

REGISTERED COMPANY NUMBER: 03303521 (England and Wales)
REGISTERED CHARITY NUMBER: 1061120

REPORT OF THE TRUSTEES AND
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2020
FOR
AL-NOOR FOUNDATION LIMITED
(A COMPANY LIMITED BY GUARANTEE)

Prestons & Jacksons Partnership LLP
Statutory Auditors
364 - 368 Cranbrook Road
Ilford
Essex
IG2 6HY

AL-NOOR FOUNDATION LIMITED

CONTENTS OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2020

	Page
Report of the Trustees	1 to 3
Report of the Independent Auditors	4 to 6
Statement of Financial Activities	7
Statement of Financial Position	8 to 9
Statement of Cash Flows	10
Notes to the Statement of Cash Flows	11
Notes to the Financial Statements	12 to 23
Detailed Statement of Financial Activities	24 to 25

AL-NOOR FOUNDATION LIMITED

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2020

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 August 2020. 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).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, the articles of association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03303521 (England and Wales)

Registered Charity number

1061120

Registered office

Newton Industrial Estate
Eastern Avenue West
Unit A1
Romford
Essex
RM6 5SD

Trustees

- 1) Mr Daud Juneja
- 2) Mr Imran Hafiz - **Chair**
- 3) Mr Imran Khan
- 4) Mr Khalil Rehman
- 5) Mr Muhammed Ilyas Mirza
- 6) Mr Sadiq Yakub Kothia - **Deputy Chair**
- 7) Mr Zulfiqar Ahmed
- 8) Mr Reza Jugon – Resigned on 23rd Jan 2020

All the trustees are also directors of the Charity.

Company Secretary

Mr Imran Hafiz

Auditors

Prestons & Jacksons Partnership LLP
Statutory Auditors
364 - 368 Cranbrook Road
Ilford
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AL-NOOR FOUNDATION LIMITED

REPORT OF TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2020

Our Vision:

“Individuals, families and communities that truly understand and accept their purpose of being in this world, confidently live and work together for a just, responsible and compassionate society”.

Al-Noor Foundation was launched in 1998 with a vision of making a positive change in our community. As local residents growing up in London, we wanted to give something back to our community. We wanted to make a positive change, to invest in our future generation by imbedding core values such as kindness, respect, compassion and good character.

Our strategy is to unlock the amazing potential within people, starting at the youngest of ages, with Al-Noor Independent and Al Noor Voluntary Aided Primary School. We believe our balanced education of primarily good character, along with academic excellence, delivered against the backdrop of a strong Islamic ethos provides a holistic education for the future citizens of our community.

Our Mission

Al-Noor works with young people and organisations to achieve their potential with knowledge, skills and experiences through its education programmes and services to create a positive change.

Four values of Al-Noor:

Integrity

We believe integrity, honesty, transparency and truthfulness is the cornerstone of our project and the mantle from which all thriving communities should be built. We believe that all involved in Al-Noor should strive to have integrity in their private and professional life. This will allow our community to confidently live and work together.

Continuous improvement

We believe to create leaders in the community; we must be a people that continuously improve. We must improve in our character, our professionalism, working practices and most importantly our devotion to God.

Valuing People.

We believe that Individuals make families, families make communities and communities make the world. It is for this reason that ‘valuing people’ is central to our organisation. Without people our education programmes are just bricks and mortar.

Positive change

We believe that as a team we must aspire and inspire Positive change in the world around us. We believe that our projects will result in a positive change in the community and act as a catalyst for a just, responsible and compassionate society.

Our aim is to establish, maintain and conduct schools for the education (including social and physical training) of boys and girls, (in which religious instructions in accordance with the doctrines and principles of the Islamic faith are given), so as to be a school within the meaning of that expression as defined in The Education Act.

AL-NOOR FOUNDATION LIMITED

REPORT OF TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2020

Our objectives

Our school objectives are to provide moral and academic excellence in a caring and secure environment. We believe that through the partnership of good governance, caring and professional staff and dedicated parents we can provide a balanced opportunity for the realisation of our children's full potential.

Our values prevail through everything we do: in the moral, the academic and the professional. These values foster a responsible and caring attitude in our pupils, towards the fellow members of our community and society at large. This includes good manners and behaviour towards parents, the elderly and neighbours, as well as a deep respect and sense of duty towards the world we inhabit including the resources from which we all benefit.

Our schools provide a sound Islamic education together with the National Curriculum. Our curriculum aims to equip children with a solid foundation to prepare them for both secondary school education and their lives ahead.

Al-Noor Foundation seeks to benefit the public through the pursuit of its stated aims. For the Independent school, our fees are set at an affordable and reasonable level to ensure the financial viability of the school and at a level that is consistent with our aim of providing an excellent education to our pupils. The introduction of the Voluntary Aided School in September 2018 now means that as education is free, it really does allow us to help grow our community.

Our school welcomes pupils from all backgrounds.

