricted funds £	Restricted funds £	2016 Total funds £	2015 Total funds £
	Note				
Income and endowments					
Donations and legacies	4	856,373	886,156	1,742,529	1,622,791
Total income		<u>856,373</u>	<u>886,156</u>	<u>1,742,529</u>	<u>1,622,791</u>
Expenditure					
Expenditure on charitable activities	6,7	(322,340)	(742,642)	(1,064,982)	(1,122,637)
Total expenditure		<u>(322,340)</u>	<u>(742,642)</u>	<u>(1,064,982)</u>	<u>(1,122,637)</u>
Net income and net movement in funds		<u>534,033</u>	<u>143,514</u>	<u>677,547</u>	<u>500,154</u>
Reconciliation of funds					
Total funds brought forward		752,471	75,863	828,334	328,180
Total funds carried forward		<u>1,286,504</u>	<u>219,377</u>	<u>1,505,881</u>	<u>828,334</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 13 to 25 form part of these financial statements.

The Council of European Jamaats


Consolidated Balance Sheet

As at 31 December 2016

		2016 £	2015 £
Fixed assets			
Tangible fixed assets	15	1,176,091	1,068,699
Current assets			
Debtors	17	366,293	349,630
Cash at bank and in hand	18	477,729	314,091
		<u>844,022</u>	<u>663,721</u>
Creditors: amounts falling due within one year	19	<u>740,774</u>	<u>974,479</u>
Net current assets		<u>103,248</u>	<u>(310,758)</u>
Total assets less current liabilities		<u>1,279,339</u>	<u>757,941</u>
Net assets		<u>1,279,339</u>	<u>757,941</u>
Funds of the charity			
Restricted funds		220,387	76,815
Unrestricted funds		1,058,952	681,126
Total charity funds		<u>1,279,339</u>	<u>757,941</u>

These financial statements were approved by the board of trustees and authorised for issue on 18.09.17, and are signed on behalf of the board by:


Dr A Mohamedali
President


Dr H Jiwa
Vice President


Mr M Bharwani
Treasurer

The notes on pages 13 to 25 form part of these financial statements.

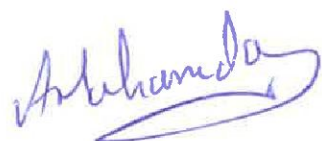
The Council of European Jamaats

Balance Sheet (Charity)

As at 31 December 2016

		2016		2015
		£	£	£
Fixed assets				
Tangible fixed assets	15		3,971	4,579
Investments			<u>101</u>	<u>101</u>
			4,072	4,680
Current assets				
Debtors	17	1,783,825		1,528,842
Cash at bank and in hand	18	<u>448,713</u>		<u>263,284</u>
		2,232,538		1,792,126
Creditors: amounts falling due within one year	19	<u>730,729</u>		<u>968,472</u>
Net current assets			1,501,809	823,654
Total assets less current liabilities			1,505,881	828,334
Net assets			1,505,881	828,334
Funds of the charity				
Restricted funds	8		219,377	75,863
Unrestricted funds	8		<u>1,286,504</u>	<u>752,471</u>
Total charity funds			1,505,881	828,334

These financial statements were approved by the board of trustees and authorised for issue on 18.09.17, and are signed on behalf of the board by:



Dr A Mohamedali
President



Dr H Jiwa
Vice President



Mr M Bharwani
Treasurer

The notes on pages 13 to 25 form part of these financial statements.

The Council of European Jamaats

Consolidated Statement of Cash Flows

As at 31 December 2016

	2016	2015
	£	£
Cash flows from operating activities		
Net income for the year	521,398	422,456
Adjustments for:		
Dividends, interest and rents from investments	(538,067)	(536,400)
Depreciation	133,005	108,700
Increase in debtors	(16,663)	(236,126)
Increase in creditors	(233,705)	165,550
Net cash (used in) operating activities	<u>(134,032)</u>	<u>(75,820)</u>
Cash flows from investing activities		
Dividends, interest and rents from investments	538,067	536,400
Purchase of investments	(240,000)	(288,000)
Purchase of fixed assets	(396)	(1,280)
Net cash from investing activities	<u>297,671</u>	<u>247,120</u>
Cash flows from financing activities		
Bank loan received	-	-
Net cash from financing activities	<u>-</u>	<u>-</u>
Change in cash and cash equivalents in the year	163,639	171,300
Cash and cash equivalents at beginning of year	314,090	142,790
Cash and cash equivalents at end of year	<u>477,729</u>	<u>314,090</u>

The notes on pages 13 to 25 form part of these financial statements.

