

REGISTERED COMPANY NUMBER: 03273033 (England and Wales)
REGISTERED CHARITY NUMBER: 1059085

Report of the Trustees and
Financial Statements for the Year Ended 31 March 2023
for
The Muslim Cultural Heritage Centre
(A Company Limited by Guarantee)

Stan Kelly & Co
Chartered Certified Accountants
14 Centre Way
London
N9 0AH

The Muslim Cultural Heritage Centre

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for the Year Ended 31 March 2023**

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The Muslim Cultural Heritage Centre

Report of the Trustees **for the Year Ended 31 March 2023**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 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 Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The purposes of the charity as set out in its governing document are:

- (a) To provide a benefit to the public in North Kensington, particularly those in the area who are Muslim and seek to alleviate the circumstances of those in need but also very much an open-door resource for the wider community;
- (b) To advance education in Arabic and other subjects;
- (c) To provide the Muslim and wider community with a focal point for a range of spiritual, social, cultural/arts, economic, educational and training activities;
- (d) To enable the Community to develop greater self-confidence through a sense of belonging and to reduce isolation and fear; and
- (e) To reach out and act as resource for the community, the third (voluntary) sector, statutory agencies and the wider community.

The Muslim Cultural Heritage Centre

Report of the Trustees **for the Year Ended 31 March 2023**

OBJECTIVES AND ACTIVITIES

Significant activities

The main activities undertaken in relation to those purposes during the year were:

Masjid:

Daily, Friday, Eid and Janaza Prayers; Ramadan programme; Talks and Seminars; Matrimonial Services; Pastoral and Mediation Services; Inductions and weekly educational programmes for New Muslims.

Education and Training:

Saturday Homework Club; Sunday Children's Arabic Education Project; Weekday Quran classes; Quran and Arabic Circle; IT Training; ESOL Classes; Reference Library have continued to be provided throughout the year.

Social:

The Elderly Well-Being Project; Therapeutic Counselling Service; Youth Development; Nursery; Community Kitchen; School and other references; Signpost and referral service; Resource Centre.

Cohesion:

Diversity and Awareness programme; Community Cohesion Work; Networking and Sharing Good Practice with other Muslim Centres; Working with Faith Groups for the Common Good; Supporting Good Causes; Annual Open Day; Official Visits Programme; Civic Participation Programme; Media Engagement.

Sustainability:

In-house Income-Generation Activities; UK Fundraising; Development of a Waqf (Endowment) Project composed of social enterprise projects that will benefit the community through vocational training and job creation while generating modest sustainable rent/service income for the Trust. This particular project is currently under construction and is expected to be completed by mid-2024.

How the activities undertaken during the year contributed to the achievement of the aims and objectives:

Over the past twenty-two years the Centre has established a reputation for trust, integrity and being inclusive. This is borne out in the high number of the community who attend prayers and engage with the Centre's activities; the longstanding partnership with the local voluntary and statutory sectors, who continue to monitor and evaluate our performance and continue to extend their support; the fact that the Board of Trustees retains two local authority councillors, which has continued to develop even deeper the partnership between the Council and the community for which the Centre is a conduit.

The staff group has been characterised over the years by the simple fact that many of them have been involved since the early years of the Centre. This low turnover within the staff group is testament to the commitment and good morale engendered by the senior management and Board. This is also incredibly important to our ability to deliver at a high-level certain relationship-based pastoral care, an element of our work that the community value highly and one which the Council in particular has always wanted us to maintain alongside other services such as the therapeutic counselling and youth development services.

The Muslim Cultural Heritage Centre

Report of the Trustees **for the Year Ended 31 March 2023**

OBJECTIVES AND ACTIVITIES

Public benefit

When reviewing our activities, the Trustees have regard to the Charity Commission guidance on public benefit. The Trustees ensure that the activities undertaken are in line with the charitable objects of the MCHC Trust, and in doing so are satisfied that the Charity's activities meet the requirements on demonstrating public benefit.

The difference the charity's performance during the year has made to the beneficiaries of the charity.

