

**ISLAMIC EDUCATIONAL & RECREATIONAL
INSTITUTE**

UNAUDITED FINANCIAL STATEMENTS

FOR

31 DECEMBER 2021

Charity Number 1050898

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ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

Registered charity name Islamic Educational & Recreational Institute

Charity number 1050898

Registered office 165-169 The Broadway
Southall
Middlesex
UB1 1LR

Trustees Mr. A Rauf
 Mr. M Asghar
 Mr. S Khurram
 Mr. A H Bhatti
 Mr. A R Bhatti
 Mr. M A Khan
 Mr. M H Khan

 Mr Z H Abbasi (w.e.f. 28 Oct 2021)
 Mr A A Khan (w.e.f. 28 Oct 2021)

Independent examiner MFK Accountants
 135C – The Broadway
 Southall
 Middlesex
 UB1 1LW

Bankers Lloyds Bank
 Station Road
 Harrow
 HA4 3EB

ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

TRUSTEES ANNUAL REPORT YEAR ENDED 31 DECEMBER 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 December 2021.

Reference and administrative details

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements.

The Trustees

The trustees who served the charity during the period were as follows:

Mr A Rauf
MR M Asghar
Mr S Khurram
Mr A H Bhatti
Mr A R Bhatti
Mr M A Khan
Mr M H Khan

Mr Z H Abbasi (w.e.f. 28 Oct 2021)
Mr A A Khan (w.e.f. 28 Oct 2021)

STRUCTURE and MANAGEMENT GOVERNANCE DOCUMENT

Islamic Educational & Recreational Institute (**IERI**) is constituted as a charitable Trust and was registered with the Charity Commission on 31st October 1995, under the charity number 1050898. It is governed by a Deed of Trust.

ORGANISATIONAL STRUCTURE

The Trustees are responsible for the general control and management of the Institution.

The Trustees give their time freely and receive no monetary compensation or any other financial benefits.

The Trustees meet regularly, and also when specific need arises. They are responsible for all decisions taken in relation to the running and maintenance of the Mosque, including the activities of the Institution.

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RISK MANAGEMENT

The Trustees assess the risks the Institute faces and continually try to mitigate any identified risks.

Fire Risk assessments are carried out, and the Fire Alarm system is monitored 24/7 with procedures to alert the fire services.

DBS criminal record checks for appropriate personnel are regularly processed and kept up to date.

The Trustees also ensure suitable insurance covers are maintained and the Health and Safety regulations are met.

AIMS AND OBJECTIVES

The object of the Institution is set out in the Charity's Trust deeds.

- For the advancement of the Islamic religion, particularly in accordance with the principles of the Muslim faith.
- For the advancement of Education

For the benefit of the inhabitants of Southall and surrounding areas in social, civic and cultural affairs.

The Trustees review these objectives regularly to ensure demands and needs of the community are met.

STRATEGIES

We ensure our Institution is a welcoming venue for all sectors of the Muslim community, as well as people of different faiths.

In accordance with the principles of Islam, we distribute Sadaqah, Zakat and Fitranah to the needy in the UK, and internationally (particularly Pakistan, India, Bangladesh, Africa, and other disaster-struck areas) to cover their basic needs of shelter, food, clothing and urgent financial support.

An important part of our strategy is community welfare and education. All of our community facilities and activities including classes, health initiatives and seminars welcome the participation of the local multi-faith community. Most of our activities are

ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

free and supported by donations. Services are also provided by the NHS and the Fire Department to bring awareness to the community.

USE OF VOLUNTEERS

Volunteers play an important role in both our faith and community work. We have over 15 people regularly giving their time. We encourage all members of our Mosque to be involved in voluntary activities and to share skills with others.

GRANT MAKING POLICY

The Institution relies mainly on donations from the worshippers for various disaster appeals arising from natural calamities around the world, where fundraising and aid decisions are made by the Trustees.

The Institution also donates money to educational and welfare charities in those countries. Whenever possible, our Trustees personally oversee the distribution of funds in the affected areas. We work with partner organizations, when necessary, to identify the direness of the circumstances, and allocate the donations accordingly.

The donation procedure is strictly controlled by the Donation Request and Award approved by the trustees.

ACTIVITIES AND ACHIEVEMENTS

Means of Delivering Public Benefits

We have a wide range of activities in pursuance of charitable aims.

We believe that these activities mentioned below provide benefits to both the attendees of the Mosque and the wider community of Southall and surrounding areas.

