

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Dr Akber Mohamedali Mr Harun Khan Dr M Shafi
Charity number	1084651
Auditor	M.A Jaffer & Co 80 Wolsey Road Northwood HA6 2EH

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

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MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

TRUSTEES REPORT

FOR THE YEAR ENDED 31 DECEMBER 2018

The Trustees present their report and financial statements for the year ended 31 December 2018.

The accounts have been prepared in accordance with the accounting policies set out in note 1 of the accounts and comply with the Muslim Council of Britain Charitable Foundation's and the 2006 Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005.

Objectives and activities

The principal purpose of the foundation are, by such means as are charitable, throughout the world and more particularly in the United Kingdom

- The advancement of the faith and religious practices of Islam.
- The advancement of education for the public benefit concerning the teaching and religion of Islam.
- The relief of poverty, sickness, distress and suffering of any person who are in need irrespective of their nationality, race, ethnicity, origin and religious belief.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Muslim Council of Britain Charitable Foundation should undertake.

Achievements and performance

During the year 2018 MCBCF supported the following projects:

Visit My Mosque 2018 Project

- a. Supported MCB to conduct a national poll for members of the public to understand views on visiting mosques and other places of worship as part of the advocacy campaign of the Visit My Mosque day 2018 project.
- b. Print advert encouraging mosques to register for the Visit My Mosque 2018 Project.
- c. Supported bonus reward payment for a MCB staff member for good performance in organising the Visit My Mosque 2018 project

Our Mosque Our Future (OMOF) supported MCB's national conference with hire of Friends House Hall. in support of venue hire costs for the inaugural of Our Mosques Our Future conference in January 2019

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

Our Shared British Future (OSBF)

The MCB published a report Our Shared British Future which outlined views of Muslim communities on integration and social cohesion. MCBCF funded the printing cost of the Report.

Elderly Care Palliative End of Life Care (EC&ELC) Project

EC&ELC is a project of MCB's Research and Documentation Committee in collaboration with the Centre for Islamic Studies, University of Cambridge. Several short-term Research and Policy Analyst positions were funded by CF to undertake research including Focus Groups.

International Conference on Religious Mass Gathering Events:

To coincide with the national Inter Faith Week 2018, MCB CF organised the First International Conference on Religious Mass Gatherings and Global Health. The conference was attended by representatives from the Global Centre for Mass Gatherings Medicine (GCMGM) Riyadh Saudi Arabia, the WHO collaborating Centre London, Public Health England and Faith Action. Delegates from South Africa, India and Oman also participated as well as academics. In addition to community / civil society representatives it received support from academics. A Roundtable session in the House of Lords on the following day provided opportunity for the conference faculty to consider next steps.

MCB Media Monitoring Project:

MCBCF supported the setting up of the Centre for Media Monitoring (CfMM) a Muslim Council of Britain project. Academics and specialists across the world recognise that mainstream media reporting of Islam and Muslims is contributing to an atmosphere of rising hostility towards Muslims in Britain. The Centre for Media Monitoring was set up to promote fair, accurate and responsible reporting of Muslims and Islam in the media. The team consists of professional journalists with years of experience in mainstream media as well as linguists, theology graduates and seasoned community activists. They are a vital resource base for media professionals, community organisations, academics and experts in this field.

IN 2018 CfMM carried out the following:

- **Community Empowerment** – The Community Liaisons Officer works with a diverse group of Muslim organisations to develop capacity and empower them to engage more proactively with the media and change the current narrative. Delivering workshops on how to make complaints to the media, how to write press releases, and how to equip yourself for media interviews. To date, they have run 30 workshops for 14 organisations, empowering over 150 individuals. They are also working to highlight Muslims in the media in a more affirmative way through our Error in formula ->#PositivelyMuslim<- social media campaign.

- **Advocacy** – The directors engage constructively with key stakeholders including print and broadcast media, regulators, policy makers, politicians, community organisations and campaign groups. They are on advisory boards and working groups influencing change. They have made written submissions to the BBC, OFCOM and the Independent Press Standards Organisation (IPSO) to feed into their guidelines on how to report on Muslims & Islam. They have also held a successful roundtable discussions on "Reporting on the Far Right" with high level participation of managing editors, editors and correspondents from all national newspapers, magazines and broadcast media as well as academics & experts.

- **Monitoring** – Everyday, our media monitoring analyst and assistant monitor and analyse hundreds of articles and broadcast programs on how the media report on Muslims and Islam. We create an evidence base, develop insights and publish reports highlighting good and bad practice to inform journalists and other key stakeholders. We also lodge complaints when there are inaccurate, misleading or biased articles and images and have secured over 50 successful corrections in both online print and broadcast media.

