

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 4TH MARCH 2023
FOR
LONDON ISLAMIC CULTURE AND RECREATION
SOCIETY

S.D. Garner + Co Limited
Chartered Certified Accountants
92 Station Lane
Hornchurch
Essex
RM12 6LX

LONDON ISLAMIC CULTURE AND RECREATION
SOCIETY

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FOR THE YEAR ENDED 4TH MARCH 2023

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LONDON ISLAMIC CULTURE AND RECREATION
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REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 4TH MARCH 2023

The Trustees have pleasure in presenting their report and the financial statements for the charity for the year ended 04 March 2023. 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 the Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Main Activities: Education Programmes And Conferences For Elderly And Young, Organising Community Events, Co-Operation With Other Charities, Annual Hajj And Umrah And Cultural Tours, Funeral Assistance.

The trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a charity (PB2)'.

Significant activities

At the start of the year, the charity purchased its office building for £3,234,250 and spent £228,058 during the year on refurbishing the premises, totalling £3,462,308. These were financed by loans from our head office.

During the year the charity continued to provide Hajj and Umrah services to religious pilgrims, including a cultural tour to Turkey and Spain.

The charity organised various fund-raising events, including Ramadan Iftar dinner event and fetes.

The charity supported weekend education schools in different branches in Edmonton, Romford, Peckham, Margate, Brighton, and Bexley in London. We are in the process of opening a new branch in Enfield.

The charity arranged talks with Imams at the mosques and community halls. Its also continued to provide UQBAH funeral services.

The accounts this year have been delayed due to the technical issues with setting up the online portal with the charity commission, This resulted in the charity not being able to log into our account and submit the accounts and annual return by the due date.

FINANCIAL REVIEW

Financial position

The total income for the year was £227,020 (2022: £139,000)

The total resources expended amounted to £154,658 (2022: £86,120)

The net surplus for the year amounted to £72,362 (2022: £52,880)

Reserves policy

The total accumulated reserves were £726,868 as at 4 March 2023 (2022: £654,506).

The trustees consider the reserves are sufficient to continue the charity activities in the future years.

The trustees actively review the major risks which the charity faces on a regular basis and also have examined other operational risks faced by the charity. The trustees confirms that they have established systems to mitigate the significant risks.

Going concern

The trustees consider the charity to be a going concern despite the challenges posed by the COVID pandemic.

LONDON ISLAMIC CULTURE AND RECREATION
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REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 4TH MARCH 2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Recruitment and appointment of new trustees

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 once a month collectively in order to review the progress of the charity and take any decisions in relation to the activities provided by the charity.

The charity employed one part time staff during the year, all the major activities were carried out by the volunteers and trustees.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1057815

Principal address

399-401 High Road
London
N17 6QN

Trustees

Mr U Bilaloglu
Mr M Gulbahar
Mr M Erguz
Mr R Gokce

Independent Examiner

Jamal Arshad, FCCA
S.D. Garner + Co Limited
Chartered Certified Accountants
92 Station Lane
Hornchurch
Essex
RM12 6LX

Approved by order of the board of trustees on 24th May 2024 and signed on its behalf by:

Mr U Bilaloglu - Trustee



INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
LONDON ISLAMIC CULTURE AND RECREATION
SOCIETY

Independent examiner's report to the trustees of London Islamic Culture and Recreation Society

I report to the charity trustees on my examination of the accounts of London Islamic Culture and Recreation Society (the Trust) for the year ended 4th March 2023.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

Independent examiner's statement

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 Trust as required by Section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts 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.



Jamal Arshad, FCCA

S.D. Garner + Co Limited
Chartered Certified Accountants
92 Station Lane
Hornchurch
Essex
RM12 6LX

24th May 2024

**LONDON ISLAMIC CULTURE AND RECREATION
SOCIETY**

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 4TH MARCH 2023**

	Notes	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	95,105	-	95,105	102,314
Charitable activities					
Hajj and Umrah Activities		58,361	-	58,361	6,146
Funeral services		-	46,851	46,851	14,040
Investment income	3	26,703	-	26,703	16,500
Total		<u>180,169</u>	<u>46,851</u>	<u>227,020</u>	<u>139,000</u>
EXPENDITURE ON					
Raising funds	4	31,940	-	31,940	34,754
Charitable activities					
Hajj and Umrah Activities		-	9,649	9,649	43,516
Funeral services		-	-	-	4,250
Projects		5,908	-	5,908	-
Administration & support costs		102,589	-	102,589	-
Other		4,572	-	4,572	3,600
Total		<u>145,009</u>	<u>9,649</u>	<u>154,658</u>	<u>86,120</u>
NET INCOME		35,160	37,202	72,362	52,880
RECONCILIATION OF FUNDS					
Total funds brought forward		641,031	13,475	654,506	601,626
TOTAL FUNDS CARRIED FORWARD		<u><u>676,191</u></u>	<u><u>50,677</u></u>	<u><u>726,868</u></u>	<u><u>654,506</u></u>

