

REGISTERED CHARITY NUMBER: 1098114

**Trustees' Report and
Unaudited Financial Statements for the Year Ended 31st December 2017
for
Sri Lanka Islamic (UK) Association**

Sri Lanka Islamic (UK) Association

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for the Year Ended 31st December 2017**

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Sri Lanka Islamic (UK) Association
Trustees' Report
for the Year Ended 31st December 2017

The trustees present their report with the financial statements of the charity for the year ended 31st December 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 Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity was set up to assist, protect, preserve and enhance religious, cultural and social values within the spirit of the Islamic tradition and Sri Lankan culture in association and corporation with other organisations where relevant. It was also set up to promote educational, cultural, social, sports and welfare work to the benefit of the community as a whole.

The objects of Sri Lanka Islamic (UK) Association are to:

- a) To advance the Muslim religion for the benefit of the public among Muslims in the United Kingdom including by the provision of facilities for prayer gathering;
- b) To advance Islamic education for the benefit of the public;
- c) To relieve poverty amongst Muslim students.

Public benefit

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'. It is the trustee's opinion that the operation of the charity in its present form is for the public benefit under the principles set out in the Charity Commission guidance.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The main charitable activities during the year were as follows:

- 1. The charity has continued to hold many religious events, and during the year the charity had held several religious events including two annual dinners to celebrate Eid ul Fitr and Eid ul Adha, and weekend gatherings of religious functions during the month of Ramadan
- 2. The charity also raised funds for Syria by arranging a sponsor walk during the year which was used to provide medical equipment for Syrian hospitals and to help injured victims
- 3. The charity continued to donate raised funds towards its toilet fund project which has been set up to put an overhead tank near the mosque and to provide water facilities for the toilets
- 4. The charity continued to assist flood victims
- 5. During the year the charity also assisted in providing free food to many people during Ramadan and provided hampers to senior members during Ramadan

Sri Lanka Islamic (UK) Association

Trustees' Report for the Year Ended 31st December 2017

FINANCIAL REVIEW

Financial position

The primary funding source is membership fees and also donations from members during events. The charity received £3,008 in membership subscriptions and received £38,474 as general donations.

Other specific donations received during the year were £23,807 from a sponsor walk for Syria, £151 towards the toilet fund project and £20,000 for a new building project and £7,505 towards flood relief appeal.

Rental Income received during the financial year from the letting of our property at Hanwell was £13,827.

Overall income has increased this year as compared to last year mostly as a result of the donation from sponsorship walk.

Main funds distributed during the year were £8,922 for Ramadan appeal, £15,025 for the flood relief and £18,813 for Walk for Syria sponsor walk.

Reserves policy

The Trustees have examined the charity's requirements for reserves in light of the main risks to the organisation. Trustees are committed to generating sufficient reserves to support current organisational activities to meet the following requirements:

Its forecasts for levels of income in current year and future years taking into account the reliability of each source of income and its expenditure.

Reserves are needed to bridge the gap between the spending and receiving of income and to cover unplanned emergency repairs and other expenditure. The Trustees consider that the ideal level of reserves as at 31 December 2017 would be £10,000.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes an unincorporated charity.

Charity constitution

The charity was established in March 1973 and registered as a charity with the Charity Commission with effect from 20 June 2003.

Recruitment and appointment of new trustees

The trustees are responsible for the administration and investment policy of the charity. Trustees are appointed and removed by the Board of Trustees.

Induction training is given to the trustees on appointment. New trustee would also receive training from an existing trustee about the charity and their responsibilities as a trustee and would receive a copy of the Charity Commission's guide for new trustee. Ongoing training is provided as required.

Sri Lanka Islamic (UK) Association

Trustees' Report for the Year Ended 31st December 2017

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The committee as charity trustees have control of the charity. The committee consists of six office bearers and five committee members. Annual General Meetings are usually held in the months of March or April each year to receive General Secretary's report, Treasurer's Annual Accounts and to elect Office Bearers (Trustees) for the forthcoming year proposed and seconded by fully paid up members of the Charity.

The Executive Committee is responsible for the day to day operations of the charity.