Religious Activities

Prayers

The Mosque is open daily from dawn till late for prayers. We around 400 people who regularly attend daily prayers, and around 3,000 who attend Friday/Eid prayers.

Ladies Prayer Hall

Ladies prayer facilities are also provided in separate dedicated area, along with the essential ablution and toilet facilities. This facility not only serves the local worshippers but also to visitors alike.

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Festivals and Events

The Mosque arranges special programs and events during the festival seasons. There are also special programs held in the Holy month of Ramadhan. Food is provided by the members of the community, for approximately 400 people daily, for Iftar (breaking of fasts) over a period of 30 days. Every year we also celebrate the birthday of our Holy Prophet (PBUH), namely Eid Milad-Un-Nabi, and other days of Islamic significance like Miraj-Un-Nabi, Lailatul Qadr (the Night of Power), and the event of Karbala.

Radio Transmission of Programmes

Abu Bakr Mosque radio transmitters provide, Adhan, Prayers, Lectures and special events. Approximately over 800 households are able to enjoy and benefit from these programmes in the comfort of their homes. Radio receivers are available to buy in our book shop which is located on the premises.

Nikah

Our Imams perform Nikah Ceremonies which are available to the local Muslim community.

Inter-faith Dialogue

The Mosque is an active member of the inter-faith group and also hosts such meetings when required.

Educational Activities: Ayesha Siddiqah Girls High School

An Independent secondary school for girls which was established in year 2007. It is a registered school complying with the Department for Education regulations. The full National Curriculum teaching is covered at this school.

The last Ofsted inspection rated our school as 'GOOD'. Our GCSE exam results are consistently above the national average in most subjects.

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Principle funding sources

The Institutions' main source of income is donations from both the attendees of the Mosque and the wider community. Donations are usually more significant on Fridays, during Ramadhan and during special festivals.

Our future plans

Trustees continue to devote more effort in the improvement and expansion of the services that the charity offers.

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Financial Review


The charity's accounts for the 12 months period ending 31st December 2021 show an income of £414,651 and expenditure of £534,644. The Charity's income included Donation / collection of £127,211, Book Sale of £ 0, School fee of £226,013 and Rental income of £57,426. The trustees consider that the money raised, has been adversely impacted by the pandemic and similarly the cost related to raising the fund also remained relatively lower compared to previous years.

The major part of expenditure is spent on salaries to all the staff. An amount of £388,612 was paid out as salaries, however this was partially compensated by the CJRS grant of £67,671 received on account of pandemic during the period under review. An amount of £36,685 was spent on Premises cost which included light, heating repair /maintenance, cleaning, rates/water. An amount of £10,951 was spent on resources and school/madrassa activities to attain income. An amount of £31,182 was spent on Legal fees for an ongoing case. Other overhead charges such as insurance and depreciation to run the Mosque amounted to £116,195. During the year, an additional amount of £8,131 was spent on account of Security and Equipment Hire. A detailed break up of all the expenses is given under notes to the financial statements.

Reserves Policy

It is the charity's policy to maintain a balance on unrestricted funds (if possible), which equates to at least one month's unrestricted payments, equivalent to £65,000, to cover emergency situations that may arise from time to time. The balance of £2,904,009 held on unrestricted funds, at the year-end has met this requirement.

It is our policy to invest our funds balances on property or any low to moderate risk investments. All the investment decisions have to be authorized by all the trustees.


.....
M H Khan
(On behalf of all of the Trustees)
165-169 The Broadway
Southall
Middlesex
UB1 1LR

Dated: 29 October 2022

ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

Independent Examiner's Report to the Trustees of ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

Year ended 31 December 2021

I report to the trustees on my examination of the financial statements of ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE for the year ended 31 December 2021.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act'). The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act 2011;
- follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- state whether particular matters have come to my attention.

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 the Association of the Chartered Certified Accountants (ACCA), which is one of the listed bodies.

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity 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 accounts to be reached.