An individual's economic status, gender, ethnicity, or race do not form part of our assessment processes.

The school is committed to safeguarding and promoting the welfare of our pupils and expects all staff and volunteers to share this commitment. Parents are given regular information about their children's social and academic progress through parent evenings in addition to the end of term and year reports. The school has regular weekly updates communicated about the activities of the school with parents.

Our Ethos and Strategy

The Al-Noor Foundation believes that the success of our community inherently lies in the achievement of our children. We feel strongly that real academic progress is founded on a secure platform of an all-round healthy development and aided by positive role models who embody the values we aspire for our children to have.

This all-round development includes both the intellectual and physical aspect of emotional and spiritual development. We believe promoting these aspects of humanity will catalyse community cohesion, helping to create and sustain communities where all members are valued and work together for the common good.

Our aim is to promote a caring, secure and nurturing environment – instilling a strong sense of awareness of the universality of the Islamic faith. We will empower children with the desire to learn about and celebrate diversity through each other's experiences, achievements and contributions to the local community and through a focus on the common good for all.

AL-NOOR FOUNDATION LIMITED

REPORT OF TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2020

Our contribution to society and social cohesion is well recognised due to our successful work with the local authority, local schools and local community groups.

Review of Activities and Achievements

New Chair of Board of trustees

In July 2020, the board elected Mr Imran Hafiz as the new Chair of Al-Noor Foundation. Mr Hafiz, who has been a trustee with the Al-Noor Foundation since 2007 takes over from Daud Juneja as Chair. Daud Juneja oversaw the early years setup of the Foundation, growth of the team, expansion of the school from 50 pupils to the first voluntary aided Primary school in East London, with over 400 pupils in the school.

He has also overseen the development of various other projects under the Al-Noor umbrella, including the Hifdh programme, Al-Noor Festival, Al-Noor Boat Race and supporting emergency relief projects in third world countries amounting to over £1m. Daud continues to be a trustee of Al-Noor Foundation.

Educational Milestones

Al-Noor Independent Primary School is now in its 20th year as a primary school. We have consistently provided high academic achievement coupled with a strong Islamic education. This year education and schooling has been significantly impacted by the Covid-19 pandemic. As a result, it has proved to be one of the most challenging years for our charity and the school.

Remote learning provided to pupils since the start of the Covid-19 pandemic

Since the start of the Covid-19 pandemic in March 2020, we have dedicated ourselves to establishing effective remote learning for our pupils.

We introduced Google Classrooms to our suite of already well-established home online learning tools and this allowed us to ensure education continued, including monitoring homework and assessments. We supported families by making 33 laptops available for them to borrow, thus, giving families who either did not have access to devices generally or families who had insufficient devices during the pandemic, to meet the needs of remote learning for all of their children. This was possible due to a generous anonymous donation of laptops, as well as donations from a local charity. Our staff also provided vital technical support to families including recording tutorials on accessing the online learning platforms. We also held workshops for those non-English speaking parents in Urdu and Bengali to demonstrate the online learning platforms.

We continued to support our families by assisting them in their applications for the Government Covid Winter Grants - these are small grants of £60 for fuel and £60 per member of the family.

Online lessons continued throughout the remaining academic year - we provided a virtual school that we are immensely proud of, and which gave pupils focus and support during these uncertain times.

Our teachers and teaching assistants took an active role in monitoring including making regular phone calls with parents and pupils where performance was not as expected or where pupils were failing to join online lessons. These contacts gave staff the opportunity to understand the underlying reasons, whether pupils

AL-NOOR FOUNDATION LIMITED

REPORT OF TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2020

were feeling overly challenged with the level of work, having technological issues, or as was the case at times, were suffering with illness or loss. Staff have been compassionate and supportive to all those effected – pupils, parents and colleagues.

Staff have maintained data on the number of pupils who were completing their homework and attending live classes. An impressive 85% plus of over 6-year-olds attended live sessions. Staff were very accommodating, often staying on after the lesson to support any children who needed additional support. Significant focus was on Maths and English, followed by foundation subjects, as well Arabic and Quran. In addition, we supported children of critical workers and vulnerable children, who joined classes online with the support of teaching assistants in attendance at school.

Live assemblies and Friday khutbah were also delivered, recorded and made available to pupils. Parents evening also took place remotely.

Standards were maintained with senior leaders providing support and evaluation as well as remote meetings to provide lesson feedback to teachers. Regular staff and volunteer meetings continued to be held weekly.

From a Health & Safety aspect, arrangements were made to streamline parent pick up and drop offs, with social distancing and a requirement to wear face masks introduced. The school also invested in sanitising stations, social distance signage and additional cleaning of the premises to ensure the health and safety for those who were on site.

Staff training and online resources covering the mental wellbeing of children, domestic violence, bereavement etc, were all undertaken to prepare our staff to provide the best possible support to their students. The ethos and culture of our school became apparent during this period, where we have instilled that of a family unit and the importance of the whole nurturing of children.