The Council of European Jamaats

Notes to the Financial Statements

Year ended 31 December 2016

1. General information

The Charity is a registered charity in England and Wales and is unincorporated. The financial statements are prepared in sterling, which is the functional currency of the entity.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

Going concern

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the Charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for a particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the Charity; it is probable that the economic benefits associated with the transaction will flow to the Charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.

The Council of European Jamaats

Notes to the Financial Statements *(continued)*

Year ended 31 December 2016

3. Accounting policies *(continued)*

- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

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 classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold property	- over the life of the asset
Fixtures and fittings	- 20% straight line
Equipment	- 20% straight line

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

The Council of European Jamaats

Notes to the Financial Statements *(continued)*

Year ended 31 December 2016

3. Accounting policies *(continued)*

Investment properties are measured initially at cost, and subsequently at fair value at the reporting date.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments, regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

The Council of European Jamaats

Notes to the Financial Statements (continued)

Year ended 31 December 2016

4. Donations and legacies

Consolidated

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £	Total Funds 2015 £
Donations				
Donations	40,440	—	40,440	44,428
Subscriptions	10,800	—	10,800	10,775
East Africa Trip	13,342	—	13,342	576
Iran Trip	15,555	—	15,555	20,195
MAMT - Gents	19,198	—	19,198	14,181
Leadership Development Programme	13,614	—	13,614	9,741
Women's Retreat	3,220	—	3,220	1,287
Young Girls Camp	2,610	—	2,610	2,440
MAMT - Ladies	12,005	—	12,005	5,565
Youth Conference	215	—	215	476
Summer Camp	26,572	—	26,572	28,421
Madressa of Excellence	20,444	—	20,444	9,231
WF Grant	150,000	—	150,000	150,000
Gift Aid Income	28,358	—	28,358	21,241
General Donations	—	886,156	886,156	844,234
	<u>356,373</u>	<u>886,156</u>	<u>1,242,529</u>	<u>1,162,791</u>

Charity

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £	Total Funds 2015 £
Donations				
Donations	40,440	—	40,440	44,428
Subscriptions	10,800	—	10,800	10,775
East Africa Trip	13,342	—	13,342	576
Iran Trip	15,555	—	15,555	20,195
MAMT - Gents	19,198	—	19,198	14,181
Leadership Development Programme	13,614	—	13,614	9,741
Women's Retreat	3,220	—	3,220	1,287
Young Girls Camp	2,610	—	2,610	2,440
MAMT - Ladies	12,005	—	12,005	5,565
Youth Conference	215	—	215	476
Summer Camp	26,572	—	26,572	28,421
Madressa of Excellence	20,444	—	20,444	9,231
WF Grant	150,000	—	150,000	150,000
Gift Aid Income	28,358	—	28,358	21,241
General Donations	—	886,156	886,156	844,234
Donation from CoEJ Investments Ltd	500,000	—	500,000	460,000
	<u>856,373</u>	<u>886,156</u>	<u>1,742,529</u>	<u>1,622,791</u>

The Council of European Jamaats

Notes to the Financial Statements *(continued)*

Year ended 31 December 2016

5. Other income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
Hajj Income – European Hajj Company Ltd	–	399,370	399,370
Rent Receivable - CoEJ Investments Ltd	538,067	–	538,067
	<u>538,067</u>	<u>399,370</u>	<u>937,437</u>
 Previous year			
	Unrestricted Funds £	Restricted Funds £	Total Funds 2015 £
Hajj Income – European Hajj Company Ltd	–	351,635	351,635
Rent Receivable - CoEJ Investments Ltd	536,400	–	536,400
	<u>536,400</u>	<u>351,635</u>	<u>888,035</u>

6. Expenditure on charitable activities – *Consolidated and the Charity*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £	Total Funds 2015 £
East Africa Trip	10,107	–	10,107	–
Iran Trip	12,789	–	12,789	–
MAMT – Gents	25,376	–	25,376	27,624
Leadership Development Programme	34,131	–	34,131	23,550
Summer Camp – Boys	750	–	750	–
Women Retreat	4,392	–	4,392	3,955
Young Girls camp	2,606	–	2,606	–
MAMT – Ladies	16,891	–	16,891	–
Youth Conference	2,285	–	2,285	4,370
Marriage Seminar	1,145	–	1,145	700
Summer Camp	44,647	–	44,647	63,757
Madresa Of Excellence	18,806	–	18,806	19,277
Competitions	60	–	60	76
Seniors Gathering	1,200	–	1,200	1,300
Madressa	93	–	93	200
HIB board	3,452	–	3,452	46
Other Donations	9,324	–	9,324	1,768
Foreign exchange loss	12,250	–	12,250	–
Support costs (Note 7)	122,034	–	122,034	118,399
Other Charitable expenditure (Note 8)	–	742,642	742,642	817,967
Other courses and projects	–	–	–	39,649
	<u>322,340</u>	<u>742,642</u>	<u>1,064,982</u>	<u>1,122,637</u>

