



**Report of the Trustees and
Audited Financial Statements**

For the year ended 30 June 2018

Charity Registration Number 1078489

ISLAMIC AID

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2018**

	Page
Report of the Trustees	1 to 4
Report of the Independent Auditors	5 to 6
Statement of Financial Activities	7
Balance Sheet	8
Cash Flow Statement	9
Notes to the Cash Flow Statement	10
Notes to the Financial Statements	11 to 16
Detailed Statement of Financial Activities	17 to 18

ISLAMIC AID

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2018

The trustees present their report with the financial statements of the charity for the year ended 30 June 2018. 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

Islamic Aid continues to focus in the area of education, healthcare, livelihoods and emergency relief. Islamic Aid's strategic geographical focus remains Pakistan, Palestine, India, Somalia, Sri Lanka, Bangladesh and Afghanistan. Islamic Aid also responds to disasters wherever they occur. Our work continues to grow and new partnerships are developed.

Our vision - for change:

Islamic aid seeks a world where poverty and suffering have been overcome and people live in dignity.

Our mission - what we do:

Our mission is to make immediate and lasting improvements to the lives of people affected by poverty, war and disaster.

In this mission, our work for the alleviation of poverty is carried out through seven complementary activities:

Education : improving access to learning;

Healthcare : improving access to and the quality of healthcare;

Livelihoods : promoting income generation at household level to improve economic well being;

Emergency relief : provision of food, water, medicines and shelter in times of crisis.

Qurbani and Aqiqah: Help people celebrate these festival.

Children and women welfare: Improve their welfare.

Water & sanitation: Improve access to clean water and improve sanitation.

Our values:

Equality : We believe the lives of all human beings are of equal value.

Respect: We affirm the dignity, potential and contribution of participants, donors, partners, staff and volunteers.

Integrity : We act consistently with our mission, being honest and transparent in what we do and say.

Partnerships : We work together effectively to serve the larger community.

Quality: We constantly challenge ourselves to the highest levels of learning and performance to achieve greater impact.

Public benefit

The charity meets the definition of a public benefit entity under FRS2.

ACHIEVEMENT AND PERFORMANCE

Review of financial performance

Our overall objectives in relation to fundraising was to maximise the amount of voluntary income raised and to ensure that we did so at a reasonable cost:income ratio. Our income for the year was £3,790,898 (2017 - £3,907,668). Our direct charitable expenditure during the year was £4,707,186 (2017 - £3,425,422).

Review of development activities

In the 16th year of operation, the Trustees are satisfied with the continued progress and development of the Charity. The Charity was established in December 1999 to help alleviate poverty and the Trustees are satisfied that the focus of the work meets this criteria.

In future, Islamic Aid plans to focus on organisational development aimed at increasing investment in our long term development projects focused on a few countries and further improve our capacity to provide relief when disasters strike.

ISLAMIC AID

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2018

ACHIEVEMENT AND PERFORMANCE

Public Benefit

The management committee confirms that they have referred to the guidance on public benefit contained in documents produced by the charity commission, when reviewing the aims and objectives of the charity and planning future activities.

External factors affecting Islamic Aid's work:

Islamic Aid, like other Muslim overseas aid charities, is currently operating in a very difficult international environment. At home, constant talk of Muslim charities and terrorism in the same breath in the media and political circles and a sensitive situation abroad continues to put immense pressure on such charities, especially on those in the early stages of their development.

The trustees have adopted a "safe & cautious strategy" in all areas of our work to protect reputation and future work of the charity. We are extremely careful in selecting projects, partners, committee members, volunteers and staff and ensure that; a) rigorous controls and systems are in place; b) all funds only move through official channels; and c) we are able to trace aid up to final beneficiary level.

FINANCIAL REVIEW

Reserves policy

The Trustees recognize the need to have reserves in place to ensure the continuation of our work in the event of an unforeseen downturn. This is particularly true for a young charity like Islamic Aid, which is going through a period of growth, where reliable income streams are being established.

Trustees are also conscious of the need to balance the necessity for reserves with our efforts for providing value for money and maximizing the resources available for our programmes. To this end, we try to achieve reserve for at least twelve months of total annual budget, which means reserves of up to £2.7 million.