The beneficiaries of the charity are those members of the public that attend and/or use the various functions listed under main activities. The charity's continued successful provision of these services has ensured that the beneficiaries have received spiritual support and attendant benefits; this has been confirmed in the stream of interactive, constructive and positive feedbacks received. Our successful financial performance ensures that these services will continue for the foreseeable future.

The degree to which the achievements and performance during the year have benefited wider society.

Wider society has benefitted by the beneficiaries receiving spiritual solace and development support and thereby being better adjusted to and happier within their communities.

Volunteers

The Charity is grateful for the unstinting efforts of its volunteers who are involved in service provision, charity initiatives and fundraising. It is estimated that over 8000 volunteer hours are provided every year. If this is conservatively valued at £11.95 an hour the volunteer effort amounts to over £95,600.

We would like to thank all staff, the trustees, the volunteers, the hundreds of people who donate their money and time to the Charity. Without their help and support the Charity could not have operated.

The Muslim Cultural Heritage Centre

Report of the Trustees **for the Year Ended 31 March 2023**

STRATEGIC REPORT

Achievement and performance

Charitable activities

Charitable activities Religious Activities (Masjid)

We have our daily 5 prayers, Friday Jummah and occasional Janaza (funeral prayers) at the Centre. The Imams provide pastoral care to individuals and families as well as deliver classes of 'hifz' (memorisation of the Quranic verses), 'hadith', Quran and 'fiqh' to several hundred men and women over the year, including using technologies such as zoom and social media during the fasting month of Ramadan.

Ramadan services:

Despite the challenges of the rise in cost of living we were able to host large gatherings to break fasting and perform night prayers during the fasting month of Ramadan in April 2022. The Ramadan-specific activities included delivery of daily religious and health sessions, provision of food to about 300 worshippers breaking the daily fasting, delivering hot meals to households identified as vulnerable or in need of support.

Educational and Teaching

Our Saturday School is delivered in partnership with City-Circle and continued to run every Saturday during term time from 9:50 to 13:30. The school covers Maths, English, and Islamic Studies from Year 4 to 11, and Maths A level for Year 12 and 13. Over 80 young people attend this school every Saturday during term time. The school is run by volunteers. The teachers come from a range of professions including media, marketing, banking, HR, consulting, science, as well as professional teachers. All volunteers are subject to DBS checks and Child Protection training.

Library:

Our library is used as a reference resource for researchers and those with interest in accessing literature on Islam. The library has recently undergone some refurbishment to enhance accessibility and enlarge the space available for users of the library hall.

Al-Manaar Community Kitchen :

We have a community kitchen that provides the community with freshly cooked food and hot drinks after Friday Juma prayers. The kitchen has become a hub to bring the local community together through food cooking and socialising to ease the trauma that they have been going through as a result of the Grenfell Tower fire tragedy in 2017, Covid-19 and the rise in cost of living in subsequent years.

Al-Manaar Counselling Service (ACS):

This service is currently provided throughout the week. There are over 30 clients who attend sessions with our professional counsellors every week. About 90 therapeutic counselling sessions are held every month. Informal coffee morning and afternoon are organized to raise awareness of the importance of counselling service as well as to provide opportunities for group and individual discussions on issues related to mental health.

Cohesion Diversity and awareness programmes :

The Centre has continued to provide opportunities for higher education institutions, schools, colleges, Universities both in the UK and abroad to come and find out about Islam, Muslims and the local community. The Centre works closely with Inter-Faith Forums and Networks, meeting regularly and supporting issues that affect local communities. We work closely with statutory services including the Police to ensure the safety and wellbeing of our wider community. The Management team is also involved in attending civic events and sharing good practice with other Islamic, faith and non-faith centres across London.

As and when required we also engage in media. We work closely with our Jewish and Christian colleagues to support homeless people. The Centre management is part of a group of interfaith leaders that work closely to deliver joint initiatives to support those in need.

Al-Manaar Youth Development Initiative (AYDI):

The Muslim Cultural Heritage Centre

Report of the Trustees **for the Year Ended 31 March 2023**

The aim of AYDI is to equip young people with skills and knowledge surrounding employment, training and educational options as well as youth focussed physical and leisure activities. The beneficiaries are consulted from the planning stage to the delivery to ensure activities and services provided under AYDI address identified needs and skills gap. We have over 25 young people registered under AYDI. This number has continued to increase.

