

Charity number: 1146363

AL - MAHDI FOUNDATION
Trustees' report and financial statements
for the year ended 31 March 2018

AL - MAHDI FOUNDATION

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Legal and administrative information

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

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Report of the trustees for the year ended 31 March 2018

The trustees present their report and the financial statements for the year ended 31 March 2018. The trustees who served during the year and up to the date of this report are set out on page 1.

Structure, governance and management

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

Objectives and activities

REFURBISHMENT

During the year building repairs have continued

COMMEMORATED MONTH OF MUHARAM

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

CELEBRATION OF MONTH OF RAMADAN

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

FUTURE PLANS

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

Achievements and performance

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

Financial review

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

Statement of trustees' responsibilities

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 1993 and the Charity (Accounts and Reports) Regulations 2008. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other

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**Report of the trustees
for the year ended 31 March 2018**

On behalf of the board

AFZAAL HUSSAIN
Secretary

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

I report on the accounts of AL - MAHDI FOUNDATION for the year ended 31 March 2018 set out on pages 2 to 12.

Respective responsibilities of trustees and independent examiner

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

Basis of independent examiner's statement

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

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

- (i) which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep proper accounting records in accordance with section 41 of the Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Acthave not been met; or

- (ii) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Independent examiner

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Statement of financial activities

For the year ended 31 March 2018

	Notes	2018 Total £	2017 Total £
Incoming resources			
Incoming resources from generating funds:			
Voluntary income	2	22,878	27,083
Other incoming resources	3	19,800	19,800
Total incoming resources		<u>42,678</u>	<u>46,883</u>
Resources expended			
Costs of generating funds:			
Cost of generating voluntary income	4	20,177	18,828
Governance costs	5	5,160	5,619
Total resources expended		<u>25,337</u>	<u>24,447</u>
Total funds brought forward		<u>165,283</u>	<u>142,847</u>
Total funds carried forward		<u>182,624</u>	<u>165,283</u>

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

All of the above amounts relate to continuing activities.

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

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Income and expenditure account

For the year ended 31 March 2018

	Notes	2018 £	2017 £
Income		42,678	46,883
Operating expenditure		20,177	(18,828)
Operating surplus		22,501	28,055
Interest payable and similar charges		(5,160)	(5,619)
Retained surplus for the financial year		17,341	22,436

All activities derive from continuing operations.

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

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Balance sheet as at 31 March 2018

	Notes	£	2018 £	£	2017 £
Fixed assets					
Tangible assets	8		272,631		272,631
Current assets					
Cash at bank and in hand		19,944		12,592	
		<u>19,944</u>		<u>12,592</u>	
Creditors: amounts falling due within one year	9	(1,000)		(1,000)	
Net current assets			<u>18,944</u>		<u>11,592</u>
Total assets less current liabilities			291,575		284,223
Creditors: amounts falling due after more than one year	10		(108,951)		(118,940)
Net assets			<u>182,624</u>		<u>165,283</u>
Funds	11				
Total funds			<u>182,624</u>		<u>165,283</u>

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

KAFAIT HUSSAIN
Trustee

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

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Notes to financial statements for the year ended 31 March 2018

1. Accounting policies

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

1.1. Basis of accounting

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

1.2. Cashflow

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

1.3. Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

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

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

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

1.4. Resources expended

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

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

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

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

1.5. Tangible fixed assets and depreciation

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

Land and buildings - Straight line over years

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Notes to financial statements for the year ended 31 March 2018

2. Voluntary income

	2018	2017
	Total	Total
	£	£
Donations	22,878	27,083
	<u>22,878</u>	<u>27,083</u>
	<u><u>22,878</u></u>	<u><u>27,083</u></u>

3. Other incoming resources

	2018	2017
	Total	Total
	£	£
Other income	19,800	19,800
	<u>19,800</u>	<u>19,800</u>
	<u><u>19,800</u></u>	<u><u>19,800</u></u>

4. Cost of generating voluntary income

	2018	2017
	Total	Total
	£	£
Support costs	20,177	18,828
	<u>20,177</u>	<u>18,828</u>
	<u><u>20,177</u></u>	<u><u>18,828</u></u>