The Council of European Jamaats
Notes to the Financial Statements *(continued)*
Year ended 31 December 2016

7. Expenditure on charitable activities – Support costs
Consolidated and the Charity

	2016 £	2015 £
Rent	11,760	11,130
Rates	1,486	23
Photocopier Rental	2,062	1,961
Travelling	5,336	2,301
Meeting Expenses	1,904	3,649
Printing, Postage and Stationary	1,926	4,601
Telephone & Internet	2,353	2,016
Cleaning	209	206
Software & Website	7,450	5,900
ID Checks	2,717	935
Legal Fees	-	780
Insurance	532	-
Forex gain	(23)	-
Bank & Card Charges	3,392	3,156
Marketing	7,670	8,000
Salaries & social security costs	62,940	65,599
Audit Fees	3,500	3,000
Recruitment Expenses	2,070	970
General Expenses	1,734	1,157
Subscription	2,012	2,115
Depreciation	1,004	900
	122,034	118,399

The Council of European Jamaats
Notes to the Financial Statements *(continued)*
Year ended 31 December 2016

8. Analysis of movement in Funds – Charity

Restricted Funds

	Opening Balance £	Receipts £	Payments £	Closing Balance £
Essex	939	-	-	939
Peterborough	366	92,516	(92,880)	2
Leeds	1,354	-	-	1,354
Khair ul Ammal	120	-	(120)	-
WHIPAS	7,066	45	(7,976)	(865)
Al Mahdi Institute	1,370	-	(1,170)	200
TV Channel's	70	-	-	70
Al Zahra Trust	7,160	100	(7,260)	-
Eid Gifts	200	-	(414)	(214)
European Refugee Crisis 2015	12,026	28,527	(25,168)	15,385
Khums	15,080	328,967	(236,546)	107,501
Fitra	15	64,475	(40,962)	23,528
Relief Funds	11,520	205,483	(172,121)	44,883
Welfare	9,527	7,460	(2,670)	14,317
Fidya & Kaffara	75	33,338	(23,060)	10,353
Sadaqa	882	38,321	(39,059)	144
Zakaat	391	10,311	(9,932)	770
Alim Grant	4,898	70,000	(75,608)	(710)
Muhararam Grant	1,000	-	(1,000)	-
Ramadhan Grant	800	-	-	800
Qurbani	1,004	4,952	(5,746)	210
Ahlulbayt Channel (842)	-	330	(330)	-
Ahleibait TV (836)	-	30	(60)	(30)
Hidiyat (806)	-	60	(100)	(40)
Melbourne	-	1,240	(440)	800
Safeer TV	-	-	(20)	(20)
	75,863	886,156	(742,642)	219,377

Unrestricted Funds

	Opening Balance £	Receipts £	Payments £	Closing Balance £
General funds	752,471	856,373	322,340	1,286,504
	752,471	856,373	322,340	1,286,504

The Council of European Jamaats

Notes to the Financial Statements *(continued)*

Year ended 31 December 2016

9. Expenditure on charitable activities by fund type

<i>Consolidated and Charity</i>	Unrestricted Funds 2016 £	Restricted Funds 2016 £	Total Funds 2016 £
Charitable activity	200,306	742,642	942,948
Support costs	122,034	—	122,034
	<u>322,340</u>	<u>742,642</u>	<u>1,064,982</u>
	Unrestricted Funds	Restricted Funds	Total Funds 2015
Previous year	£	£	£
Charitable activity	186,272	817,967	1,004,238
Support costs	118,399	—	118,399
	<u>304,670</u>	<u>817,967</u>	<u>1,122,637</u>

10. Expenditure on charitable activities by activity type

<i>Consolidated and Charity</i>	Activities undertaken directly £	Support costs £	Total funds 2016 £	Total fund 2015 £
Charitable activity	942,948	—	942,948	1,004,238
Governance costs	—	122,034	122,034	118,399
	<u>942,948</u>	<u>122,034</u>	<u>1,064,982</u>	<u>1,122,637</u>