Some of our youth activities are delivered in partnership with different organisations. One such partners is the Met-Police. Boxing programmes have been delivered regularly in partnership with the Metropolitan Police. Prior to this we delivered successful Police-Cadet programmes for many years. The partnership is now moving to include more activities such as cooking and job-fairs to equip young people with useful vocational, information and life skills. For example, from November to end of December 2022 we delivered open access sessions with young people along with cooking sessions. They have been focused on physical activities with conversations around additional support needs for young people. The cooking sessions have been around eating healthy and food preparation.

During the Summer we were able to take the young people on a trip to Clip'n'Climb in Chelsea, which the young people chose and followed up with food. We were very mindful that some of the young people attending sessions regularly come from low-income families therefore we wanted to ensure they were able to partake in leisure activities over the summer.

Supporting many of our young people on a one-to-one basis, as they share concerns and difficulties they face at schools. The main issues are linked with school exclusions and their well-being.

We have been holding mini awareness sessions with young people on a weekly basis. This space is used for young people to share societal issues, many linked with multi-disadvantages, and offer a safe space to talk and gain more understanding around the topics.

Sustainability:

We are very grateful to all our donors for their generous donations and grants. We are particularly grateful to the Royal Borough of Kensington and Chelsea, Kensington and Chelsea Foundation, Islamic Relief, and Help Yateem for grants awarded to assist us in our efforts to develop and deliver community activities, including Therapeutic Counselling Service to help the community in North Kensington.

We continue to hire out our rooms and conference halls for meetings and conferences to individuals and organisations and this is core to raising funds for the sustainability of the Centre. We also raise funds through collection of donations from our worshippers on Fridays during the weekly 'Jummah' sermons and prayers.

Fundraising activities

The charity relies on grant aid from the donors whose support is highly appreciated. We shall continue to diversify our funding sources to ensure sustainability and long-term development to meet the changing needs of the community we serve.

Section 172(1) statement

Over the past twenty-two years the Centre has established a reputation for trust, integrity and being inclusive. This is borne out in the high number of the community who attend prayers and engage with the Centre's activities; the longstanding donors, who continue to monitor and evaluate our performance and continue to extend their support; the fact that the Board of Trustees retains two local authority councillors, which has continued to develop even deeper the partnership between the Council and the community for which the Centre is a conduit.

The staff group has been characterised over the years by the simple fact that many of them have been involved since the early years of the Centre. This low turnover within the staff group is testament to the commitment and good morale engendered by the senior management and Board. This is also incredibly important to our ability to deliver at a high-level certain relationship-based pastoral care, an element of our work that the community value highly and one which the Council in particular has always wanted us to maintain as a priority.

The Muslim Cultural Heritage Centre

Report of the Trustees **for the Year Ended 31 March 2023**

STRATEGIC REPORT

Financial review

Financial position

During the year , the total income generated was £747,065 (2022: £472,724).

The charity made a surplus of £124,938 for the year ended 31 March 2023 (2022: loss £83,830).

After taking account of the operations , the charity's available funds stood at £4,029,873 for the year ended 31 March 2023 (£3,904,935 as at 31 March 2022).

Reserves policy

Principal funding sources

The principal funding source continues to be private donations from local community donors, wider London community donors, grants from the Royal Borough of Kensington and Chelsea and UK-based Trusts.

As part of MCHC's constitutional aims it is the policy to ensure that proper reserves are established and maintained to ensure that its viability beyond the immediate future is secure. In order to provide reliable services or funding over the longer term, MCHC must be able to absorb setbacks and to take advantage of change and opportunity. MCHC's policy is to provide for this by putting aside, when it can afford it, some of its current income as a reserve against future uncertainties.

The Trust has continued to endeavour to build reserves so that it has at least three months operating costs calculated (reviewed annually) including contractual and payroll commitments and commitment to third party suppliers. However, due to ongoing difficulties in securing sufficient revenue funding to cover the ongoing running costs, let alone achieving a long-term revenue funding stability, it has been difficult to maintain any reserves level on a consistent manner. Efforts are ongoing to secure long-term revenue funding stability through the endowment project currently under development and long-term funding sponsorships.