Navigate - the character development curriculum.

Staff members were given training and support to implement Navigate. New staff members were inducted about Navigate and the Navigate lead/Consultant, Haroon Butt, was on hand to answer queries and give additional support. Following a review conducted the year before, the whole scheme was revised to focus on four characteristics per year group such that all characteristics would be covered over the seven years of primary schooling at Al-Noor. Two of these, (etiquette and sincerity) were incorporated across all seven years and two were changed annually, as set out below.

Reception	Sincerity	Patience	Generosity	Etiquettes
Year 1	Sincerity	Honesty	Resilience	Etiquettes
Year 2	Sincerity	Empathy	Courage	Etiquettes
Year 3	Sincerity	Gratitude	Creativity	Etiquettes
Year 4	Sincerity	Taking Ownership	Communicator	Etiquettes

AL-NOOR FOUNDATION LIMITED

REPORT OF TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2020

Year 5	Sincerity	Modesty	Respect	Etiquettes
Year 6	Sincerity	Visionary	Contributor	Etiquettes

Curricular delivery also is normally through the introduction of half term drop-down days when the rest of the curriculum and usual timetable was set aside to focus on development of the key characteristics through planned activities on and off site, including through the use of the outdoors. However, due to Covid, this has not been possible this academic year.

Despite the circumstances, the school continues to exude these values through all and every learning experience to re-enforce these crucial characteristics.

Al-Noor Voluntary Aided School

In 2018, Al-Noor Voluntary aided primary school opened to 120 students. Since then, we have continued to grow and currently have Reception to Year 2, with a total of 360 students. Demand for the school is exceptionally high, demonstrating the immediate high quality and standards of education the primary school has brought over from the independent sector.

The leadership of the school continues to grow to match the expansion of the pupil numbers and we have attracted a brilliant array of staff to join the school.

With Covid-19, examinations were cancelled and therefore KS1 exams did not take place. However, our internal data showed pupils had made great strides during this academic year. Lessons took place online and we remained open throughout the pandemic supporting parents who were key workers.

The governors of the school regularly met with the head teacher to support the school in adapting to the ever-changing circumstances during this period. The school took decisive steps to ensure the safety of its pupil's and staff by creating and implementing a risk assessment and continuously reviewing this.

Leadership of the school and governors continuously monitored the situation and had to adapt to local circumstances as Redbridge became one of the most Covid impacted boroughs in London.

Community Milestone

Due to Covid all of our outdoor community activities were postponed for this year. However, this also presented an opportunity for Al-Noor to launch the Al-Noor Qur'an Story Time - online session delivered during the school holidays and lockdown period for pupils from ages 7-13. This interactive live online session hosts guest speakers, is fun and enjoyable with quizzes and has been extremely successful. We are continuing to develop this with further sessions planned.

Structure, Governance and Management

The Trustees of Al-Noor Foundation hold overall responsibility under the rules for controlling the management and administration of the charity. Al-Noor Foundation Ltd is a company limited by guarantee and registered with Companies House.

AL-NOOR FOUNDATION LIMITED

REPORT OF TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2020

Trustees are nominated and appointed by the Board of Trustees. To be eligible, the Board of Trustees will look for those who regularly attend events and functions organised by the Foundation and show an interest in and volunteer to help out during activities. Trustees are a valuable asset for the charity because they bring an outside viewpoint and a wealth of experience and knowledge in community work.

The trustees are independent individuals who bring their knowledge, skills and expertise for the benefit of the charity. They act as a watchdog over the Charity's activities and provide constructive advice.

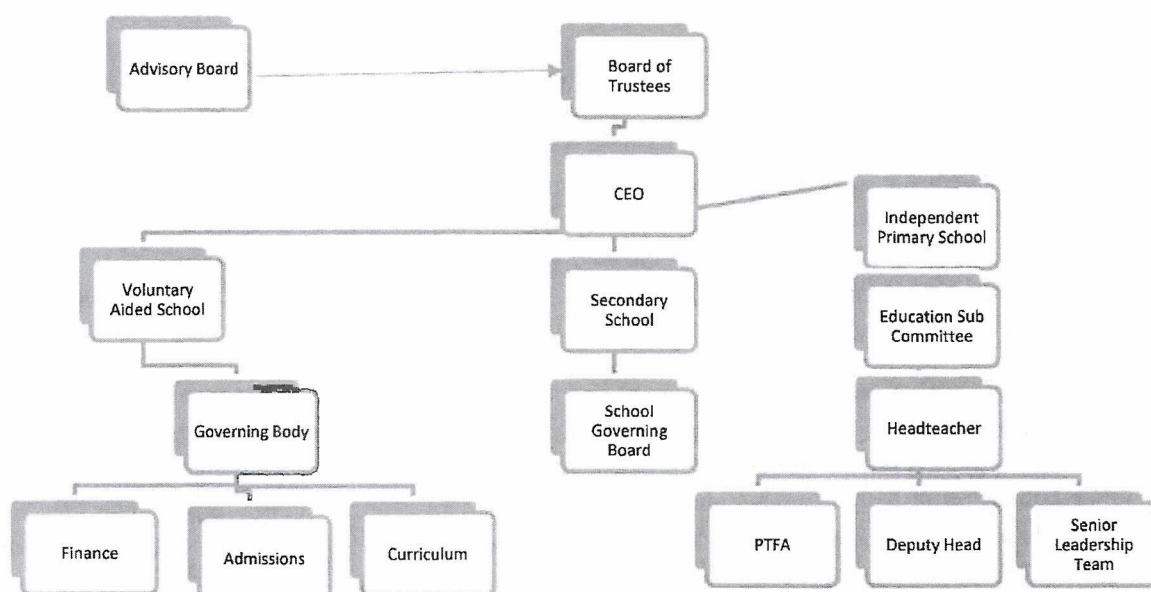
The management of the organisation is the responsibility of the trustees, who meet formally on regular intervals, usually monthly. The day-to-day management of different departments, such as the Independent School, is then delegated to their respective manager, supported by senior teachers and administrative staff.