The following were the trustees during the year:

Office Bearers:

Mr Jazal Marzook - President
Mr Ahamad Wahab - Vice President
Mr Azhar Salahudeen - Secretary
Mr Sadat Sadiq - Assistant Secretary
Mr Fazly Wahab - Treasurer
Mr Khalid Malhar - Assistant Treasurer

Committee Members:

Mr Nakeeb Atheeq
Mrs Ishreen Macan Markar
Mr Latif Abdeen
Mr Jezri Mohideen
Mr Rafat Hashim

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1098114

Principal address

7 Broadway Buildings
Boston Road
Hanwell
London
W7 3TT

Sri Lanka Islamic (UK) Association

**Trustees' Report
for the Year Ended 31st December 2017**

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees

Mr J Marzook

Mr A Wahab

Mr A Salahudeen

Mr F Wahab

Mr K Malhar

Mr H Ossman

- resigned 1.2.17

Mr N Atheeq

Mr R Hashim

Mr J Mohideen

Mr S Sadiq

- appointed 1.2.17

Mrs I M Marker

- appointed 1.2.17

Mr L Abdeen

- appointed 1.2.17

Independent examiner

Tahira Siddiqui FCA, MSc

S. Syedain & Co

Chartered Accountants

Heron House, 2nd Floor


109 Wembley Hill Road

Wembley

Middlesex

HA9 8DA

Approved by order of the board of trustees on 23rd October 2018 and signed on its behalf by:



Mr F Wahab - Trustee

**Independent Examiner's Report to the Trustees of
Sri Lanka Islamic (UK) Association**

Independent examiner's report to the trustees of Sri Lanka Islamic (UK) Association

I report to the charity trustees on my examination of the accounts of the Sri Lanka Islamic (UK) Association (the Trust) for the year ended 31st December 2017.

Responsibilities and basis of report

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

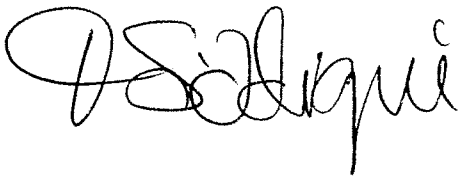
I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material 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 Trust as required by section 130 of the 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 confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.



Tahira Siddiqui FCA, MSc
S. Syedain & Co
Chartered Accountants
Heron House, 2nd Floor
109 Wembley Hill Road
Wembley
Middlesex
HA9 8DA

24th October 2018

Sri Lanka Islamic (UK) Association

**Statement of Financial Activities
for the Year Ended 31st December 2017**

	Notes	Unrestricted fund £	Restricted funds £	31.12.17 Total funds £	31.12.16 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		61,391	43,959	105,350	35,006
Investment income	2	13,827	-	13,827	13,241
Total		<u>75,218</u>	<u>43,959</u>	<u>119,177</u>	<u>48,247</u>
EXPENDITURE ON					
Raising funds		551	-	551	4,786
Charitable activities					
Cost of generating funds		43,580	20,845	64,425	30,031
Other Costs		6,886	-	6,886	1,054
Other		236	-	236	278
Total		<u>51,253</u>	<u>20,845</u>	<u>72,098</u>	<u>36,149</u>
Net gains/(losses) on investments		<u>(869)</u>	<u>-</u>	<u>(869)</u>	<u>6,754</u>
NET INCOME		<u>23,096</u>	<u>23,114</u>	<u>46,210</u>	<u>18,852</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>247,808</u>	<u>27,396</u>	<u>275,204</u>	<u>256,352</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>270,904</u></u>	<u><u>50,510</u></u>	<u><u>321,414</u></u>	<u><u>275,204</u></u>