11. Other expenditure

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
Hajj costs	—	393,709	399,709
Administrative costs	—	926	926
Insurance	180	930	1,110
Bank charges	69	667	736
Charitable donations	60,000	—	60,000
Legal & Professional Fees	1,125	—	1,125
Subscriptions	—	1,865	1,865
Audit Fees	900	1,200	2,100
Depreciation	132,000	—	132,000
Taxation	—	15	15
	<u>194,274</u>	<u>399,312</u>	<u>593,586</u>

The Council of European Jamaats
Notes to the Financial Statements *(continued)*
Year ended 31 December 2016

Previous year	Unrestricted Funds £	Restricted Funds £	Total Funds 2015 £
Hajj costs	—	345,677	345,677
Administrative costs	14	2,144	2,158
Insurance	169	929	1,098
Bank charges	40	146	186
Charitable donations	45,000	—	45,000
Legal & Professional Fees	360	—	360
Advertising	—	350	350
Subscriptions	—	958	958
Audit Fees	900	1,200	2,100
Depreciation	107,800	—	107,800
Taxation	—	46	46
	<u>154,283</u>	<u>351,450</u>	<u>505,733</u>

12. Net income

Net income (consolidated) is stated after charging/(crediting):

	2016 £	2015 £
Audit fees	5,100	5,100
Depreciation of tangible fixed assets	133,005	108,700
Operating lease rentals	<u>60</u>	<u>540</u>

13. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2016 £	2015 £
Wages and salaries	61,247	70,867
Social security costs	<u>1,693</u>	<u>2,366</u>
	<u>62,940</u>	<u>73,233</u>

The average head count of employees during the year was 4 (2015: 4).

No employee received employee benefits of £60,000 or more during the year (2015: £ Nil).

14. Trustee remuneration and expenses

No remuneration or other benefits from employment with the Charity or a related entity were received by the trustees in this or the previous year.

The Council of European Jamaats
Notes to the Financial Statements *(continued)*

Year ended 31 December 2016

15. Tangible fixed assets

Consolidated

	Land and buildings £	Fixtures and fittings £	Equipment £	Total £
Cost				
At 1 January 2016	1,185,120	18,453	32,589	1,236,162
Additions	240,000	—	396	240,396
At 31 December 2016	1,425,120	18,453	32,985	1,476,558
Depreciation				
At 1 January 2016	121,000	15,131	31,331	167,462
Charge for the year	132,000	665	340	133,005
At 31 December 2016	253,000	15,796	31,671	300,467
Carrying amount				
At 31 December 2016	1,172,120	2,657	1,314	1,176,091
At 31 December 2015	1,064,120	3,322	1,258	1,068,700

Charity

	Fixtures and fittings £	Equipment £	Total £
Cost			
At 1 January 2016	18,453	32,589	51,042
Additions	—	396	396
At 31 December 2016	18,453	32,985	51,438
Depreciation			
At 1 January 2016	15,131	31,331	46,462
Charge for the year	665	340	1,005
At 31 December 2016	15,796	31,671	47,467
At 31 December 2016	2,657	1,314	3,971
At 31 December 2015	3,332	1,258	4,580

16. Investment Property

	Total £
At 31 December 2016	105,120
At 31 December 2015	105,120

The investment property is included in 'Land & Buildings' (Note 12 - Consolidated) and has not been valued by an independent professional valuer, as in trustees' opinion, it would have not risen in value materially as a similar property has been purchased at a similar price recently. The trustees have agreed to obtain a professional valuation for the forthcoming period.

The Council of European Jamaats

Notes to the Financial Statements *(continued)*

Year ended 31 December 2016

17. Debtors *Consolidated*

	2016 £	2015 £
Prepayments and accrued income	303,468	241,307
Other debtors	62,825	108,322
	<u>366,293</u>	<u>349,629</u>

Charity

	2016 £	2015 £
Prepayments and accrued income	1,068	199
Other debtors	1,782,757	1,528,639
	<u>1,783,825</u>	<u>1,528,838</u>

18. Cash at hand

Consolidated

	2016 £	2015 £
Current accounts and deposit accounts	477,204	313,760
Cash in hand	502	330
	<u>477,706</u>	<u>314,090</u>

Charity

	2016 £	2015 £
Current accounts and deposit accounts	448,210	262,976
Cash in hand	502	310
	<u>448,713</u>	<u>263,286</u>

19. Creditors: amounts falling due within one year

Consolidated

	2016 £	2015 £
Trade creditors	13,741	10,480
Accruals	5,100	4,600
Other creditors	721,931	959,395
	<u>740,772</u>	<u>974,475</u>

Charity

	2016 £	2015 £
Trade creditors	13,740	10,481
Accruals	3,000	2,500
Other creditors	713,989	955,489
	<u>730,729</u>	<u>968,470</u>

The Council of European Jamaats
Notes to the Financial Statements *(continued)*
Year ended 31 December 2016

20. Subsidiary Companies

Included in Debtors are amounts due from

- European Hajj Company Limited:	£7,021	(2015 - £13)
- CoEJ Investments Ltd:	£1,726,427	(2015 - £1,425,317)

Both the above companies are wholly owned subsidiaries of the Charity by virtue of shareholding.