Future plans

A three-year strategic plan is already in operation, which include programs and activities focused on the youth, the elderly, and the homeless and on addressing unemployment and educational under-achievement. The Centre's facilities like training rooms and meeting halls have been partially refurbished with upgraded WiFi and projector systems to enhance their use for various events. Use of Gift-Aid and more income through online donations have also been utilized to maximise the income of the Trust.

The Muslim Cultural Heritage Centre

Report of the Trustees **for the Year Ended 31 March 2023**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is constituted as a company limited by guarantee, registered under the Companies Act and its governing document is a Memorandum and Articles of Association dated 04 November 1996 under company legislation. The charity is also known by its operating name, MCHC/Al-Manaar.

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 management of the charity is the responsibility of the Trustees who are appointed and co-opted under the terms of the Articles of Association.

Research and Development

Organisational structure

The Memorandum and Articles of Association state that there shall be up to twelve trustees comprising of seven community representatives, three appointed for special skills relevant to the work of the Trust and a further two nominees from the Royal Borough of Kensington and Chelsea. With the exception of Royal Borough nominees, trustees are appointed by serving trustees and may serve for a maximum of two consecutive five- year terms.

The Board of Trustees meets at least four times a year to manage the Trust.

The Trust constitution provides for a Shura (Advisory) Council, a body comprised of members of the community that provide support, advice and ideas for the work and development of the Trust. Should the trustees or the Shura Council need further advice or arbitration on matters concerning the Trust, they are able to consult the Tahkeem (Arbitration) Committee which the constitution stipulates to be made up of seven independent people with the skills in the areas of mediation and conciliation, along with the sound knowledge of Islamic Jurisprudence.

The Shura (Advisory) Council ceased to function over thirteen years ago due to poor attendance. Its nature as merely an advisory body did not appear to have appealed to most of the original members who were former members of the Muslim Communities Forum, the precursor to the MCHC Trust. Before re-establishing the Shura Council - its nature, role and membership may need to be re-examined, possibly as part of an overall review of the MCHC Trust constitution.

The Tahkeem (arbitration) Committee was never formally established/activated.

The Board of Trustees appoints a lead executive person (Chief Executive Officer) who is entrusted with the management of the Trust. She/He is supervised (line managed) by the Chairman (or whoever the Chairman delegates this role to).

The CEO is responsible for managing the running of the Trust and all aspects related to, e.g., health and safety, staff and management of assets, public relations, projects, events, etc. She/He reports back to the Board in the quarterly Board meetings on the Trust's financial position, current and planned work, progress made within Board approved work plan and annual budget and within the parameters set by Board decisions. The CEO seeks formal authorisation for any new actions (of financial, staffing or risk implications to the Centre) not already approved by the Board. Trustees, subject to their availability, attend an informal monthly meeting with the CEO to assist in addressing any difficulties that may arise in implementing Board decisions or any new occurrences at the Centre. Any decisions needed to be made at these monthly meetings, have to be ratified at the next Board meeting

Induction and Training of new Trustees

New Trustees are inducted into the workings of MCHC Trust including, Board policy and procedures, by way of electronic updates including, but not limited to, regular briefings on Trust Activities. The Trust also organises strategic planning and trustee-training workshops for all serving members.

Engagement with employees

The Charity maintained a good working relationship with staff during the year. The board and management encourage open access dialogues between management and employees in order to build on the existing excellent relationship that existed.

Engagement with suppliers, customers and others

The Charity engages with various stakeholders and suppliers in a way that is most beneficial for the provision of the services of the Charity. The Charity ensures good working relationship with suppliers and members within the boundary of the law in respect of procurement, payment and service delivery. The charity ensures all liabilities resulting from PAYE and pensions deductions including contributions are met within the timescales accordingly.