The notes form part of these financial statements

Sri Lanka Islamic (UK) Association

**Balance Sheet
At 31st December 2017**

	Notes	Unrestricted fund £	Restricted funds £	31.12.17 Total funds £	31.12.16 Total funds £
FIXED ASSETS					
Tangible assets	4	1,342	-	1,342	1,578
Investment property	5	195,109	-	195,109	195,978
		<u>196,451</u>	<u>-</u>	<u>196,451</u>	<u>197,556</u>
 CURRENT ASSETS					
Debtors	6	1,900	-	1,900	2,207
Cash at bank		75,965	50,510	126,475	78,983
		<u>77,865</u>	<u>50,510</u>	<u>128,375</u>	<u>81,190</u>
 NET CURRENT ASSETS		<u>77,865</u>	<u>50,510</u>	<u>128,375</u>	<u>81,190</u>
 TOTAL ASSETS LESS CURRENT LIABILITIES		274,316	50,510	324,826	278,746
 ACCRUALS AND DEFERRED INCOME	7	(3,412)	-	(3,412)	(3,542)
		<u>270,904</u>	<u>50,510</u>	<u>321,414</u>	<u>275,204</u>
 NET ASSETS		<u>270,904</u>	<u>50,510</u>	<u>321,414</u>	<u>275,204</u>
 FUNDS	8				
Unrestricted funds				270,904	247,808
Restricted funds				50,510	27,396
 TOTAL FUNDS				<u>321,414</u>	<u>275,204</u>

The notes form part of these financial statements

Sri Lanka Islamic (UK) Association

Balance Sheet - continued
At 31st December 2017

The financial statements were approved by the Board of Trustees on 23rd October 2018 and were signed on its behalf by:

A handwritten signature in black ink, appearing to be 'F Wahab', with a large, stylized initial 'F' and a long horizontal stroke extending to the right.

Mr F Wahab -Trustee

The notes form part of these financial statements

Sri Lanka Islamic (UK) Association

Notes to the Financial Statements for the Year Ended 31st December 2017

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared 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' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

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

Fixtures and Equipments	- 15% on reducing balance
Books	- 15% on reducing balance

Investment property

Investment property is shown at most recent valuation. Any surplus or deficit arising from changes in market value is recognised in statement of financial activities.

Taxation

The charity is exempt from tax on its charitable activities.

Sri Lanka Islamic (UK) Association

Notes to the Financial Statements - continued for the Year Ended 31st December 2017

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. INVESTMENT INCOME

	31.12.17	31.12.16
	£	£
Rents received	13,827	13,241
	<u> </u>	<u> </u>

3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st December 2017 nor for the year ended 31st December 2016.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31st December 2017 nor for the year ended 31st December 2016.

4. TANGIBLE FIXED ASSETS

	Fixtures and Equipments £	Books £	Totals £
COST			
At 1st January 2017 and 31st December 2017	6,195	1,036	7,231
	<u> </u>	<u> </u>	<u> </u>
DEPRECIATION			
At 1st January 2017	4,651	1,002	5,653
Charge for year	231	5	236
	<u> </u>	<u> </u>	<u> </u>
At 31st December 2017	4,882	1,007	5,889
	<u> </u>	<u> </u>	<u> </u>
NET BOOK VALUE			
At 31st December 2017	1,313	29	1,342
	<u> </u>	<u> </u>	<u> </u>
At 31st December 2016	1,544	34	1,578
	<u> </u>	<u> </u>	<u> </u>

Sri Lanka Islamic (UK) Association

**Notes to the Financial Statements - continued
for the Year Ended 31st December 2017**

5. INVESTMENT PROPERTY

	£
MARKET VALUE	
At 1st January 2017	195,978
Revaluation	(869)
	<u>195,109</u>
At 31st December 2017	<u>195,109</u>
NET BOOK VALUE	
At 31st December 2017	<u>195,109</u>
At 31st December 2016	<u>195,978</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.17	31.12.16
	£	£
Other debtors	<u>1,900</u>	<u>2,207</u>