Organisational Management

The trustees play two general roles within Al-Noor Foundation:

The first is to oversee the charity and its wider objectives of achieving its vision. In this area the board has focused on securing:

- The first Voluntary Aided Muslim Primary school in Redbridge. This landmark achievement opened in September 2018 with a new school being built, increasing the capacity from 180 students to 420 students. We continue to expand, and at the same time ensuring the very high standards for the school.
- The Newton Industrial Estate was purchased on the 14th of August 2015 to both facilitate the construction of the VA Primary School as well as with a view to establishing a Secondary School. The Secondary School will help to fulfil the vision of the Foundation and continue the very special work that is undertaken at primary school level in the character development of the next generation.



AL-NOOR FOUNDATION LIMITED

REPORT OF TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2020

In taking forward our strategy we:

- Ensure the vision and values of our organisation is reflected in our primary schools
- Review and benchmark the Schools' curriculum, teaching practices and examination results
- Ensure the schools are compliant to the School Standard regulations
- Ensure the range of co-curricular activities available to our pupils is stimulating and challenging
- Invest in resources and the infrastructure of our Schools

The Board determines the general policy of the Schools. The day-to-day running of the Schools are delegated to the Heads, supported by senior staff. The Head teacher undertakes the key leadership role overseeing educational, pastoral and administrative functions in consultation with the senior staff. The day to day administration of the school is undertaken within the policies and procedures approved by the Board which provide for only significant expenditure decisions and major capital projects to be referred to the Board for prior approval.

The trustees are clear about their responsibility of overseeing the safeguarding of children within the school. Trustees have attended level 1 safeguarding training and have attended workshops to raise awareness of Prevent (Wrap). Al-Noor Foundation is committed to building resilience to all forms of radicalisation and extremism.

All trustees are annually required to sign a declaration of interest form to declare affiliation to any other organisation or political party. All trustees give of their time freely and no remuneration was paid in the year.

Use of volunteers

Volunteers are an important resource in both our faith and community work. Volunteers are involved in most of our faith and community activities and we have scores of dedicated people giving their time towards our activities.

Covid-19 has impacted the entire community, including volunteers of Al-Noor. To Allah we belong and to Him we return. This year, we saw the loss of Umm Shayma, who was an exceptional supporter of Al-Noor Foundation. She was a parent of the school, with all her children having attended Al-Noor. She was also an exceptional support amongst many of our community projects including helping to establish the Al-Noor Festival as an annual event, and more recently, supporting Al-Noor in its application to the Home Office refugee support programme. Umm Shayma leaves behind a proud legacy of helping Al-Noor in its early years and we ask Allah to raise her in rank, join us with her in Paradise and bless all her family including her six amazing children. Ameen

Public Benefit Statement

The trustees confirm that they have complied with the duty under the Charities Act 2011 to have due regard to the Charity Commission's guidance on public benefit. This has been considered when reviewing the aims and objectives of Al-Noor Foundation and in planning activities for the future. In particular, the trustees consider how planned activities will contribute to the charitable objectives they have set. Specific details of how Al-Noor meets these requirements are set out below.

AL-NOOR FOUNDATION LIMITED

REPORT OF TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2020

The Trustees have considered this matter and concluded: That the aims and objectives of the charity continue to be charitable; That the aims and the work done give identifiable benefits to the charitable sector and both directly and indirectly to individuals in need; That the benefits are for the public and are not unreasonably restricted in any way; and that there is no detriment or harm arising from the aims or activities. Overall, the trustees consider that the strategies, aims and activities of the Charity to be for the public benefit.

Financial review

Principal funding sources and project

The charity's main source of revenue is fundraising from the local community. The purchase of the Newton Industrial Estate for £4.4m, and the subsequent relocation of the primary school for £420,000 has meant that the Board has focused on continuously raising funds to help keep up its repayments. A significant proportion of funds raised are via interest-free loans from the community.