.....
MFK Accountants Ltd
Chartered Certified Accountants
135C The Broadway, Southall
Middlesex. UB1 1LW

Dated: 29 October 2022

ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

Statement of Financial Activities

Year Ended 31 December 2021

		Amounts in GBP (£) 000's			
Notes	2021			2020	
	Unrestricted Funds	Restricted Funds	Total Funds	Total Funds	
Income and Endowments					
Donations and Legacies	4	114,392	12,819	127,211	157,585
Other Trading Activities	5	226,013		226,013	214,301
Investment Income	6	57,426		57,426	30,292
Other Income	7	4,001		4,001	720
Total Income		401,832	12,819	414,651	402,898
Expenditure					
Expenditure on raising funds:					
Cost of raising donations and legacies	8	0	450	450	38,300
Costs of other trading activities	9	-839	0	-839	6,825
Expenditure on charitable activities	10	534,644	0	534,644	506,843
Total Expenditure		533,805	450	534,255	551,968
Net (losses) / gains on investments	12	0	0	0	0
Net Income and Net Movement in Funds	13	-131,973	12,369	-119,604	-149,070
Reconciliation of Funds					
Total funds brought forward	22	3,035,983	57,089	3,093,071	3,242,141
Total Funds carried forward		2,904,009	69,458	2,973,467	3,093,071

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

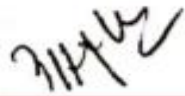
All income and expenditure derive from continuing activities.

ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

**Statement of Financial Position
Year Ended 31 December 2021**

	Note	Amounts in GBP (£) 000's	
		2021	2020
Fixed Assets			
Tangible fixed assets	16	1,968,926	2,065,812
Investments	17	832,500	832,500
		2,801,426	2,898,312
Current Assets			
Stocks	18	3,500	3,500
Debtors	19	30,000	40,720
Cash at bank and in hand	20	236,649	274,051
		270,149	318,271
Creditors: falling due within one year	21	98,108	123,512
Net Current Assets		172,041	194,759
Total Assets less Current Liabilities		2,973,467	3,093,071
Funds of the Charity			
Restricted funds		69,458	57,089
Unrestricted funds		2,904,009	3,035,983
Total Charity funds	22	2,973,467	3,093,071

These financial statements were approved by the board of trustees and authorised for issue on 29 Oct 2022



Trustee
(On behalf of all of the Trustees)

ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

Statement of Cash Flows

Year Ended 31 December 2021

	Note	Amounts in GBP (£) 000's	
		2021	2020
Cash flows from operating activities			
Net Income		-119,604	-149,070
Adjustments:			
Depreciation of tangible fixed assests		108,388	120,288
Net (losses) / gains on investments		0	0
Dividend, interest and rents from investments		-57,426	-30,292
Interest Payable and simialr charges		275	276
Gains on disposal of programme related investments		-4,001	-720
		47,236	89,551
Net Changes:			
Stocks		0	0
Trade and other debtors		10,720	-10,720
Trade and other creditors		9,596	34,209
		20,316	23,488
Cash generated from operating activities		-52,052	-36,030
Interest paid		-275	-276
Net cash from operating activities		-52,328	-36,306
Cash flows from investing activities			
Dividends, interest and rents from investments		57,426	30,292
Purchase of tangible assets		-11,501	-17,792
Proceeds from sale of social investments		4,001	720
Proceeds form sale of other investments		0	0
Net cash (used in) / from investing activities		49,926	13,221
Cash flows from financing activities			
Proceeds from borrowings		-35,000	-1,000
Net cash used in financing activities		-35,000	-1,000
Net (decrease) / increase in cash and cash equivalents		-37,401	-24,086
Cash and cash equivalents at beginning of the year		274,051	298,136
Cash and cash equivalents at end of the year	20	236,649	274,051

ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

Notes to the Financial Statements *(continued)*

Year Ended 31 December 2021

1 General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 165-169 The Broadway, Southall, Middlesex, UB1 1LR

2 Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3 Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- o income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- o legacy income is recognised when receipt is probable and entitlement is established.
- o income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- o income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

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Notes to the Financial Statements (continued) Year Ended 31 December 2021

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- o expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- o expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity
- o other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Building improvements	- 12% reducing balance
Fixtures & Fittings	- 25% reducing balance
Motor vehicles	- 25% reducing balance
Equipment	- 25% reducing balance

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure.

Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in income or expenditure

If a reliable measure of fair value is no longer available without undue cost or effort for an item of investment property, it shall be transferred to tangible assets and treated as such until it is expected that fair value will be reliably measurable on an on-going basis

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

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Notes to the Financial Statements (continued)
Year Ended 31 December 2021

Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

Notes to the Financial Statements (continued)
Year Ended 31 December 2021

4 Donation and Legacies

	Amounts in GBP (£) 000's	
	2021	2020
Donation and Legacies - Unrestricted funds		
Donations and collections	83,600	81,487
Madrasa collections	27,552	18,420
Nikah registration fee	3,240	2,280
Total Donation and Legacies - Unrestricted funds	114,392	102,187
Donation and Legacies - Restricted funds		
Donations - relief fund	12,819	55,398
Total Donation and Legacies - Restricted funds	12,819	55,398
Total Donation and Legacies	127,211	157,585

ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

Notes to the Financial Statements (continued)
Year Ended 31 December 2021

5	Other Trading Activities	Amounts in GBP (£) 000's	
		2021	2020
	Other Trading Activities - Unrestricted funds		
	Book shop income	0	6,030
	School Fees	226,013	208,271
	Total Other Trading Activities - Unrestricted funds	226,013	214,301
	Total Other Trading Activities - Restricted funds	0	0
	Total Other Trading Activities	226,013	214,301
		-	-
6	Investment Income	2021	2020
	Investment Income - Unrestricted funds		
	Income from investment properties	57,426	30,292
	Total Investment Income - Unrestricted funds	57,426	30,292
	Total Investment Income - Restricted funds	0	0
	Total Investment Income	57,426	30,292
		-	-
7	Other Income	2021	2020
	Other Income - Unrestricted funds		
	Tax recovered under Gift Aid Scheme	4,001	720
	Total Other Income - Unrestricted funds	4,001	720
	Total Other Income - Restricted funds	0	0
	Total Other Income	4,001	720
8	Cost of Raising Donations and Leagacies	2021	2020
	Cost of Raising Donations and Leagacies - Unrestricted funds		
	Donations - other motor / travel costs and collections	0	0
	Donations - other cost	0	0
	Total Cost of Raising Donations and Leagacies - Unrestricted funds	0	0
	Cost of Raising Donations and Leagacies - Restricted funds		
	Donations - other cost	450	38,300
	Total Cost of Raising Donations and Leagacies - Restricted funds	450	38,300
	Total Cost of Raising Donations and Leagacies	450	38,300

ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

Notes to the Financial Statements (continued)
Year Ended 31 December 2021

9	Cost of Other Trading Activities	Amounts in GBP (£) 000's	
		2021	2020
	Cost of Other Trading Activities - Unrestricted funds		
	Book shop costs - opening stock	3,500	3,500
	Book shop costs - purchases	-839	6,825
	Book shop costs - closing stock	-3,500	-3,500
	Total Cost of Other Trading Activities - Unrestricted funds	-839	6,825
	Total Cost of Other Trading Activities - Restricted funds	0	0
	Total Cost of Other Trading Activities	-839	6,825

10	Expenditure on Charitable Activities by Fund Type	Amounts in GBP (£) 000's	
		2021	2020
	Expenditure on Charitable Activities by Fund Type - Unrestricted funds		
	Expenditure - Unrestricted Funds	534,644	506,843
	Total Expenditure on Charitable Activities by Fund Type - Unrestricted funds	534,644	506,843
	Total Expenditure on Charitable Activities by Fund Type - Restricted funds	0	0
	Total Expenditure on Charitable Activities by Fund Type	534,644	506,843

11	Expenditure on Charitable Activities by Activity Type	Amounts in GBP (£) 000's	
		2021	2020
	Activities undertaken directly	534,644	506,843
	Total Expenditure on Charitable Activities by Activity Type	534,644	506,843

12	Net (losses) / gains on Investments	Amounts in GBP (£) 000's	
		2021	2020
	Net (losses) / gains on Investments - Unrestricted funds		
	Gains / (losses) on Other Investments	0	0
	Total Net (losses) / gains on Investments - Unrestricted funds	0	0
	Total Net (losses) / gains on Investments - Restricted funds	0	0
	Total Net (losses) / gains on Investments	0	0

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Notes to the Financial Statements (continued)
Year Ended 31 December 2021

13 Net Income	Amounts in GBP (£) 000's	
	2021	2020
Net Income is stated after charging / (crediting):		
Depreciation of tangible fixed assets	108,388	120,288
Total Net Income	-119,604	-149,070

14 Staff Costs	Amounts in GBP (£) 000's	
	2021	2020
Wages & Salaries	371,526	365,124
Social Security Costs	17,086	14,448
Total Staff Costs	388,612	379,573
Average head-count of employees during the year	34	35

During the year, no employee received employee benefits of more than £60,000

15 Trustee Remuneration and Expenses

During 2020, the Charity remained under the control of Trustees and Management Committee members as listed on page 3. None of the trustee or management committee member were remunerated or paid any expenses.

ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

Notes to the Financial Statements (continued)
Year Ended 31 December 2021

16 Tangible Fixed Assets

	Amounts in GBP (£) 000's	
	2021	2020
Land and Buildings		
Cost at the start of the period	3,860,879	3,847,802
Additions / deletions during the period	11,501	13,076
Cost at the end of the period	3,872,380	3,860,879
Accumulated Depreciation at the start of the period	1,815,491	1,702,012
Depreciation charge for the year	103,281	113,479
Accumulated Depreciation at the end of the period	1,918,773	1,815,491
Net carrying amount of Land and Buildings at the end of the period	1,953,607	2,045,387
Fixtures & Fittings		
Cost at the start of the period	87,451	87,451
Additions / deletions during the period	0	0
Cost at the end of the period	87,451	87,451
Accumulated Depreciation at the start of the period	75,129	71,022
Depreciation charge for the year	3,081	4,108
Accumulated Depreciation at the end of the period	78,210	75,129
Net carrying amount of Fixtures & Fittings at the end of the period	9,241	12,322
Motor Vehicle		
Cost at the start of the period	0	0
Additions during the period		
Deletions / disposals during the period	0	0
Cost at the end of the period	0	0
Accumulated Depreciation at the start of the period	0	0
Deletion / disposals for the year	0	0
Depreciation charge for the year		
Accumulated Depreciation at the end of the period	0	0
Net carrying amount of Motor Vehicle at the end of the period	0	0
Equipment		
Cost at the start of the period	45,223	40,507
Additions / deletions during the period	0	4,715
Cost at the end of the period	45,223	45,223
Accumulated Depreciation at the start of the period	37,119	34,418
Depreciation charge for the year	2,026	2,701
Accumulated Depreciation at the end of the period	39,145	37,119
Net carrying amount of Equipment at the end of the period	6,078	8,104
Total Assets		
Cost at the start of the period	3,993,552	3,975,761
Additions during the period	11,501	17,792
Deletions / disposals during the period	0	0
Cost at the end of the period	4,005,053	3,993,552
Accumulated Depreciation at the start of the period	1,927,740	1,807,452
Deletion / Disposals for the year	0	0
Depreciation charge for the year	108,388	120,288
Accumulated Depreciation at the end of the period	2,036,127	1,927,740
Net carrying amount of Total Assets at the end of the period	1,968,926	2,065,812

Land and buildings, includes freehold land. Depreciation is not charged on freehold land amount £1,024,076

ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

Notes to the Financial Statements (continued)
Year Ended 31 December 2021

17 Investments

	Amounts in GBP (£) 000's	
	2021	2020
Investment property		
Cost at the start of the period	832,500	832,500
Additions / deletions during the period	0	0
Fair value movements	0	0
Impairment	0	0
Net carrying amount of Investment property at the end of the period	832,500	832,500

All investments shown above are held at valuation.

Investment properties

Valuation of investment property provided by trustees confirmed by online means. No change in year indicated.

18 Stocks

	Amounts in GBP (£) 000's	
	2021	2020
Raw materials and consumables	3,500	3,500

19 Debtors

	Amounts in GBP (£) 000's	
	2021	2020
Other Debtors	30,000	40,720

20 Cash & Cash Equivalents

	Amounts in GBP (£) 000's	
	2021	2020
Cash and cash equivalents comprise of the following:		
Cash in hand	12	96
Cash at Bank	236,638	273,954
Bank overdrafts	0	0
Total Cash & Cash Equivalents at the end of the period	236,649	274,051

21 Creditors: amounts falling due with in one year

	Amounts in GBP (£) 000's	
	2021	2020
Ceditors falling due with in a year comprise of the following:		
Bank loans, loans and overdrafts	47,800	82,800
Social Security and other taxes	13,167	12,688
Other creditors	37,141	28,024
Total Creditors: amounts falling due with in one year at the end of the period	98,108	123,512

ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

Notes to the Financial Statements (continued)
Year Ended 31 December 2021

22 Analysis of Charitable Funds

	Amounts in GBP (£) 000's	
	2021	2020
General Charitable funds - Unrestricted		
At the start of the period	2,712,877	2,879,045
Income during the period	401,832	347,500
Expenditure during the period	-533,805	-513,668
Gains & (losses)	0	0
Total General Charitable funds - Unrestricted at the end of the period	2,580,903	2,712,877
Fair value reserves - Unrestricted		
At the start of the period	323,106	323,106
Income during the period	0	0
Expenditure during the period	0	0
Gains & (losses)	0	0
Total Fair value reserves - Unrestricted at the end of the period	323,106	323,106
Total Analysis of Charitable Funds - Unrestricted, at the end of the period	2,904,009	3,035,983
Restricted Funds		
At the start of the period	57,089	39,991
Income during the period	12,819	55,398
Expenditure during the period	-450	-38,300
Gains & (losses)	0	0
Total Restricted Funds at the end of the period	69,458	57,089
Total Funds at the end of the period	2,973,467	3,093,071
23 Analysis of Net Assets Between Funds		
	2021	2020
Net Assets - Unrestricted		
Tangible Fixed Assets	2,801,426	2,898,312
Current Fixed Assets	102,584	137,670
Total Net Assets - Unrestricted at the end of the period	2,904,009	3,035,983
Net Assets - Restricted		
Tangible Fixed Assets	0	0
Current Fixed Assets	69,458	57,089
Total Net Assets - Restricted at the end of the period	69,458	57,089
Total Net Assets		
Tangible Fixed Assets	2,801,426	2,898,312
Current Fixed Assets	172,041	194,759
Total Total Net Assets at the end of the period	2,973,467	3,093,071

24 Related parties

During the year the Charity was under the control of Trustees and Management Committee members as listed on page 3. None of the trustee or management committee member were remunerated or paid any expenses. However, they used the facilities offered by the Charity for performance of their religious duties like other members of the Muslim community.

ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

**Management Information
Year Ended 31 December 2021**

The following pages do not form part of the financial statements

ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

Management Information Year Ended 31 December 2021

Income and Endowments

Amounts in GBP (£) 000's

Donation and Legacies

Donations and collections

Donations - Relief Fund

Madrassa collections

Nikah registration fee

Total Donation and Legacies

2021	2020
83,600	81,487
12,819	55,398
27,552	18,420
3,240	2,280
127,211	157,585

Other Trading Activities

Book shop income

School Fees

Total Other Trading Activities

0	6,030
226,013	208,271
226,013	214,301

Investment Income

Income from investment properties

Total Investment Income

57,426	30,292
57,426	30,292

Other Income

Tax recovered under Gift Aid Scheme

Total Other Income

4a

4,001	720
4,001	720

Total Income

414,651	402,898
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ISLAMIC EDUCATIONAL & RECREATIONAL INSTITUTE

Management Information

Year Ended 31 December 2021

		Amounts in GBP (£) 000's	
		2021	2020
Expenditure on charitable activities			
Wages and salaries		371,526	365,124
Employer's NIC		17,086	14,448
Grant - Job Retention Scheme		-67,671	-79,378
Rates and water		1,885	6,046
Light and heat		19,968	19,297
Repairs and maintenance		14,831	5,122
Insurance		7,808	8,775
Other establishment		3,211	83
Legal, professional and accountancy fees		33,182	29,367
Telephone		2,537	2,081
Equipment Hire		4,099	0
Security		4,032	0
Other office costs		10,951	11,178
Depreciation		108,388	120,288
Interest on bank loans and overdrafts		275	276
Staff Training		456	633
Entertainment		0	0
Bank charges		1,887	85
Printing, postage and stationary		194	3,418
		534,644	506,843
Total expenditure		534,255	551,968
Net (losses) / gains on investments			
Gains / (losses) on other investment assets		0	0
Net income		-119,604	-149,070
Cash & Cash Equivalents			
		Amounts in GBP (£) 000's	
		2021	2020
Cash and cash equivalents comprise of the following:			
Cash in hand		12	96
Cash at Bank			
Lloyds TSB Deposit Acc 2934134		0	0
Lloyds TSB Mosque Acc 2933928		34,988	71,412
Lloyds TSB Book shop Acc 2934576		34,633	33,794
Lloyds TSB Madrasa Acc 2933804		1,599	1,520
Islamic BB School Acc 01015802	AL Rayan Bank	0	0
Islamic BB Property Acc 0105803	AL Rayan Bank	-24	-24
Lloyds Property Acc 41023568		43,594	40,111
Lloyds TSB School Acc 41024660		52,390	70,052
Lloyds Relief Fund 41023160		69,458	57,089
HBL Relief Fund Acc 70012905		0	0
		236,638	273,954
Bank overdrafts		0	0
Total Cash & Cash Equivalents at the end of the period		236,649	274,051