The current level of unrestricted and undedicated funds is £2,622,507 (2017 - £3,771,933). We also maintain endowment funds, to ensure that enough funds are available in the long term for the establishment and running of longer term development projects, like schools, hospitals etc. The Endowment funds total at the end of the current year was £2,700,000 (2017 - £2,700,000).

Going concern

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

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is a Trust and is governed by its Trust Deed dated 1 June 1999. The Board of Trustees of the charity is responsible for the overall operations of the charity. New trustees are appointed by majority decision of the Board. Normally trustees are people who already have an existing involvement with, and knowledge of, the charity. Induction meetings for new trustees are held prior to their first Board meeting.

The Board of Trustees meets quarterly. Other ad hoc meetings and telephone conferences involving either the whole Board or selected members of the Board are also held as required. Following a Trustees meeting in March 2014, subcommittees for the both fundraising and programmes have been set up.

Office bearers are responsible for the day to day running of the charity and manage the staff and volunteers of the charity on behalf of the trustees.

ISLAMIC AID

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2018

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The major risks, to which Islamic Aid is exposed, are identified and reviewed by the trustees as part of the annual risk review process. Appropriate systems and procedures are in place to manage these risks and provide reasonable but not absolute assurance against occurrence.

The main risks identified, together with the methods adopted to manage them are summarised below and have not significantly altered since last year's report:

Governance risk: The organisation needs to ensure that appropriate corporate governance structures and practices are in place, to reduce the risk of organisation failure and support the long term survival and success of Islamic Aid. The Board regularly reviews the policies and structure in order to ensure that they meet accepted good governance standards.

Continuity of funding: The organisation has no guaranteed income. If it is to continue its work it is entirely dependent on the goodwill of the public. In order to reduce the risk of significant fluctuations in income the organisation aims to foster public commitment to the developing world and geographically diversify sources of income. It has also set aside a portion of its £2.7 million of reserves to reduce disruption in the event of a temporary fall in income.

Effectiveness of expenditure: Islamic Aid needs to be able to demonstrate that it is able to use resources effectively in order to achieve lasting results. Systems have been put in place to monitor work quality.

Fraud or error: Significant errors or fraud could severely damage the charity's reputation as well as resulting in the loss of resources. The charity has developed financial controls and reporting systems to mitigate this risk.

IT security and continuity: In common with many organisations we are dependent on information which is stored electronically, the loss or damage of these systems would severely disrupt operations. We have developed detailed IT policies and procedures designed to counter this risk.

The board is however satisfied that systems are in place to monitor, manage, and mitigate Concern Worldwide UK's exposure to major risks and all information is fully backed up and secured.

Grant-making Policy: Grant-making is governed strictly by partnership and funding agreements. Islamic Aid's decision to allocate funds is determined solely on the basis of need, the individual merit of each project and the ability of the partner organisation applying for the grant to deliver. All documentation, including the Funding agreement is revised periodically to take into consideration changes in the law and the situation in Islamic Aid's areas of operation. Changes are made where necessary and local partners are required to complete and return a signed copy of the new agreement.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1078489

Principal address

29 Church Hill
Walthamstow
London
E17 3AB

ISLAMIC AID

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 JUNE 2018

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees

M Hassan
R Gul
M Alam
A Raje
M Shabbir
M H Durrani

Auditors

Javad H Rana (Senior Statutory Auditor)
for and on behalf JR Accounts, Chartered
Certified Accountants & Registered Auditors
164-166 High Road
Ilford
IG1 1LL

Principal bankers

Natwest Bank Plc
201 High Street
London E17 7LL

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees 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, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 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.

Approved by order of the board of trustees on 8 April 2019 and signed on its behalf by:



A Raje - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF ISLAMIC AID

Opinion

We have audited the financial statements of ISLAMIC AID (the 'charity') for the year ended 30 June 2018 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 June 2018 and of its incoming resources and application of resources 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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 Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
ISLAMIC AID**

Responsibilities of trustees

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

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.