Since purchasing the Newton Industrial Estate, we have managed to ensure that we have maintained repayment requests from those who have given us interest free loans. In the past three years we have returned over £4.5m of loans, by raising a similar amount to ensure we maintain an overall loan amount of £4.8m.

The loans we have undertaken have been strategically calculated and come from over 600 people and organisations, all of which have varying timescales of return. All of the loans are interest free and provide the charity with time to continue fundraising, and other revenue sources to ensure we can keep up with repayment.

Additional funds are obtained from charging tuition fees to parents of pupils attending the Independent Primary School. The funds from this are used entirely to support the running of the primary school.

Covid has severely impacted our ability to secure ongoing community loans and in addition, the inability to hold our annual fundraising events has resulted in the loss of over £150,000 of projected fundraising revenue. This, coupled with the uncertainty of when the Department of Education will open up the process for new secondary school applications, has meant that the board will need to review its strategy with reference to the Newton Industrial Estate.

Risk Management

The Trustees assess all major risks to which the charity is exposed and review the systems and procedures established to manage those risks. The major risks are considered to be:

- Covid implications for all our organisation especially safety of our staff, quality and impact on education, fundraising and revenue generation projects.
- The ethos and vision of the organisation as we grow
- Financial debt whilst we attempt to secure a Secondary school

AL-NOOR FOUNDATION LIMITED

REPORT OF TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2020

- Uncertainty as to how the Department of Education may view our secondary school application.

Plans for future periods.

Al-Noor Foundation intends to focus upon the breadth and depth of its education of young people. We will continue to build upon our successful soft launch of our character development curriculum. We will now focus this upon all year groups within Al-Noor Primary in launching projects to help further enhance good character.

In addition to the first Voluntary Aided Muslim primary School in Redbridge, we are also committed to pursuing our vision of a Secondary school.

AL-NOOR FOUNDATION LIMITED

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 AUGUST 2020

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Al-Noor Foundation Limited for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the charitable company's auditors are unaware, and each trustee has taken all the steps that they ought to have taken as a trustee in order to make them aware of any audit information and to establish that the charitable company's auditors are aware of that information.

AUDITORS

The auditors, Prestons & Jacksons Partnership LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

AL-NOOR FOUNDATION LIMITED

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2020**

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on25/05/2021..... and signed on the board's behalf by:

.....
Trustee

Director: SADIQ KOTHIA

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF AL-NOOR FOUNDATION LIMITED

Opinion

We have audited the financial statements of Al-Noor Foundation Limited (the 'charitable company') for the year ended 31 August 2020 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2020 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF AL-NOOR FOUNDATION LIMITED

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

The trustees' were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF AL-NOOR FOUNDATION LIMITED

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

A. PATEL

Mr Anwer Patel BA(Hons), BFP, FCA

Senior Statutory Auditor

for and on behalf of Prestons & Jacksons Partnership LLP

Statutory Auditors

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

364 - 368 Cranbrook Road

Ilford

Essex

IG2 6HY

Date: 25/5/21

AL-NOOR FOUNDATION LIMITED

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 AUGUST 2020

	Notes	Unrestricted fund £	Restricted fund £	31.8.20 Total funds £	31.8.19 Total funds £
INCOME FROM					
Donations	2	54,391	-	54,391	131,857
Charitable activities	5				
Education		465,426	-	465,426	623,139
Other Charitable Activities	3	24,357	-	24,357	217,295
Investment income	4	274,739	-	274,739	191,732
Total		818,913	-	818,913	1,164,023
EXPENDITURE ON					
Raising funds	6	61,541	-	61,541	106,743
Charitable activities	7				
Foundation		411,381	-	411,381	349,942
Education		415,096	-	415,096	602,789
Total		888,018	-	888,018	1,059,474
Net gains on investments		-	-	-	556,643
NET INCOME/(EXPENDITURE)		(69,105)	-	(69,105)	661,192
RECONCILIATION OF FUNDS					
Total funds brought forward		9,897,655	20,522	9,918,177	9,256,985
TOTAL FUNDS CARRIED FORWARD		9,828,550	20,522	9,849,072	9,918,177