The notes form part of these financial statements

LONDON ISLAMIC CULTURE AND RECREATION
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BALANCE SHEET
4TH MARCH 2023

	Notes	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	7	3,465,801	-	3,465,801	1,366
Investments	8	1	-	1	1
		<u>3,465,802</u>	<u>-</u>	<u>3,465,802</u>	<u>1,367</u>
CURRENT ASSETS					
Debtors	9	642,812	-	642,812	652,562
Cash at bank		42,080	50,677	92,757	72,240
		<u>684,892</u>	<u>50,677</u>	<u>735,569</u>	<u>724,802</u>
CREDITORS					
Amounts falling due within one year	10	(89,039)	-	(89,039)	(71,662)
NET CURRENT ASSETS		<u>595,853</u>	<u>50,677</u>	<u>646,530</u>	<u>653,140</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		4,061,655	50,677	4,112,332	654,507
CREDITORS					
Amounts falling due after more than one year	11	(3,385,464)	-	(3,385,464)	(1)
NET ASSETS		<u>676,191</u>	<u>50,677</u>	<u>726,868</u>	<u>654,506</u>
FUNDS	13				
Unrestricted funds				676,191	641,031
Restricted funds				50,677	13,475
TOTAL FUNDS				<u>726,868</u>	<u>654,506</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 24th May 2024 and were signed on its behalf by:



Mr U Bilaloglu - Trustee

The notes form part of these financial statements

LONDON ISLAMIC CULTURE AND RECREATION
SOCIETY

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 4TH MARCH 2023

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 2019)', 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, with the exception of investments which are included at market value.

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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Tangible fixed assets, other than freehold are stated at cost or valuation less depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Fixtures and Fittings - 20% straight line

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.

**LONDON ISLAMIC CULTURE AND RECREATION
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**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 4TH MARCH 2023**

2. DONATIONS AND LEGACIES

	2023	2022
	£	£
Donations	89,105	75,717
Grants	-	26,597
Grants (HASENE)	6,000	-
	<u>95,105</u>	<u>102,314</u>

	2023	2022
London borough of Enfield Covid Grants	£0	£14,000
Gift Aid - HMRC	£0	£9,238
HMRC Furlough	<u>£0</u>	<u>£3,359</u>
	<u>£0</u>	<u>£26,597</u>

3. INVESTMENT INCOME

	2023	2022
	£	£
Rents received	<u>26,703</u>	<u>16,500</u>

4. RAISING FUNDS

Raising donations and legacies

	2023	2022
	£	£
Support costs	<u>-</u>	<u>27,424</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 4th March 2023 nor for the year ended 4th March 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 4th March 2023 nor for the year ended 4th March 2022.

LONDON ISLAMIC CULTURE AND RECREATION
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NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 4TH MARCH 2023

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	99,314	3,000	102,314
Charitable activities			
Hajj and Umrah Activities	-	6,146	6,146
Funeral services	-	14,040	14,040
Investment income	16,500	-	16,500
Total	<u>115,814</u>	<u>23,186</u>	<u>139,000</u>
EXPENDITURE ON			
Raising funds	34,754	-	34,754
Charitable activities			
Hajj and Umrah Activities	33,087	10,429	43,516
Funeral services	4,250	-	4,250
Other	3,600	-	3,600
Total	<u>75,691</u>	<u>10,429</u>	<u>86,120</u>
NET INCOME	40,123	12,757	52,880
RECONCILIATION OF FUNDS			
Total funds brought forward	600,908	718	601,626
TOTAL FUNDS CARRIED FORWARD	<u>641,031</u>	<u>13,475</u>	<u>654,506</u>

LONDON ISLAMIC CULTURE AND RECREATION
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NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 4TH MARCH 2023

7. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 5th March 2022	-	3,556	3,556
Additions	3,462,308	3,000	3,465,308
	<hr/>	<hr/>	<hr/>
At 4th March 2023	3,462,308	6,556	3,468,864
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 5th March 2022	-	2,190	2,190
Charge for year	-	873	873
	<hr/>	<hr/>	<hr/>
At 4th March 2023	-	3,063	3,063
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 4th March 2023	3,462,308	3,493	3,465,801
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 4th March 2022	-	1,366	1,366
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

8. FIXED ASSET INVESTMENTS

	2023 £	2022 £
Other	1	1
	<hr/> <hr/>	<hr/> <hr/>

There were no investment assets outside the UK.