Javad H Rana (Senior Statutory Auditor)
for and on behalf JR Accounts, Chartered
Certified Accountants & Registered Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
164-166 High Road
Ilford
IG1 1LL

8 April 2019

ISLAMIC AID

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2018**

	Notes	Unrestricted funds £	Restricted fund £	Endowment fund £	30.6.18 Total funds £	30.6.17 Total funds £
INCOME AND ENDOWMENTS FROM						
Donations and legacies	2	3,202,650	-	-	3,202,650	3,364,796
Investment income	3	63,637	-	-	63,637	65,330
Other income		524,611	-	-	524,611	477,542
Total		3,790,898	-	-	3,790,898	3,907,668
EXPENDITURE ON						
Raising funds						
Raising donations and legacies	4	162,065	-	-	162,065	311,236
		162,065	-	-	162,065	311,236
Charitable activities						
Support Cost	5	71,073	-	-	71,073	107,277
Charitable Costs		4,707,186	-	-	4,707,186	3,425,422
Total		4,940,324	-	-	4,940,324	3,843,935
NET INCOME/(EXPENDITURE)		(1,149,426)	-	-	(1,149,426)	63,733
RECONCILIATION OF FUNDS						
Total funds brought forward		3,771,933	-	2,700,000	6,471,933	6,408,200
TOTAL FUNDS CARRIED FORWARD		2,622,507	-	2,700,000	5,322,507	6,471,933

The notes form part of these financial statements

ISLAMIC AID
BALANCE SHEET
AT 30 JUNE 2018

	Notes	Unrestricted funds £	Restricted fund £	Endowment fund £	30.6.18 Total funds £	30.6.17 Total funds £
FIXED ASSETS						
Tangible assets	10	335,702	-	-	335,702	336,567
CURRENT ASSETS						
Debtors	11	522,189	-	-	522,189	899,531
Cash at bank and in hand		1,848,415	-	2,700,000	4,548,415	5,316,197
		2,370,604	-	2,700,000	5,070,604	6,215,728
CREDITORS						
Amounts falling due within one year	12	(83,799)	-	-	(83,799)	(80,362)
NET CURRENT ASSETS		2,286,805	-	2,700,000	4,986,805	6,135,366
TOTAL ASSETS LESS CURRENT LIABILITIES		2,622,507	-	2,700,000	5,322,507	6,471,933
NET ASSETS		2,622,507	-	2,700,000	5,322,507	6,471,933
FUNDS						
Unrestricted funds	13				2,622,507	3,771,933
Endowment funds					2,700,000	2,700,000
TOTAL FUNDS					5,322,507	6,471,933

The financial statements were approved by the Board of Trustees on 8 April 2019 and were signed on its behalf by:



A Raje -Trustee

The notes form part of these financial statements

ISLAMIC AID
CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2018

	Notes	30.6.18 £	30.6.17 £
Cash flows from operating activities:			
Cash generated from operations	1	(767,782)	1,896,555
Net cash provided by (used in) operating activities		<u>(767,782)</u>	<u>1,896,555</u>
Change in cash and cash equivalents in the reporting period			
Cash and cash equivalents at the beginning of the reporting period		5,316,197	3,419,642
Cash and cash equivalents at the end of the reporting period		<u>4,548,415</u>	<u>5,316,197</u>

The notes form part of these financial statements

ISLAMIC AID

**NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2018**

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES	30.6.18	30.6.17
	£	£
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(1,149,426)	63,733
Adjustments for:		
Depreciation charges	865	1,154
Decrease in debtors	377,342	2,533,090
Increase/(decrease) in creditors	3,437	(701,422)
	(767,782)	1,896,555
Net cash provided by (used in) operating activities	(767,782)	1,896,555

ISLAMIC AID

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2018

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.

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.

Allocation and apportionment of costs

The fundraising and advertising cost are equally apportioned between cost of generating voluntary income and direct cost of charitable activities.

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 fittings	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Taxation

The charity is exempt from tax on its charitable activities.

