

Charity registration number 1044601

Company registration number 2834081 (England and Wales)

THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr Ahmed Ali Mr Ghulam Shabir Mr Ashfaq Ahmed Mr Faisal Ali Mr Zahey Sultani Mr Mohammed Ilyas Deen Mr Musa Bismillah Mr Ahmed Bismillah Mrs Waida Kausar Mr Ahmed Zaher Akrami
Charity number	1044601
Company number	2834081
Principal address	Coventry Muslim Resource Centre Red Lane Coventry CV6 5EE
Registered office	Coventry Muslim Resource Centre Red Lane Coventry CV6 5EE
Independent examiner	Kaiser Nouman Nathan LLP Chartered Certified Accountants Unit D, 17 Plumbers Row London E1 1EQ
Bankers	Yorkshire Bank PLC 7-11 High Street Coventry CV1 5SB
Solicitors	Rotherham & Co 8-9 The Quadrant Coventry CV1 2EG

THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED

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THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

The Trustees present their annual report and financial statements for the year ended 31 March 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Companies Act 2006 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)" (effective 1 January 2019).

Objectives and activities

The charity's objects are to establish, maintain and manage a community centre. In particular, to provide education, facilities of social welfare, and to relieve poverty.

The company was able to facilitate hall bookings and the provision of many activities including the operation of a nursery throughout the year.

In particular the centre's range of activities include: -

- Supporting members of the public through advice and support on welfare rights, immigration, employment, training, domestic crisis, travel, health and social services.
- Supporting learners through guidance, counselling, appraisals and childcare provision.
- Helping tutors by participating in moderation and evaluation exercises.
- Liaising with different voluntary/statutory organisations.
- Providing evening activities for martial arts, karate, badminton etc.
- Arranging male/female youth groups meetings, women's meetings, adult education classes, legal and benefits advice.
- Providing funeral services at subsidised costs.

Bearing in mind the public benefit objectives of the charity, the centre is used by many organisations either free of charge or at a nominal charge.

These organisations include: -

- Charities function dinners
- Councillors' surgeries
- Local residents' association
- Police meetings
- Different religious groups
- Various "ladies and children" groups

All persons supplying services to the charity are paid. There is no reliance on any volunteer.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Achievements and performance

Financial review

During the year the company continued to provide nursery services, funeral arrangement services, counselling, hall and room hire services for weddings, seminars, educational purposes etc. The company received grants of £163,898 (2021: £140,217) from the Coventry City Council in respect of nursery education. The company will continue to promote its activities whilst at the same time reducing its overhead expenditures. During the year there was a net surplus £17,500 (2021: net deficit £61,886).

Fund raising activities during the year

The charity relies on grant aid from the donors identified in the accounts, whose support is valued. There have been no other fundraising activities.

Achievements and Performance benefiting the wider society

The charity's continued to provide nursery education, funeral arrangement services, counselling, hall and room hire services for weddings, seminars and educational activities.

Major exposed risks to charity and reviews and systems to mitigate them

The Trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity is constituted as a company limited by guarantee, registered under the Companies Act 2006. The governing document of the charity is the Memorandum and Articles of Association establishing the company under company legislation.

There are no restrictions in the governing documents on the operation of the Charity or on its investment powers other than those imposed by Charity Law.

By operation of law all, trustees are directors under the Companies Act 2006 and all directors are trustees under Charities legislation and have responsibilities, as such, under both company and charity legislation.

The trustees are all individuals.

The principal operating address, telephone number, email and web addresses of the charity are:-

Coventry Muslim Resource Centre

Red Land, Coventry

CV6 5EE

Telephone 024-76637933 Email Address Coventry_Resource_Centre@hotmail.co.uk

The registered office of the charity for Companies Act purposes is the same as the operating address shown above.

THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED

TRUSTEES REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr Ali Aksar	(Resigned 16 February 2022)
Mr Ahmed Ali	
Mr Ghulam Shabir	
Mr Ashfaq Ahmed	
Mr Faisal Ali	
Mrs Zahira Zahoor	(Resigned 31 March 2022)
Mr Zahey Sultani	
Mr Mohammed Ilyas Deen	
Mr Musa Bismillah	
Mr Ahmed Bismillah	
Mrs Waida Kausar	
Mrs Samina Qayum	(Resigned 8 November 2021)
Mr Ahmed Zaher Akrami	
Mr Asghar Ali	(Resigned 2 June 2021)
Mr Mohammed Ali	(Resigned 2 June 2021)
Mr Mujahid Ali	(Resigned 2 June 2021)
Mr A Sahebzadeh	(Resigned 2 June 2021)

The existing trustees are responsible for the recruitment of new trustees but in doing so the trustees seek the views and recommendations of both elders and community leaders. The trustees believe this approach ensures that new trustees are respectable members of the faith and local communities and ensures that good relations are fostered between the Mosque and the people of the local community that we serve.

The charity strives to ensure opportunities and diversity in both the employment of staff and trustee appointments. Selection criteria and procedures are regularly reviewed to ensure that individuals are selected, promoted and treated on the basis of their relevant merits and abilities.

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The charity trustees are responsible for the general control and management of the charity. The trustees give their time freely and receive no remuneration or other financial benefits. The trustees meet together as a body monthly and are responsible for all decisions taken in relation to the running of the Association and community facilities and the activities provided by the charity. To assist in the smooth running of the charity the trustees have set up a number of sub-committees that help them oversee certain aspects over the charity work. The day-to-day management of the Association and community facilities and projects are delegated to staff.