The Muslim Cultural Heritage Centre

Report of the Trustees
for the Year Ended 31 March 2023

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
03273033 (England and Wales)

Registered Charity number
1059085

Registered office
244 Acklam Road
North Kensington
London
W10 5YG

Trustees

Esmail Jasat (resigned 11.6.23)
Abdulkarim Khalil (resigned 26.10.23)
Hachim Charif Trustee (resigned 15.7.22)
Kasim Ali
Gerard Hargreaves
Dr Mustafa Abu-Lisan
Abdelilah Sirokh
Marouane Benchekroun
Khadra Said
Muna Mohamed Ali

Company Secretary
Abdurahman Sayed

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 20 December 2023 and signed on the board's behalf by:

Muna Mohamed Ali - Trustee



**Independent Examiner's Report to the Trustees of
The Muslim Cultural Heritage Centre**

Independent examiner's report to the trustees of The Muslim Cultural Heritage Centre ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2023.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company 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 your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

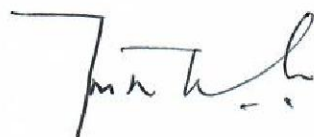
Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, 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:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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 accounts to be reached.



Dr E. Oloke, DBA, MSc, MBA, FCCA
The Association of Chartered Certified Accountants

Stan Kelly & Co
Chartered Certified Accountants
14 Centre Way
London
N9 0AH

20 December 2023

The Muslim Cultural Heritage Centre

Statement of Financial Activities
for the Year Ended 31 March 2023

		31.3.23	31.3.22
		Unrestricted	Total
		fund	funds
	Notes	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	2	679,746	436,155
Other trading activities	3	2,684	592
Other income		64,635	35,977
Total		747,065	472,724
EXPENDITURE ON			
Raising funds	4	2,269	950
Charitable activities	5		
Charitable		582,368	-
General		1,800	532,228
Other		35,690	23,376
Total		622,127	556,554
NET INCOME/(EXPENDITURE)		124,938	(83,830)
RECONCILIATION OF FUNDS			
Total funds brought forward		3,904,935	3,988,765
TOTAL FUNDS CARRIED FORWARD		4,029,873	3,904,935

The notes form part of these financial statements

The Muslim Cultural Heritage Centre

Balance Sheet
31 March 2023

	Notes	31.3.23 Unrestricted fund £	31.3.22 Total funds £
FIXED ASSETS			
Tangible assets	11	3,506,194	3,513,790
CURRENT ASSETS			
Debtors	12	79,249	8,997
Cash at bank and in hand		459,488	389,010
		<u>538,737</u>	<u>398,007</u>
CREDITORS			
Amounts falling due within one year	13	(15,058)	(6,862)
		<u>523,679</u>	<u>391,145</u>
NET CURRENT ASSETS			
		<u>523,679</u>	<u>391,145</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,029,873</u>	<u>3,904,935</u>
NET ASSETS		<u>4,029,873</u>	<u>3,904,935</u>
FUNDS	14		
Unrestricted funds		<u>4,029,873</u>	<u>3,904,935</u>
TOTAL FUNDS		<u>4,029,873</u>	<u>3,904,935</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2023 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The financial statements were approved by the Board of Trustees and authorised for issue on 20 December 2023 and were signed on its behalf by:

Muna Mohamed Ali - Trustee



The notes form part of these financial statements

The Muslim Cultural Heritage Centre

Cash Flow Statement
for the Year Ended 31 March 2023

	Notes	31.3.23 £	31.3.22 £
Cash flows from operating activities			
Cash generated from operations	1	<u>72,074</u>	<u>(74,957)</u>
Net cash provided by/(used in) operating activities		<u>72,074</u>	<u>(74,957)</u>
 Cash flows from investing activities			
Purchase of tangible fixed assets		<u>(1,596)</u>	<u>-</u>
Net cash (used in)/provided by investing activities		<u>(1,596)</u>	<u>-</u>
 Change in cash and cash equivalents in the reporting period		70,478	(74,957)
Cash and cash equivalents at the beginning of the reporting period		<u>389,010</u>	<u>463,967</u>
 Cash and cash equivalents at the end of the reporting period		<u><u>459,488</u></u>	<u><u>389,010</u></u>

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 31 March 2023

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.3.23	31.3.22
	£	£
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	124,938	(83,830)
Adjustments for:		
Depreciation charges	9,192	8,872
Increase in debtors	(70,252)	-
Increase in creditors	8,196	1
Net cash provided by/(used in) operations	72,074	(74,957)