7. ACCRUALS AND DEFERRED INCOME

	31.12.17	31.12.16
	£	£
Accruals and deferred income	<u>3,412</u>	<u>3,542</u>

Sri Lanka Islamic (UK) Association

**Notes to the Financial Statements - continued
for the Year Ended 31st December 2017**

8. MOVEMENT IN FUNDS

	At 1.1.17 £	Net movement in funds £	At 31.12.17 £
Unrestricted funds			
General fund	247,808	23,096	270,904
Restricted funds			
Toilets Fund	20,731	(1,629)	19,102
School Fund	2,500	-	2,500
Water Fund	1,330	-	1,330
Distress Fund	2,835	(250)	2,585
Walk for Syria Fund	-	4,993	4,993
Neeravapitty building project	-	20,000	20,000
	<u>27,396</u>	<u>23,114</u>	<u>50,510</u>
TOTAL FUNDS	<u><u>275,204</u></u>	<u><u>46,210</u></u>	<u><u>321,414</u></u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	75,218	(51,253)	(869)	23,096
Restricted funds				
Toilets Fund	152	(1,781)	-	(1,629)
Walk for Syria Fund	23,807	(18,814)	-	4,993
Neeravapitty building project	20,000	-	-	20,000
Distress Fund	-	(250)	-	(250)
	<u>43,959</u>	<u>(20,845)</u>	<u>-</u>	<u>23,114</u>
TOTAL FUNDS	<u><u>119,177</u></u>	<u><u>(72,098)</u></u>	<u><u>(869)</u></u>	<u><u>46,210</u></u>

Sri Lanka Islamic (UK) Association

**Notes to the Financial Statements - continued
for the Year Ended 31st December 2017**

8. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.16 £	Net movement in funds £	At 31.12.16 £
Unrestricted Funds			
General fund	226,041	21,767	247,808
Restricted Funds			
Toilets Fund	24,196	(3,465)	20,731
School Fund	2,500	-	2,500
Water Fund	530	800	1,330
Distress Fund	3,085	(250)	2,835
	<u>30,311</u>	<u>(2,915)</u>	<u>27,396</u>
TOTAL FUNDS	<u>256,352</u>	<u>18,852</u>	<u>275,204</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	45,864	(30,851)	6,754	21,767
Restricted funds				
Toilets Fund	1,583	(5,048)	-	(3,465)
Water Fund	800	-	-	800
Distress Fund	-	(250)	-	(250)
	<u>2,383</u>	<u>(5,298)</u>	<u>-</u>	<u>(2,915)</u>
TOTAL FUNDS	<u>48,247</u>	<u>(36,149)</u>	<u>6,754</u>	<u>18,852</u>

Sri Lanka Islamic (UK) Association

**Notes to the Financial Statements - continued
for the Year Ended 31st December 2017**

9. RELATED PARTY DISCLOSURES

During the year the following trustees made donations to the charity as noted below:

1. Mr J Marjook - £8,038
2. Mr J Mohideen - £2,500

Mr Marzook made payments towards a few of the charity expenses which he donated to the charity.

Sri Lanka Islamic (UK) Association

Detailed Statement of Financial Activities for the Year Ended 31st December 2017

	31.12.17 £	31.12.16 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	105,100	35,006
Other Income	250	-
	<hr/> 105,350	<hr/> 35,006
Investment income		
Rents received	13,827	13,241
	<hr/> 119,177	<hr/> 48,247
Total incoming resources		
EXPENDITURE		
Raising donations and legacies		
Postage and stationery	491	1,232
Membership Fee	60	220
	<hr/> 551	<hr/> 1,452
Other trading activities		
Bad debts	-	3,334
Charitable activities		
Premises Cost	4,520	985
Sundries	2,366	69
Religious Celebrations	19,633	30,031
Charitable Donations	44,792	-
	<hr/> 71,311	<hr/> 31,085
Other		
Fixtures and fittings	231	272
Library Books	5	6
	<hr/> 236	<hr/> 278
Total resources expended	72,098	36,149
	<hr/>	<hr/>
Net income before gains and losses	47,079	12,098

This page does not form part of the statutory financial statements

Sri Lanka Islamic (UK) Association

**Detailed Statement of Financial Activities
for the Year Ended 31st December 2017**

	31.12.17 £	31.12.16 £
Realised recognised gains and losses		
Realised gains/(losses) on investment property	(869)	6,754
Net income	<u>46,210</u>	<u>18,852</u>

This page does not form part of the statutory financial statements