The notes form part of these financial statements

AL-NOOR FOUNDATION LIMITED

STATEMENT OF FINANCIAL POSITION

31 AUGUST 2020

	Notes	Unrestricted fund £	Restricted fund £	31.8.20 Total funds £	31.8.19 Total funds £
FIXED ASSETS					
Tangible assets	14	8,654,238	-	8,654,238	8,865,168
Investments					
Investments	15	100	-	100	100
Investment property	16	5,000,000	-	5,000,000	5,000,000
		13,654,338	-	13,654,338	13,865,268
CURRENT ASSETS					
Debtors	17	110,719	-	110,719	107,563
Cash at bank and in hand		861,412	20,522	881,934	450,120
		972,131	20,522	992,653	557,683
CREDITORS					
Amounts falling due within one year	18	(4,797,919)	-	(4,797,919)	(4,504,774)
NET CURRENT ASSETS		<u>(3,825,788)</u>	<u>20,522</u>	<u>(3,805,266)</u>	<u>(3,947,091)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>9,828,550</u>	<u>20,522</u>	<u>9,849,072</u>	<u>9,918,177</u>
NET ASSETS		<u>9,828,550</u>	<u>20,522</u>	<u>9,849,072</u>	<u>9,918,177</u>
FUNDS	19				
Unrestricted funds				9,828,550	9,897,655
Restricted funds				20,522	20,522
TOTAL FUNDS				<u>9,849,072</u>	<u>9,918,177</u>

The charitable company is entitled to exemption from audit under Section 479A of the Companies Act 2006 relating to subsidiary charitable companies for the year ended 31 August 2020.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The notes form part of these financial statements

AL-NOOR FOUNDATION LIMITED


STATEMENT OF FINANCIAL POSITION - continued
31 AUGUST 2020

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) 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.

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

The financial statements were approved by the Board of Trustees and authorised for issue on 25/05/21 and were signed on its behalf by:


Trustee / Director: IMRAN HAFIZ


Trustee / DIRECTOR: SADIQ KOTHIA


Trustee / DIRECTOR: DAVID JUNEJA

The notes form part of these financial statements

AL-NOOR FOUNDATION LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2020

	Notes	31.8.20 £	31.8.19 £
Cash flows from operating activities			
Cash generated from operations	1	<u>392,314</u>	<u>188,314</u>
Net cash provided by operating activities		<u>392,314</u>	<u>188,314</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		-	(9,500)
Sale of tangible fixed assets		<u>39,500</u>	<u>-</u>
Net cash provided by/(used in) investing activities		<u>39,500</u>	<u>(9,500)</u>
Change in cash and cash equivalents in the reporting period		431,814	178,814
Cash and cash equivalents at the beginning of the reporting period		<u>450,120</u>	<u>271,306</u>
Cash and cash equivalents at the end of the reporting period		<u>881,934</u>	<u>450,120</u>

The notes form part of these financial statements

AL-NOOR FOUNDATION LIMITED

NOTES TO THE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 AUGUST 2020

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

	31.8.20 £	31.8.19 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(69,105)	661,192
Adjustments for:		
Depreciation charges	171,430	191,906
Losses on investments	-	(556,643)
(Increase)/decrease in debtors	(3,156)	34,085
Increase/(decrease) in creditors	<u>293,145</u>	<u>(142,226)</u>
Net cash provided by operations	<u>392,314</u>	<u>188,314</u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/9/19 £	Cash flow £	At 31/8/20 £
Net cash			
Cash at bank and in hand	<u>450,120</u>	<u>431,814</u>	<u>881,934</u>
	<u>450,120</u>	<u>431,814</u>	<u>881,934</u>
Total	<u>450,120</u>	<u>431,814</u>	<u>881,934</u>

The notes form part of these financial statements

AL-NOOR FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2020

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, with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The charity has a subsidiary which is immaterial and has not been trading. Therefore, consolidated accounts have not been prepared.

Going concern policy

The trustees are confident that they have ongoing support from funders and partners to maintain their charity's operations for the next twelve months. The impact of Covid-19 has been considered by the trustees. The school continued to operate online and fees for the first term starting September 2020 have been received. The charity has been able to repay Qardh Hassana as they fall due. The lockdown coincided with Ramadaan. During Ramadaan, there is normally an increase in donations. The charity has therefore been able to limit the impact of Covid-19. It is for these reasons the accounts have been prepared on a going concern basis.

At the Balance Sheet date, the charity has net current liabilities of over £3.8 million (2019: £3.9 million). This is because Qardh Hasana- interest free loans- have been included in creditors within one year.

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.

Income from government and other grants, whether "capital" grants or "revenue" grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance is deferred until the criteria for income recognition are met.

Donated facilities are recognised at their estimated market value.

Income from School Fees is recognised on an accrual basis.

Rental income is accounted for on a receivable basis.

AL-NOOR FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2020

1. ACCOUNTING POLICIES - continued

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.

Allocation and apportionment of costs and irrecoverable vat

In particular the policy for including items within costs of generating funds, charitable activities and governance costs is:

Charitable activities

Charitable expenditure shall include all expenditure directly related to the objects of the charity.

Governance costs

Governance costs shall include all expenditure directly related to the administration of the charity including expenditure incurred in the management of the charity's assets, organisational administration and compliance with charitable and statutory requirements.

Allocation of costs within types of resources expended

The methods and principles for the allocation and apportionment of all costs between the different activity categories of resources set out above are based on the test of whether a cost directly contributes to the particular related source of income. Such identifiable costs are apportioned to the specific activity, whereas all other costs are allocated to support costs of charitable activities.