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. DONATIONS AND LEGACIES

	30.6.18	30.6.17
	£	£
Voluntary donations	3,202,650	3,364,796
	<u> </u>	<u> </u>

ISLAMIC AID

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 30 JUNE 2018**

3. INVESTMENT INCOME

	30.6.18	30.6.17
	£	£
Interest on deposit	63,637	65,330

4. RAISING DONATIONS AND LEGACIES

	30.6.18	30.6.17
	£	£
Staff costs	19,958	21,743
Advertising and fund raising	142,107	289,493
	162,065	311,236

5. CHARITABLE ACTIVITIES COSTS

	Direct costs	Support costs (See note 6)	Totals
	£	£	£
Charitable Costs	4,678,788	28,398	4,707,186
Support Cost	-	71,073	71,073
	4,678,788	99,471	4,778,259

6. SUPPORT COSTS

	Management	Finance	Information technology	
	£	£	£	
Support Cost	23,479	23,011	208	
Charitable Costs	22,181	-	6,217	
	45,660	23,011	6,425	
		Governance		
	Other	costs	Totals	
	£	£	£	
Support Cost	1,628	22,747	71,073	
Charitable Costs	-	-	28,398	
	1,628	22,747	99,471	

ISLAMIC AID

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 30 JUNE 2018**

7. TRUSTEES' REMUNERATION AND BENEFITS

During the year trustee, M Hassan's firms CRESTAR Research and Vitesse Marketing were paid in the sum of £82,600 (2017 - £56,000) for the services rendered to Islamic Aid, as per the trust deed. All payments were made based on discounted fees and pricing structures.

Trustees' expenses

Trustees were reimbursed by £nil for travel expenses incurred for the year ended 30 June 2018. (2017: £nil).

8. STAFF COSTS

	30.6.18	30.6.17
	£	£
Wages and salaries	31,340	39,486
	<u> </u>	<u> </u>

The average monthly number of employees during the year was as follows:

	30.6.18	30.6.17
Fund raising and support	7	7
	<u> </u>	<u> </u>

No employees received emoluments in excess of £60,000.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted fund £	Endowment fund £	Total funds £
INCOME AND ENDOWMENTS FROM				
Donations and legacies	3,364,796	-	-	3,364,796
Investment income	65,330	-	-	65,330
Other income	477,542	-	-	477,542
Total	<u>3,907,668</u>	<u>-</u>	<u>-</u>	<u>3,907,668</u>
EXPENDITURE ON				
Raising funds	311,236	-	-	311,236
Charitable activities				
Support Cost	107,277	-	-	107,277
Charitable Costs	3,425,422	-	-	3,425,422
Total	<u>3,843,935</u>	<u>-</u>	<u>-</u>	<u>3,843,935</u>
NET INCOME/(EXPENDITURE)	<u>63,733</u>	<u>-</u>	<u>-</u>	<u>63,733</u>
Transfers between funds	<u>(2,700,000)</u>	<u>-</u>	<u>2,700,000</u>	<u>-</u>
Net movement in funds	<u>(2,636,267)</u>	<u>-</u>	<u>2,700,000</u>	<u>63,733</u>

ISLAMIC AID

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 30 JUNE 2018**

9.	COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued				
	Unrestricted funds £	Restricted fund £	Endowment fund £	Total funds £	
	RECONCILIATION OF FUNDS				
	Total funds brought forward	6,408,200	-	-	6,408,200
	TOTAL FUNDS CARRIED FORWARD	<u>3,771,933</u>	<u>-</u>	<u>2,700,000</u>	<u>6,471,933</u>
10.	TANGIBLE FIXED ASSETS				
	Long leasehold £	Improvements to property £	Fixtures and fittings £	Computer equipment £	Totals £
	COST				
	At 1 July 2017 and 30 June 2018				
	302,027	31,081	5,602	16,295	355,005
	DEPRECIATION				
	At 1 July 2017				
	-	-	3,858	14,580	18,438
	Charge for year				
	-	-	436	429	865
	At 30 June 2018				
	-	-	4,294	15,009	19,303
	NET BOOK VALUE				
	At 30 June 2018				
	<u>302,027</u>	<u>31,081</u>	<u>1,308</u>	<u>1,286</u>	<u>335,702</u>
	At 30 June 2017				
	<u>302,027</u>	<u>31,081</u>	<u>1,744</u>	<u>1,715</u>	<u>336,567</u>
11.	DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR				
				30.6.18 £	30.6.17 £
	Other debtors			246,673	503,505
	Tax reclaimable			275,516	396,026
				<u>522,189</u>	<u>899,531</u>