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

TRUSTEES REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

Financial review

The results of the charities activities are shown on pages 5 & 6.

During the year, donations made by donors of The Muslim Council of Britain Charitable Foundation totalled £71,009 (2016 - £58,485) for the year.

The incoming resources related to unrestricted funds increased by £3,098 to £63,107 (2017 - £60,009). The resources expended on these activities decreased by £20,302 to £29,436 (2017 - £9,134) for the year.

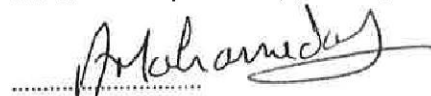
The incoming resources related to restricted funds increased by £100,549 to £111,549 (2017 - £11,000). The resources expended on these activities decreased by £107,566 to £116,235 (2017 - £8669) for the year.

The Charity derives its income from benevolent donors via The Muslim Council of Britain and events held by them. Donations are also received through leadership courses organised by the charity. It is the intention of the Trustees to utilise the surplus in unrestricted funds for future projects.

It is the policy of the Muslim Council of Britain Charitable Foundation that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six months' expenditure. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the Muslim Council of Britain Charitable Foundation's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The Trustees have assessed the major risks to which the Muslim Council of Britain Charitable Foundation is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

The Trustees report was approved by the Board of Trustees.



Dr Akber Mohamedali

Trustee

Dated: 29/10/19.

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

STATEMENT OF TRUSTEES RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2018

The Trustees, who are also the directors of The Muslim Council of Britain Charitable Foundation, are responsible for preparing the Trustees Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Muslim Council of Britain Charitable Foundation and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these accounts, 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 accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Muslim Council of Britain Charitable Foundation will continue in operation.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Muslim Council of Britain Charitable Foundation. They also responsible for safeguarding the assets of the Muslim Council of Britain Charitable Foundation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

I report to the Trustees on my examination of the financial statements of Muslim Council of Britain Charitable Foundation (the Muslim Council of Britain Charitable Foundation) for the year ended 31 December 2018.

Responsibilities and basis of report

As the Trustees of the Muslim Council of Britain Charitable Foundation you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the Muslim Council of Britain Charitable Foundation's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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 Muslim Council of Britain Charitable Foundation as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements to be reached.



M.A Jaffer & Co

80 Wolsey Road
Northwood
HA6 2EH

Dated: 29/10/2019

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2018

	Notes	Unrestricted funds 2018 £	Restricted funds 2018 £	Total 2018 £	Total 2017 £
<u>Income from:</u>					
Donations & grants					
	2	24,607	111,549	136,156	24,807
Investments	3	38,500	-	38,500	46,202
Total income		63,107	111,549	174,656	71,009
<u>Expenditure on:</u>					
Charitable activities	4	29,436	116,235	145,671	17,803
Governance cost		24,352	-	24,352	25,488
Net Income/(expenditure) for the year/ Net movement in funds		9,319	(4,686)	4,633	27,718
Fund balances at 1 January 2018		176,728	23,447	200,175	172,457
Fund balances at 31 December 2018		186,047	18,761	204,808	200,175

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

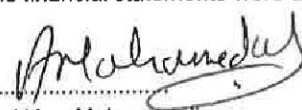
MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

BALANCE SHEET

AS AT 31 DECEMBER 2018

	Notes	2018 £	£	2017 £	£
Fixed assets					
Tangible assets	8		115,200		134,100
Current assets					
Debtors	9	65,208		65,208	
Cash at bank and in hand		31,240		6,267	
		<u>96,448</u>		<u>71,475</u>	
Creditors: amounts falling due within one year	10	<u>(6,840)</u>		<u>(5,400)</u>	
Net current assets			89,608		66,075
Total assets less current liabilities			<u>204,808</u>		<u>200,175</u>
Income funds					
Restricted funds	11		28,676		23,447
Unrestricted funds	12		176,135		176,728
			<u>204,808</u>		<u>200,175</u>

The financial statements were approved by the Trustees on 29/10/2019.


 Dr Akber Mohamedali
 Trustee

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

1 Accounting policies

1.1 Accounting convention

The financial statements have been prepared in accordance with the Muslim Council of Britain Charitable Foundation's [governing document], the Charities Act 2011 and "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)" (as amended for accounting periods commencing from 1 January 2016). The Muslim Council of Britain Charitable Foundation is a Public Benefit Entity as defined by FRS 102.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the Muslim Council of Britain Charitable Foundation. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

These financial statements for the year ended 31 December 2018 are the first financial statements of Muslim Council of Britain Charitable Foundation prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland. The date of transition to FRS 102 was 1 January 2017. The reported financial position and financial performance for the previous period are not affected by the transition to FRS 102.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Muslim Council of Britain Charitable Foundation has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Muslim Council of Britain Charitable Foundation.