Resources expended include attributable VAT which cannot be recovered.

Tangible fixed assets

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

Freehold property	- 2% on cost
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance

Land is not depreciated and No depreciation is charged in the year of acquisition.

Tangible fixed assets are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is charged so as to allocate the costs of assets less their residual value over their estimated useful lives, using either a straight line or reducing balance method, as indicated below.

AL-NOOR FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2020

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Donated facilities capitalised as Tangible fixed assets

Facilities and Services donated for on-going use by a charity in carrying out its activities are recognised as tangible fixed assets with the corresponding gain recognised as income from donations within the SOFA.

Investment property

Investment property is stated at its fair valuation. Any aggregate surplus or deficit arising from changes in fair value is transferred to an unrealised revaluation gain.

Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

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.

Debtors

Trade and other debtors are recognised at the settlement amount due after any discount offered. Prepayments are valued at the amount paid net of any discounts due.

Creditors

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount.

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.

AL-NOOR FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2020

1. ACCOUNTING POLICIES - continued

Donated goods, facilities and services.

Donated facilities and services are recognised as income when control over the expected economic benefits that flow from the donation has passed to the charity and any performance-related conditions attached have been fully met; it is more likely that the economic benefits associated with the donated item has flown to the charity and the fair value can be measured reliably.

Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

Qardh Hasana

Qardh Hasana - These are interest free loans provided by the community and supporters of the charity. Whilst extended payment terms can be agreed, they are repayable on demand.

2. DONATIONS

	31.8.20	31.8.19
	£	£
Foundation Income	54,391	126,064
Gift aid	-	5,793
	<u>54,391</u>	<u>131,857</u>

3. OTHER CHARITABLE ACTIVITIES

	31.8.20	31.8.19
	£	£
Other Fundraising Activities	<u>24,357</u>	<u>217,295</u>

4. INVESTMENT INCOME

	31.8.20	31.8.19
	£	£
Rents receivable	<u>274,739</u>	<u>191,732</u>

AL-NOOR FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2020

5. INCOME FROM CHARITABLE ACTIVITIES

	Activity	31.8.20 £	31.8.19 £
Other Primary School			
Income	Education	50,304	111,622
Fees Receivable	Education	<u>415,122</u>	<u>511,517</u>
		<u>465,426</u>	<u>623,139</u>

6. RAISING FUNDS

Raising donations and legacies

	31.8.20 £	31.8.19 £
General Fundraising Events	<u>61,541</u>	<u>106,743</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Foundation	301,862	109,519	411,381
Education	<u>402,930</u>	<u>12,166</u>	<u>415,096</u>
	<u>704,792</u>	<u>121,685</u>	<u>826,477</u>

AL-NOOR FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2020

8. SUPPORT COSTS

	Management	Finance	Other	Governance costs	Totals
	£	£	£	£	£
Foundation	-	101,167	176	8,176	109,519
Education	<u>2,178</u>	<u>9,003</u>	<u>985</u>	<u>-</u>	<u>12,166</u>
	<u>2,178</u>	<u>110,170</u>	<u>1,161</u>	<u>8,176</u>	<u>121,685</u>

9. NET INCOME/(EXPENDITURE)

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

	31.8.20	31.8.19
	£	£
Auditors' remuneration	5,700	6,399
Auditors' remuneration for non audit work	2,476	761
Depreciation - owned assets	<u>170,000</u>	<u>191,906</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2020 nor for the year ended 31 August 2019.

Trustees' expenses

	31.8.20	31.8.19
	£	£
Trustees' expenses	<u>1,349</u>	<u>418</u>

11. STAFF COSTS

	31.8.20	31.8.19
	£	£
Wages and salaries	399,298	458,987
Other pension costs	<u>4,437</u>	<u>4,724</u>
	<u>403,735</u>	<u>463,711</u>

AL-NOOR FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2020

11. STAFF COSTS - continued

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

	31.8.20	31.8.19
Engaged on Charitable Activities	29	31
Engaged on Management	1	1
	<u>30</u>	<u>32</u>

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

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES 31 AUG 2019

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME FROM			
Donations	111,335	20,522	131,857
Charitable activities			
Education	623,139	-	623,139
Other Charitable Activities	217,295	-	217,295
Investment income	<u>191,732</u>	<u>-</u>	<u>191,732</u>
Total	1,143,501	20,522	1,164,023
EXPENDITURE ON			
Raising funds	106,743	-	106,743
Charitable activities			
Foundation	349,942	-	349,942
Education	<u>602,789</u>	<u>-</u>	<u>602,789</u>
Total	1,059,474	-	1,059,474
Net gains on investments	<u>556,643</u>	<u>-</u>	<u>556,643</u>
NET INCOME	640,670	20,522	661,192
RECONCILIATION OF FUNDS			
Total funds brought forward	9,256,985	-	9,256,985