ISLAMIC AID

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 30 JUNE 2018**

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30.6.18	30.6.17
	£	£
Trade creditors	57,034	56,000
Credit card	4,881	4,426
Social security and other taxes	407	3,116
Wages	4,657	-
Accrued expenses	16,820	16,820
	83,799	80,362
	83,799	80,362

13. MOVEMENT IN FUNDS

	At 1.7.17 £	Net movement in funds £	At 30.6.18 £
Unrestricted funds			
General fund	3,771,933	(1,149,426)	2,622,507
Endowment funds			
Designated Funds	2,700,000	-	2,700,000
	6,471,933	(1,149,426)	5,322,507
TOTAL FUNDS	6,471,933	(1,149,426)	5,322,507

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	3,790,898	(4,940,324)	(1,149,426)
	3,790,898	(4,940,324)	(1,149,426)
TOTAL FUNDS	3,790,898	(4,940,324)	(1,149,426)

Comparatives for movement in funds

	At 1.7.16 £	Net movement in funds £	Transfers between funds £	At 30.6.17 £
Unrestricted Funds				
General fund	6,408,200	63,733	(2,700,000)	3,771,933
Endowment funds				
Designated Funds	-	-	2,700,000	2,700,000
	6,408,200	63,733	-	6,471,933
TOTAL FUNDS	6,408,200	63,733	-	6,471,933

ISLAMIC AID

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 30 JUNE 2018

13. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	3,907,668	(3,843,935)	63,733
TOTAL FUNDS	<u>3,907,668</u>	<u>(3,843,935)</u>	<u>63,733</u>

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 30 June 2018.

15. AUDITORS' REMUNERATION

During the year audit fee was £7,200 (2017: £7,200)

16. FINANCIAL INSTRUMENTS

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

17. IMPAIRMENT

An annual impairment review is made, in accordance with the requirements of the Charities SORP FRS 102, to ensure that the recoverable amounts of the assets are not lower than their current values.

ISLAMIC AID

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2018**

	30.6.18 £	30.6.17 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Voluntary donations	3,202,650	3,364,796
Investment income		
Return on investment	63,637	65,330
Other income		
Tax reclaimable	524,611	477,542
Total incoming resources	3,790,898	3,907,668
EXPENDITURE		
Raising donations and legacies		
Wages	19,958	21,743
Advertising and fund raising	142,107	289,493
	162,065	311,236
Charitable activities		
Education and learning	211,425	619,941
Healthcare	748,520	1,017,000
Income generation	580,000	550,000
Qurbani and Aqiqah	124,025	78,285
Children and women welfare	250,450	258,500
Water and sanitation	386,875	128,250
Emergency relief	708,258	655,000
Special Eid programme	68,450	33,694
Livelihoods	1,600,785	82,333
	4,678,788	3,423,003
Support costs		
Management		
Wages	11,382	17,743
Rates and water	18,482	6,354
Insurance	1,365	1,700
Light and heat	3,682	828
Postage and stationery	9,718	5,395
Membership and subscription	-	1,851
Repairs and maintenance	166	795
Fixtures and fittings	436	582
Computer equipment	429	572
	45,660	35,820

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ISLAMIC AID

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2018**

	30.6.18	30.6.17
	£	£
Finance		
Donation processing charges	23,011	13,315
Information technology		
Communication & IT	6,425	26,766
Other		
Travelling	1,628	3,704
Governance costs		
Auditors' remuneration	7,200	7,200
Accountancy fees	12,096	12,534
Legal Cost	3,000	9,216
Other governance cost	451	1,141
	<hr/>	<hr/>
	22,747	30,091
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Total resources expended	4,940,324	3,843,935
	<hr/>	<hr/>
Net (expenditure)/income	(1,149,426)	63,733
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