

Al Mahadul Islami

Report of the Trustees and Unaudited Financial Statements

For the year ended 30 April 2017

Al Mahadul Islami
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Al Mahadul Islami
Report of the Trustees
For the year ended 30 April 2017

The Trustees have pleasure in presenting their report and the financial statements for the charity for the year ended 30 April 2017. The Trustees have adopted the provisions of 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 the Republic of Ireland (FRS 102) (effective 1 January 2015).

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.

Objectives and aims

The trustees have considered the Charity Commision's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

ACHIEVEMENTS AND PERFORMANCE

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

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 indivudals and cohesion in society. Talks are also given to 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 acheive 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.

During the month of Ramadan, extra provisions are made to provide the community with added benefits in terms of lessons, prayers and food.

The above have contributed to an improved understanding of Islam by the community as well as better cohesion within society.

FINANCIAL REVIEW

Reserves

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 £79,000 based on the current year expenditure.

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 £78,647 (expenditure) and net realised incoming resources of £159,880 (income). The total reserves at the year end after reserving for unrealised losses stand at £1,690,632..

The trustees are satisfied with the performance of the association during the year and the position at 30 April 2017. 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

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.

Al Mahadul Islami
Report of the Trustees Continued
For the year ended 30 April 2017

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.

REFERENCE AND ADMINISTRATIVE INFORMATION

Name of Charity	Al Mahadul Islami
Charity registration number	1150407
Principal address	40 Greaves Street Bradford West Yorkshire BD5 7PE

Trustees

The trustees and officers serving during the year and since the year end were as follows:

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

Approved by the Board of Trustees and signed on its behalf by

.....
Ahmed Ali

02 February 2018

Al Mahadul Islami
Independent Examiners Report to the Trustees
For the year ended 30 April 2017

I report to the trustees on my examination of the accounts of the charity for the year ended 30 April 2017.

Responsibilities and basis of report

As the charity trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the 2011 Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiners statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

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 accounts to be reached.

.....

H Raja Associates
2 Fieldhead Street
Fieldhead Business Centre
Bradford
West Yorkshire
BD7 1LW

02 February 2017

Al Mahadul Islami
Statement of Financial Activities
For the year ended 30 April 2017

	Notes	Unrestricted funds £	2016 £
Income and endowments from:			
Donations and legacies	2	14,582	58,730
Charitable activities	3	125,074	116,775
Other trading activities	4	1,500	4,113
Investments	5	18,724	66,639
Total		159,880	246,257
Expenditure on:			
Raising funds	6	(16,124)	(15,168)
Charitable activities	7/8	(62,523)	(61,948)
Total		(78,647)	(77,116)
Net income		81,233	169,141
Reconciliation of funds			
Total funds brought forward		1,609,399	1,440,258
Total funds carried forward		1,690,632	1,609,399

Al Mahadul Islami
Statement of Financial Position
As at 30 April 2017

	Notes	2017 £	2016 £
Fixed assets			
Tangible assets	14	468,209	468,564
Investments		352,500	352,500
		820,709	821,064
Current assets			
Cash at bank and in hand		1,370,694	1,288,335
		1,370,694	1,288,335
Creditors: amounts falling due within one year	15	(771)	-
Net current assets		1,369,923	1,288,335
Total assets less current liabilities		2,190,632	2,109,399
Creditors: amounts falling due after more than one year	16	(500,000)	(500,000)
Net assets		1,690,632	1,609,399
The funds of the charity			
Unrestricted income funds	17	1,690,632	1,609,399
Total funds		1,690,632	1,609,399

The financial statement were approved and authorised for issue by the Board and signed on its behalf by:

Ahmed Ali
Trustee

02 February 2018

Al Mahadul Islami
Notes to the Financial Statements
For the year ended 30 April 2017

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 the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), and the Charities Act 2011.

Al Mahadul Islami meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Statement of cash flows

The Trustees have taken advantage of the exemption in SORP FRS 102 from including a cash flow statement in the financial statements on the grounds that the charity is small.

Change in accounting policy

The transition to FRS 102 has not affected the reported financial position and financial performance of the charity. The transition to FRS 102 took place on 1 May 2016. The latest period presented in the previous financial reporting framework was 30 April 2016.

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:

Allocation and apportionment of costs

Costs are allocated and apportioned to each activity according to the nature of each cost. Direct costs attributable to a single activity are allocated direct to that activity. Shared costs which contribute directly to more than one activity are apportioned between those activities.

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:

Fixtures and fittings	20% Reducing balance
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Current asset investments

Unlisted Investments are included at cost less impairment.