1.4 Incoming resources

Income is recognised when the Muslim Council of Britain Charitable Foundation is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Muslim Council of Britain Charitable Foundation has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

1 Accounting policies

Legacies are recognised on receipt or otherwise if the Muslim Council of Britain Charitable Foundation has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business, net of discounts, VAT and other sales related taxes.

1.5 Resources expended

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Mobile Homes

10 years straight line method

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Impairment of fixed assets

At each reporting end date, the Muslim Council of Britain Charitable Foundation reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for impairment annually, and whenever there is an indication that the asset may be impaired.

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Muslim Council of Britain Charitable Foundation's contractual obligations expire or are discharged or cancelled.

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

2

Donations & grants

	Unrestricted funds	Restricted funds	Total	Total
	2018 £	2018 £	2018 £	2017 £
General Donations	7,793	-	7,793	6,436
Elderly Care Project	-	-	-	6,000
Just Giving	16,814	-	16,814	12,371
Mass Gathering and global health Conference	-	15,000	15,000	-
Media Monitoring Project	-	96,549	96,549	-
	<u>24,607</u>	<u>111,549</u>	<u>136,156</u>	<u>24,807</u>
For the year ended 31 December 2017	<u>13,807</u>	<u>11,000</u>		<u>24,807</u>

3 Investments

	Unrestricted funds	Total
	2018 £	2017 £
Rental income	38,500	46,200
Interest receivable	-	2
	<u>38,500</u>	<u>46,202</u>

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

4 Charitable activities

	Total 2018	Total 2017
	£	£
Chaplaincy Project	3,150	-
Media Monitoring Project	96,549	-
Friends House	9,111	-
Mass Gathering and Global Health Conference	2,871	-
Elderly Care Project	13,665	-
General Donations	20,325	9,134
Leadership Project	-	8,669
	<u>145,671</u>	<u>17,803</u>

5 Governance cost

	2018	2017
	£	£
Depreciation	18,900	18,900
Computer expenses	300	1,584
Light & Heat	2309	1,305
Subscriptions	234	-
Sundry	1169	-
Event Expenses	-	1,898
Accountancy	1140	1,800
	<u>24,352</u>	<u>25,487</u>

6 Trustees

None of the Trustees (or any persons connected with them) received any remuneration during the year,

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2018

7 Employees

There were no employees during the year.

8 Tangible fixed assets

	Mobile Homes £
Cost	
At 1 January 2018	189,000
At 31 December 2018	<u>189,000</u>
Depreciation and impairment	
At 1 January 2018	54,900
Depreciation charged in the year	<u>18,900</u>
At 31 December 2018	<u>73,800</u>
Carrying amount	
At 31 December 2018	<u>115,200</u>
At 31 December 2017	<u>134,100</u>

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

9 Debtors	2018	2017
	£	£
Amounts falling due within one year:		
Trade debtors	14,530	14,530
Other debtors	50,678	50,678
	<u>65,208</u>	<u>65,208</u>
 10 Creditors: amounts falling due within one year	 2018	 2017
	£	£
Accruals and deferred income	<u>6,840</u>	<u>5,400</u>

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

11 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			
	Balance at 1 January 2018	Incoming Resources	Resources Expended	Balance at 31 December
	£	£	£	£
Chaplaincy Project	17,706	-	(3,150)	14,556
Elderly Project	3,750	-	(13,665)	-
Leadership Project	1,991	-	-	1,991
Media Monitoring Project	-	96,549	(96,549)	-
Mass Gathering and Global Health Conference	-	15,000	(2,871)	12,129
	<u>23,447</u>	<u>111,549</u>	<u>(116,235)</u>	<u>28,676</u>

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2018

12 Unrestricted funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds				
	Balance at 1 January 2018	Incoming Resources	Resources Expanded	Transfers	Balance at 31 December 2018
	£	£	£	£	£
General Donation	12,352	7,796	(44,677)	24,529	-
Just Giving Donation	19,772	16,814	-	-	36,586
Mobile homes Investment	144,604	38,500	-	(43,555)	139,549
Friends House	-	-	(9,111)	9,111	-
	<u>176,728</u>	<u>63,110</u>	<u>(53,788)</u>	<u>(9,915)</u>	<u>176,135</u>