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.4.22	Cash flow	At 31.3.23
	£	£	£
Net cash			
Cash at bank and in hand	389,010	70,478	459,488
	389,010	70,478	459,488
Total	389,010	70,478	459,488

Notes to the Financial Statements
for the Year Ended 31 March 2023

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery	- 15% on reducing balance
Fixtures and fittings	- 25% on reducing balance

Taxation

The charity is exempt from corporation 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.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

The Muslim Cultural Heritage Centre

Notes to the Financial Statements - continued for the Year Ended 31 March 2023

2. DONATIONS AND LEGACIES

	31.3.23	31.3.22
	£	£
Private donation	7,748	2
Donations	54,569	84,029
Gift aid	25,146	-
Legacies and endowment	87,377	61,402
Grants	359,550	71,787
Friday offerings	94,517	62,261
Zakat, sadaqa and fitrana -res	19,934	18,269
Ramadan collections	26,385	14,648
Eid collections	4,520	4,650
Government furlough grant	-	90,766
Government kickstart grant	-	28,341
	<u>679,746</u>	<u>436,155</u>

Grants received, included in the above, are as follows:

	31.3.23	31.3.22
	£	£
Other grants	<u>359,550</u>	<u>71,787</u>

3. OTHER TRADING ACTIVITIES

	31.3.23	31.3.22
	£	£
Canteen receipts	<u>2,684</u>	<u>592</u>

4. RAISING FUNDS

Raising donations and legacies

	31.3.23	31.3.22
	£	£
Imam cover	<u>2,269</u>	<u>950</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 6) £	Totals £
Charitable	573,520	8,848	582,368
General	-	1,800	1,800
	<u>573,520</u>	<u>10,648</u>	<u>584,168</u>

The Muslim Cultural Heritage Centre

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

6. SUPPORT COSTS

	Finance	Governance	Totals
	£	costs	£
Charitable	3,752	5,096	8,848
General	-	1,800	1,800
	<u>3,752</u>	<u>6,896</u>	<u>10,648</u>

7. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31.3.23	31.3.22
	£	£
Depreciation - owned assets	<u>9,192</u>	<u>8,873</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2023 nor for the year ended 31 March 2022.

There were £0 trustees' expenses for the year ended 31 March 2023 (£0 for the year ended 31 March 2022)

9. STAFF COSTS

	31.3.23	31.3.22
	£	£
Wages and salaries	416,416	410,805
Social security costs	36,063	32,928
Other pension costs	10,891	9,387
	<u>463,370</u>	<u>453,120</u>

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

	31.3.23	31.3.22
Management and support staff	<u>21</u>	<u>20</u>

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

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	436,155
Other trading activities	592
Other income	35,977
Total	472,724
EXPENDITURE ON	
Raising funds	950
Charitable activities	
General	532,228
Other	23,376
Total	556,554
NET INCOME/(EXPENDITURE)	(83,830)
RECONCILIATION OF FUNDS	
Total funds brought forward	3,988,765
TOTAL FUNDS CARRIED FORWARD	3,904,935

11. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Totals £
COST				
At 1 April 2022	4,798,903	111,111	232,948	5,142,962
Additions	-	1,596	-	1,596
At 31 March 2023	4,798,903	112,707	232,948	5,144,558
DEPRECIATION				
At 1 April 2022	1,309,430	99,611	220,131	1,629,172
Charge for year	-	2,783	6,409	9,192
At 31 March 2023	1,309,430	102,394	226,540	1,638,364
NET BOOK VALUE				
At 31 March 2023	3,489,473	10,313	6,408	3,506,194
At 31 March 2022	3,489,473	11,500	12,817	3,513,790

The Muslim Cultural Heritage Centre

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2023**

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23	31.3.22
	£	£
Other debtors	<u>79,249</u>	<u>8,997</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23	31.3.22
	£	£
Trade creditors	-	(1)
Social security and other taxes	7,583	-
Other creditors	5,675	5,063
Accrued expenses	1,800	1,800
	<u>15,058</u>	<u>6,862</u>