21. Related party transactions

The Trustees give freely of their time and expertise without any form of remuneration or other benefit in cash or kind (2015: £ Nil).

The following related party transactions took place during the year with the Charity's wholly owned subsidiaries (Note 20).

CoEJ Investments Limited

Purchase of Mobile Homes	£ 288,000
Deposit and fees in respect of new investment property	£ 13,110

- Donations received (without conditions) by the Charity from the subsidiary amounted to £ 500,000 (2015: £ 460,000).

European Hajj Company Limited

Hajj expenses	£ 27,840
Repayment of Loan	£ (9,000)
Foreign exchange loss	£ (12,250)
Miscellaneous	£ 418

22. Analysis of charitable funds

Consolidated

Unrestricted funds

	At 1 January 2016 £	Income £	Expenditure £	At 31 December 2016 £
General funds	518,361	866,081	(516,614)	867,828
Designated funds	162,765	28,359	—	191,124
	<u>681,126</u>	<u>894,440</u>	<u>(516,614)</u>	<u>1,058,952</u>

Restricted funds

	At 1 January 2016 £	Income £	Expenditure £	At 31 December 2016 £
Restricted Funds	<u>76,815</u>	<u>1,285,526</u>	<u>(1,141,954)</u>	<u>220,387</u>

The Council of European Jamaats

Notes to the Financial Statements *(continued)*

Year ended 31 December 2016

Charity

Unrestricted funds

	At 1 January 2016	Income	Expenditure	At 31 December 2016
	£	£	£	£
General funds	589,706	828,014	(322,340)	1,095,380
Designated funds	162,765	28,359	—	191,124
	<u>752,471</u>	<u>856,373</u>	<u>(322,340)</u>	<u>1,286,504</u>

Restricted funds

	At 1 January 2016	Income	Expenditure	At 31 December 2016
	£	£	£	£
Restricted Funds	75,863	886,156	(742,642)	219,377

23. Subsidiary Company – The European Hajj Company Ltd

The Charity owns the whole of the issued ordinary share capital of The European Hajj Mission Limited, a company registered in England and Wales. The subsidiary is used for non-primary purpose trading activities. All activities have been consolidated on a line by line basis in the SOFA. The total net profit forms part of the restricted funds of the consolidated accounts. A summary of the results of the subsidiary is shown below:

	2016 £	2015 £
Turnover	399,370	351,635
Cost of Sales	(393,709)	(345,677)
	<u>5,661</u>	<u>5,958</u>
Administrative expenses	(5,587)	(5,727)
	<u>74</u>	<u>231</u>
Taxation	(15)	(46)
Profit for the financial year	<u>59</u>	<u>185</u>

The aggregate of the assets, liabilities and funds was

	2016 £	2015 £
Assets	10,253	6,158
Liabilities	(9,142)	(5,106)
	<u>1,111</u>	<u>1,052</u>

The Council of European Jamaats

Notes to the Financial Statements *(continued)*

Year ended 31 December 2016

24. Subsidiary Company – CoEJ Investments Ltd

The Charity owns the whole of the issued ordinary share capital of CoEJ Investments Limited, a company registered in England and Wales. The subsidiary is used for non-primary purpose trading activities. All activities have been consolidated on a line by line basis in the SOFA. The total net profit/(loss) forms part of the restricted funds of the consolidated accounts. A summary of the results of the subsidiary is given below:

	2016 £	2015 £
Turnover	538,067	536,400
Administrative expenses	<u>(694,273)</u>	<u>(614,283)</u>
Profit/(Loss) for the financial year	<u>(156,206)</u>	<u>(77,883)</u>

The aggregate of the assets, liabilities and funds was

	2016 £	2015 £
Assets	1,499,779	1,354,875
Liabilities	<u>(1,727,327)</u>	<u>(1,426,217)</u>
	<u>(227,548)</u>	<u>(71,342)</u>