5. Governance costs

	2018	2017
	Total	Total
	£	£
Interest - Bank loans & overdraft	5,160	5,619
	<u>5,160</u>	<u>5,619</u>
	<u><u>5,160</u></u>	<u><u>5,619</u></u>

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Notes to financial statements for the year ended 31 March 2018

6. Analysis of support costs

	Cost of generating voluntary income £	2018 Total £	2017 Total £
Staff costs	5,460	5,460	5,375
Rates and water	589	589	859
Light and heat	2,040	2,040	2,191
Repairs and maintenance	3,515	3,515	1,731
Insurance	1,602	1,602	3,315
Other establishment costs	5,624	5,624	4,580
Motor and travelling costs	-	-	10
Accountancy charges	600	600	600
Other office expenses	747	747	167
	<u>20,177</u>	<u>20,177</u>	<u>18,828</u>

7. Employees

Employment costs	2018 £	2017 £
Wages and salaries	<u>5,460</u>	<u>5,375</u>

No employee received emoluments of more than £60,000 (2017 : None).

Number of employees

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

2018 Number	2017 Number
<u>1</u>	<u>1</u>

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Notes to financial statements for the year ended 31 March 2018

8. Tangible fixed assets	Land and buildings freehold	Total
	£	£
Cost		
At 1 April 2017 and At 31 March 2018	272,631	272,631
	<u>272,631</u>	<u>272,631</u>
Net book values		
At 31 March 2018	272,631	272,631
At 31 March 2017	272,631	272,631
	<u>272,631</u>	<u>272,631</u>
9. Creditors: amounts falling due within one year	2018	2017
	£	£
Accruals and deferred income	1,000	1,000
	<u>1,000</u>	<u>1,000</u>
10. Creditors: amounts falling due after more than one year	2018	2017
	£	£
Bank loan	108,951	118,940
	<u>108,951</u>	<u>118,940</u>
11. Analysis of net assets between funds	Unrestricted funds	Total funds
	£	£
Fund balances at 31 March 2018 as represented by:		
Current liabilities	182,624	182,624
	<u>182,624</u>	<u>182,624</u>

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

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Detailed statement of financial activities

For the year ended 31 March 2018

	2018		2017	
	£	£	£	£
Incoming resources				
Incoming resources from generating funds:				
<i>Voluntary income</i>				
Donations		22,878		27,083
		<u>22,878</u>		<u>27,083</u>
Total incoming resources from generating funds		<u>22,878</u>		<u>27,083</u>
Other incoming resources				
Other income		19,800		19,800
		<u>19,800</u>		<u>19,800</u>
Total incoming resources		<u>42,678</u>		<u>46,883</u>
Resources expended				
Costs of generating funds:				
<i>Support costs</i>				
Support - Staff - Wages & salaries	5,460		5,375	
Support - Establishment - Rates & water	589		859	
Support - Establishment - Light & heat	2,040		2,191	
Support - Establishment - Repairs & maintenance	3,515		1,731	
Support - Establishment - Insurance	1,602		3,315	
Support - Establishment - Other	5,624		4,580	
Support - Motor vehicle expenses	-		10	
Support - Professional - Accountancy fees	600		600	
Support - Office expenses - Other	747		167	
		<u>20,177</u>		<u>18,828</u>
Total cost of generating voluntary income		<u>20,177</u>		<u>18,828</u>
Fundraising trading:				
cost of goods sold and other costs				
Total costs of generating funds		<u>20,177</u>		<u>18,828</u>

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Detailed statement of financial activities

For the year ended 31 March 2018

	2018	2017
	£	£
Charitable activities		
Governance costs		
<i>Activities undertaken directly</i>		
Interest - Bank loans & overdraft	5,160	5,619
	<u>5,160</u>	<u>5,619</u>
Total governance costs	<u>5,160</u>	<u>5,619</u>
Net incoming/(outgoing) resources for the year	<u>17,341</u>	<u>22,436</u>