2. Income from donations and legacies

	2017	2016
	£	£
Unrestricted funds		
Donations received	14,582	58,730
	14,582	58,730

Al Mahadul Islami
Notes to the Financial Statements Continued
For the year ended 30 April 2017

3. Income from charitable activities

	2017	2016
	£	£
Unrestricted funds		
<i>Extra Curricular Activities</i>		
Income from charitable activities	125,074	116,775

4. Income earned from other activities

	2017	2016
	£	£
Unrestricted funds		
Shop income	1,500	4,113
	1,500	4,113
	1,500	4,113

5. Investment income

	2017	2016
	£	£
Unrestricted funds		
Income from unlisted investments	17,400	65,250
Bank interest receivable	1,324	1,389
	18,724	66,639
	18,724	66,639

6. Expenditure on generating donations and legacies

	2017	2016
	£	£
Unrestricted funds		
Donations	13,772	10,521
Support costs	2,352	4,647
	16,124	15,168
	16,124	15,168

Al Mahadul Islami
Notes to the Financial Statements Continued
For the year ended 30 April 2017

7. Costs of charitable activities by fund type

	2017	2016
	£	£
Unrestricted funds		
Extra Curricular Activities	55,997	57,297
Support costs	6,526	4,651
	62,523	61,948
	62,523	61,948

8. Costs of charitable activities by activity type

	Activities undertaken directly	Support costs	2017	2016
	£	£	£	£
Support costs				
Extra Curricular Activities	55,997	6,526	62,523	61,948

9. Analysis of support costs

	2017	2016
	£	£
Extra Curricular Activities		
Management	355	-
IT	129	-
Governance costs	8,394	9,298
	8,878	9,298
	8,878	9,298

10. Net income/(expenditure) for the year

This is stated after charging/(crediting):

	2017	2016
	£	£
Depreciation of owned fixed assets	355	-
Trustees' remuneration	9,352	8,949

Al Mahadul Islami
Notes to the Financial Statements Continued
For the year ended 30 April 2017

11. Staff costs

Total staff costs for the year ended 30 April 2017 were:

	2017	2016
	£	£
Salaries and wages	12,383	8,949
	<u>12,383</u>	<u>8,949</u>

During the year the average number of employees of the charity was 2.

None of the employees received any employee benefits.

12. Trustee remuneration and related party transactions

Included within the financial statements is remuneration to a trustee, Mr A Ali. The remuneration was for services provided to the charity and not for trusteeship. The remuneration amounted to £9,352. Clearance for this remuneration has been obtained from the Charity's Commission.

No trustee expenses have been incurred in the year.

In the year there was a loan owing to Eternal Light Secondary School. the amount owing to Eternal Ligh Secondary School was £150,000. Mr Usman Iqbal is also a trustee of Eternal Light Secondary School. the amount loaned is interest free and is repayable on demand.

13. Comparative for the Statement of Financial Activities

The comparative year values on the Statement of Financial Activites are for unrestricted funds.

Al Mahadul Islami
Notes to the Financial Statements Continued
For the year ended 30 April 2017

14. Tangible fixed assets

Cost or valuation	Land and buildings	Equipment	Total
	£	£	£
At 01 May 2016	466,789	-	466,789
Additions	-	1,775	1,775
At 30 April 2017	466,789	1,775	468,564
Depreciation			
Charge for year	-	355	355
At 30 April 2017	-	355	355
Net book values			
At 30 April 2017	466,789	1,420	468,209
At 30 April 2016	466,789	-	466,789

15. Creditors: amounts falling due within one year

	2017	2016
	£	£
Other creditors	771	-
	771	-

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

	2017	2016
	£	£
Other creditors	500,000	500,000
	500,000	500,000

17. Movement in funds

Unrestricted Funds

	Balance at 01/05/2016	Incoming resources	Outgoing resources	Balance at 30/04/2017
	£	£	£	£
<i>General</i>				
General	1,609,399	159,880	(78,647)	1,690,632
	1,609,399	159,880	(78,647)	1,690,632

Al Mahadul Islami
Notes to the Financial Statements Continued
For the year ended 30 April 2017

Unrestricted Funds - Previous year

	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
	1,440,258	246,257	(77,116)	1,609,399

Purpose of unrestricted Funds

General

General unrestricted funds are to be maintained and grown from which future capital projects can be undertaken.

18. 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	468,209	352,500	1,369,923	(500,000)	1,690,632
	468,209	352,500	1,369,923	(500,000)	1,690,632

Previous year

	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

Al Mahadul Islami
Detailed Statement of Financial Activities
For the year ended 30 April 2017

	2017	2016
	£	£
INCOME AND ENDOWMENT		
Donations and legacies		
Donations	14,582	58,730
	14,582	58,730
Charitable activities		
Income from charitable activities (Extra Curricular Activities)	125,074	116,775
	125,074	116,775
Other trading activities		
Sale of Books	1,500	4,113
	1,500	4,113
Investments		
Income from unlisted investments	17,400	65,250
Bank interest receivable	1,324	1,389
	18,724	66,639
Total incoming resources	159,880	246,257
EXPENDITURE		
Raising donations and legacies		
Donations	(13,772)	(10,521)
	(13,772)	(10,521)
Charitable activities		
Cost of direct charitable activity (Extra Curricular Activities)	(55,997)	(57,297)
	(55,997)	(57,297)
SUPPORT COSTS		
Management		
Management (Extra Curricular Activities)	(355)	-
	(355)	-
IT		
IT (Extra Curricular Activities)	(129)	-
	(129)	-
Governance costs		
Governance costs	(2,352)	(4,647)
Governance costs (Extra Curricular Activities)	(6,042)	(4,651)
	(8,394)	(9,298)
Total resources expended	(78,647)	(77,116)
Net Income	81,233	169,141