14. MOVEMENT IN FUNDS

	At 1.4.22	Net movement in funds	At 31.3.23
	£	£	£
Unrestricted funds			
General fund	3,904,935	124,938	4,029,873
TOTAL FUNDS	<u>3,904,935</u>	<u>124,938</u>	<u>4,029,873</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	747,065	(622,127)	124,938
TOTAL FUNDS	<u>747,065</u>	<u>(622,127)</u>	<u>124,938</u>

Comparatives for movement in funds

	At 1.4.21	Net movement in funds	At 31.3.22
	£	£	£
Unrestricted funds			
General fund	3,988,765	(83,830)	3,904,935
TOTAL FUNDS	<u>3,988,765</u>	<u>(83,830)</u>	<u>3,904,935</u>

The Muslim Cultural Heritage Centre

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

14. 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	472,724	(556,554)	(83,830)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>472,724</u>	<u>(556,554)</u>	<u>(83,830)</u>

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

	At 1.4.21 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	3,988,765	41,108	4,029,873
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>3,988,765</u>	<u>41,108</u>	<u>4,029,873</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	1,219,789	(1,178,681)	41,108
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>1,219,789</u>	<u>(1,178,681)</u>	<u>41,108</u>

15. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2023.

The Muslim Cultural Heritage Centre

Detailed Statement of Financial Activities
for the Year Ended 31 March 2023

	31.3.23 £	31.3.22 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Private donation	7,748	2
Donations	54,569	84,029
Gift aid	25,146	-
Legacies and endowment	87,377	61,402
Grants	359,550	71,787
Friday offerings	94,517	62,261
Zakat, sadaqa and fitrana -res	19,934	18,269
Ramadan collections	26,385	14,648
Eid collections	4,520	4,650
Government furlough grant	-	90,766
Government kickstart grant	-	28,341
	<hr/> 679,746	<hr/> 436,155
Other trading activities		
Canteen receipts	2,684	592
Other income		
Rent received	24,000	12,000
Hall hire	29,288	19,804
Activities income	3,230	4,149
Classes	3,135	-
Misc activities	-	24
Counselling service	820	-
Catering -general	3,508	-
Elderly well-being project	654	-
	<hr/> 64,635	<hr/> 35,977
Total incoming resources	<hr/> 747,065	<hr/> 472,724
EXPENDITURE		
Raising donations and legacies		
Imam cover	2,269	950
Charitable activities		
Wages	416,416	410,805
Social security	36,063	32,928
Pensions	10,891	9,387
Rates and water	2,609	1,314
Insurance	7,169	6,765
Light and heat	37,199	22,398
Telephone	2,070	2,382
Postage and stationery	3,557	1,916
Carried forward	515,974	487,895

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The Muslim Cultural Heritage Centre

Detailed Statement of Financial Activities
for the Year Ended 31 March 2023

	31.3.23	31.3.22
	£	£
Charitable activities		
Brought forward	515,974	487,895
Sundries	6,661	3,124
Catering and refreshments	937	(371)
Elderly welfare	-	1,331
Staff welfare	559	1,758
Staff training	622	-
Cleaning	3,846	2,160
Repairs & maintenance	16,172	13,173
Computing running cost	-	156
Travelling expenses	462	75
Zakat and fitrana -restrict	8,020	6,156
Ramadan expenses	9,778	4,048
Eid fitri party expenses	1,917	819
Counselling expenses	-	125
Office expenses	-	75
Volunteer's expenses	99	463
Waste and refuse	5,719	1,604
Subscriptions	1,568	1,345
Covid-19 expenses	144	175
Endowment project expenses	-	157
Sadaqa masjid	1,042	50
	<hr/> 573,520	<hr/> 524,318
Other		
Project expenses	22,909	11,139
Charitable donations	3,589	3,365
Fixtures and fittings	6,408	6,408
Computer equipment	2,784	2,464
	<hr/> 35,690	<hr/> 23,376
Support costs		
Finance		
Bank charges	3,752	3,337
Governance costs		
Legal and professional fees	5,096	2,773
Independent examiner's fees	1,800	1,800
	<hr/> 6,896	<hr/> 4,573
Total resources expended	<hr/> 622,127	<hr/> 556,554
Net income/(expenditure)	<hr/> 124,938	<hr/> (83,830)

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