Investments (neither listed nor unlisted) were as follows:

	2023 £	2022 £
Investment in subsidiaries	1	1
	<hr/> <hr/>	<hr/> <hr/>

**LONDON ISLAMIC CULTURE AND RECREATION
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**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 4TH MARCH 2023**

9. DEBTORS

	2023 £	2022 £
Amounts falling due within one year:		
Other debtors	-	9,750
	<u> </u>	<u> </u>
Amounts falling due after more than one year:		
Other debtors	590	590
Amount due by group and associated undertakings	642,222	642,222
	<u> </u>	<u> </u>
Aggregate amounts	<u>642,812</u>	<u>652,562</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade creditors	81,419	67,611
Taxation and social security	-	186
Other creditors	7,620	3,865
	<u> </u>	<u> </u>
	<u>89,039</u>	<u>71,662</u>

11. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2023 £	2022 £
Other creditors	3,385,464	1
	<u> </u>	<u> </u>

12. SECURED DEBTS

The following secured debts are included within creditors:

	2023 £	2022 £
Loan from ICMG Germany	3,067,742	-
	<u> </u>	<u> </u>

The loan is repayable in installments and is secured over the freehold property.

LONDON ISLAMIC CULTURE AND RECREATION
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NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 4TH MARCH 2023

13. MOVEMENT IN FUNDS

	At 5/3/22 £	Net movement in funds £	At 4/3/23 £
Unrestricted funds			
General fund	641,031	35,160	676,191
Restricted funds			
Restricted funds	13,475	37,202	50,677
TOTAL FUNDS	<u>654,506</u>	<u>72,362</u>	<u>726,868</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	180,169	(145,009)	35,160
Restricted funds			
Restricted funds	46,851	(9,649)	37,202
TOTAL FUNDS	<u>227,020</u>	<u>(154,658)</u>	<u>72,362</u>

Comparatives for movement in funds

	At 5/3/21 £	Net movement in funds £	At 4/3/22 £
Unrestricted funds			
General fund	600,908	40,123	641,031
Restricted funds			
Restricted funds	718	12,757	13,475
TOTAL FUNDS	<u>601,626</u>	<u>52,880</u>	<u>654,506</u>

LONDON ISLAMIC CULTURE AND RECREATION
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NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 4TH MARCH 2023

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	115,814	(75,691)	40,123
Restricted funds			
Restricted funds	23,186	(10,429)	12,757
TOTAL FUNDS	<u>139,000</u>	<u>(86,120)</u>	<u>52,880</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 5/3/21 £	Net movement in funds £	At 4/3/23 £
Unrestricted funds			
General fund	600,908	75,283	676,191
Restricted funds			
Restricted funds	718	49,959	50,677
TOTAL FUNDS	<u>601,626</u>	<u>125,242</u>	<u>726,868</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	295,983	(220,700)	75,283
Restricted funds			
Restricted funds	70,037	(20,078)	49,959
TOTAL FUNDS	<u>366,020</u>	<u>(240,778)</u>	<u>125,242</u>

LONDON ISLAMIC CULTURE AND RECREATION
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NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 4TH MARCH 2023

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 4th March 2023.

**LONDON ISLAMIC CULTURE AND RECREATION
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**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 4TH MARCH 2023**

	2023 £	2022 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	89,105	75,717
Grants	-	26,597
Grants (HASENE)	6,000	-
	<hr/> 95,105	<hr/> 102,314
Investment income		
Rents received	26,703	16,500
Charitable activities		
Income from charitable activities (Hajj and Umrah Activities)	58,361	6,146
Income from Charitable activities (Funeral activities)	46,851	14,040
	<hr/> 105,212	<hr/> 20,186
Total incoming resources	227,020	139,000
EXPENDITURE		
Other trading activities		
Donations	31,940	7,330
Charitable activities		
Cost of direct charitable activities	15,557	47,766
Support costs		
Management		
Management (Administration)	102,589	27,424
Governance costs		
Accountancy and legal fees	4,572	3,600
	<hr/> 154,658	<hr/> 86,120
Total resources expended	154,658	86,120
Net income	<hr/> <hr/> 72,362	<hr/> <hr/> 52,880

This page does not form part of the statutory financial statements