At present, the charity does not consider itself to be part of a wider network.

In accordance with parts 3 (xiii) and 3(xiv) of the company's memorandum, the company has loaned to the Edgwick Family and Education Centre Limited, a company registered number 04822416 whose objectives are similar to Coventry Muslim Community Association Limited. The balance due as at 31 March 2022 is £142,500 (2021: £142,500).

The Trustees report was approved by the Board of Trustees.

Mr Ahmed Ali
Trustee



Mr Ghulam Shabir
Trustee



5 September 2022

THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED

I report to the Trustees on my examination of the financial statements of The Coventry Muslim Community Association Limited (the charity) for the year ended 31 March 2022.

Responsibilities and basis of report

As the Trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 2011 (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

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of Chartered Certified Accountant, which is one of the listed bodies.

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:

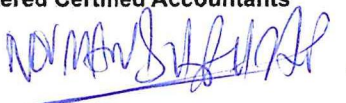
- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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.

Nouman Shahzad

Member of Association of Chartered Certified Accountants

Kaiser Nouman Nathan LLP
Unit D, 17 Plumbers Row
London
E1 1EQ



Dated: 5 September 2022

THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Income from:							
Donations and legacies	3	163,898	-	163,898	140,217	-	140,217
Charitable activities	4	225,287	-	225,287	162,897	-	162,897
Total income		389,185	-	389,185	303,114	-	303,114
Expenditure on:							
Charitable activities	5	371,685	-	371,685	365,000	-	365,000
Net incoming/(outgoing) resources before transfers		17,500	-	17,500	(61,886)	-	(61,886)
Gross transfers between funds		42,476	(42,476)	-	42,476	(42,476)	-
Net income/(expenditure) for the year/ Net movement in funds		59,976	(42,476)	17,500	(19,410)	(42,476)	(61,886)
Fund balances at 1 April 2021		216,226	338,450	554,676	235,636	380,926	616,562
Fund balances at 31 March 2022		276,202	295,974	572,176	216,226	338,450	554,676

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	8		324,621		367,530
Current assets					
Debtors	9	142,500		142,500	
Cash at bank and in hand		109,950		55,814	
		<u>252,450</u>		<u>198,314</u>	
Creditors: amounts falling due within one year	10	<u>(4,895)</u>		<u>(11,168)</u>	
Net current assets			247,555		187,146
Total assets less current liabilities			<u>572,176</u>		<u>554,676</u>
Income funds					
Restricted funds			295,974		338,450
Unrestricted funds			276,202		216,226
			<u>572,176</u>		<u>554,676</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2022.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 5 September 2022


Mr Ahmed Ali
Trustee


Mr Ghulam Shabir
Trustee

Company registration number 2834081

THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

The Coventry Muslim Community Association Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Coventry Muslim Resource Centre, Red Lane, Coventry, CV6 5EE.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. 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.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the charity 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.

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 charity.

1.4 Income

Income is recognised when the charity 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 charity 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.

Legacies are recognised on receipt or otherwise if the charity 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.

THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

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.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	4% straight line (25 Years)
Plant and equipment	25% on reducing balance

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 the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity 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).

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.

1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	2022 £	2021 £
Donations and gifts	163,898	140,217

4 Charitable activities

	2022 £	2021 £
Charitable donations	225,287	162,897

THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

5 Charitable activities

	Charitable Expenditure 2022 £	Charitable Expenditure 2021 £
Staff costs	243,400	185,004
Depreciation and impairment	42,909	43,054
Funeral costs	-	54,767
Nursery costs	14,294	6,152
Rent & rates	27,845	26,526
Light & heat	22,548	17,294
Telecommunications	2,155	2,409
Repairs & maintenance	6,865	20,607
Printing, postage & stationery	3,907	891
Sundry expenses	677	1,313
Travel & subsistence	350	-
Legal & Professional fee	4,716	6,398
Cleaning	2,019	585
	<u>371,685</u>	<u>365,000</u>
	<u>371,685</u>	<u>365,000</u>

6 Trustees

None of the Trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

7 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
	<u>16</u>	<u>13</u>
Employment costs	2022 £	2021 £
Wages and salaries	234,845	181,091
Social security costs	7,382	3,913
	<u>243,400</u>	<u>185,004</u>

There were no employees whose annual remuneration was more than £60,000.

THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

8 Tangible fixed assets

	Freehold land and buildings £	Plant and equipment £	Total £
Cost			
At 1 April 2021	1,179,338	142,202	1,321,540
At 31 March 2022	1,179,338	142,202	1,321,540
Depreciation and impairment			
At 1 April 2021	813,540	140,470	954,010
Depreciation charged in the year	42,476	433	42,909
At 31 March 2022	856,016	140,903	996,919
Carrying amount			
At 31 March 2022	323,322	1,299	324,621
At 31 March 2021	365,798	1,732	367,530

9 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Other debtors	142,500	142,500

10 Creditors: amounts falling due within one year

	2022 £	2021 £
Other taxation and social security	3,055	3,168
Accruals and deferred income	1,840	8,000
	4,895	11,168

THE COVENTRY MUSLIM COMMUNITY ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

11 Analysis of net assets between funds

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Fund balances at 31 March 2022 are represented by:						
Tangible assets	324,621	-	324,621	367,530	-	367,530
Current assets/(liabilities)	(48,419)	295,974	247,555	(151,304)	338,450	187,146
	<u>276,202</u>	<u>295,974</u>	<u>572,176</u>	<u>216,226</u>	<u>338,450</u>	<u>554,676</u>

12 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).