AL-NOOR FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2020

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES 31 AUG 2019 - continued

	Unrestricted fund £	Restricted fund £	Total funds £
TOTAL FUNDS CARRIED FORWARD	<u>9,897,655</u>	<u>20,522</u>	<u>9,918,177</u>

13. KEY MANAGEMENT PERSONNEL

The Key Management Personnel comprises of the Board of Trustees and the Chief Executive Officer whose remuneration amounted to £50,000 in the year. (2019: £50,000)

14. TANGIBLE FIXED ASSETS

	Freehold property £	Plant and machinery £	Fixtures and fittings £	Totals £
COST				
At 1 September 2019	8,959,950	89,500	7,624	9,057,074
Impairments	-	(39,500)	-	(39,500)
At 31 August 2020	<u>8,959,950</u>	<u>50,000</u>	<u>7,624</u>	<u>9,017,574</u>
DEPRECIATION				
At 1 September 2019	170,000	20,000	1,906	191,906
Charge for year	<u>170,000</u>	-	-	<u>170,000</u>
At 31 August 2020	<u>340,000</u>	<u>20,000</u>	<u>1,906</u>	<u>361,906</u>
NET BOOK VALUE				
At 31 August 2020	<u>8,619,950</u>	<u>30,000</u>	<u>5,718</u>	<u>8,655,668</u>
At 31 August 2019	<u>8,789,950</u>	<u>69,500</u>	<u>5,718</u>	<u>8,865,168</u>

Donated Facilities were measured at their fair value which was derived from the cost of construction of the building at £8.5 million.

AL-NOOR FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2020

15. FIXED ASSET INVESTMENTS

Subsidiary:

ANCI LIMITED

Nature of Business:

Other Business Support Service Activities

Class of shares:

Ordinary - shares of £1 each

% holding

100

31.03.20

Aggregate Capital and Reserves:

(£1,820)

16. INVESTMENT PROPERTY

£

FAIR VALUE

At 1 September 2019
and 31 August 2020

5,000,000

NET BOOK VALUE

At 31 August 2020

5,000,000

At 31 August 2019

5,000,000

Under FRS 102, the fair value of the Investment Property was based on the fair value by a valuer. The changes in the fair value is recognised in the Statement of Financial Activities.

17. DEBTORS

31.8.20

31.8.19

£

£

Amounts falling due within one year:

Trade debtors

50,110

76,303

Other debtors

36,901

2,134

Prepayments and accrued income

22,793

29,126

109,804

107,563

AL-NOOR FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2020

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.20	31.8.19
	£	£
Trade creditors	32,115	31,238
Social security and other taxes	5,148	5,782
VAT	35,656	11,861
Other creditors	4,523,379	4,214,052
Accruals and deferred income	172,356	202,172
Accrued expenses	29,265	28,825
Rental Prepayments	-	10,844
	<u>4,797,919</u>	<u>4,504,774</u>

Other Creditors included concessionary Interest Free Loans of £4,391,401 (2019: £4,090,270) also known as Qardh Hasana Loans received from the community and supporters. Some of the larger loans have been secured on the investment property. The charity has applied section 21.26 of the charity SORP in recognising and measuring the loan at the carrying amount adjusted in subsequent years to reflect repayment and any impairments.

Also, included as part of Other Creditors, were refundable student deposits of £78,750 (2019: £102,650).

19. MOVEMENT IN FUNDS

	At 1/9/19	Net movement in funds	At 31/8/20
	£	£	£
Unrestricted funds			
General fund	9,897,655	(69,105)	9,828,550
Restricted funds			
Restricted Funds	20,522	-	20,522
TOTAL FUNDS	<u>9,918,177</u>	<u>(69,105)</u>	<u>9,849,072</u>

AL-NOOR FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2020

19. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	818,913	(888,018)	(69,105)
TOTAL FUNDS	<u>818,913</u>	<u>(888,018)</u>	<u>(69,105)</u>

Comparatives for movement in funds

	At 1/9/18 £	Net movement in funds £	At 31/8/19 £
Unrestricted funds			
General fund	9,256,985	640,670	9,897,655
Restricted funds			
Restricted Funds	-	20,522	20,522
TOTAL FUNDS	<u>9,256,985</u>	<u>661,192</u>	<u>9,918,177</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	1,143,501	(1,059,474)	556,643	640,670
Restricted funds				
Restricted Funds	20,522	-	-	20,522
TOTAL FUNDS	<u>1,164,023</u>	<u>(1,059,474)</u>	<u>556,643</u>	<u>661,192</u>

General Funds included £556,643 being unrealised gains in the value of Investment Property.

AL-NOOR FOUNDATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 AUGUST 2020

19. MOVEMENT IN FUNDS - continued

Restricted Funds carried forward consisted of funds for the Syrian Refugee Programme.

20. RELATED PARTY DISCLOSURES

1) The charity set up a wholly owned company called ANCI Limited. Mr Akhter Raouf, the Chief Executive Officer and Mr Daud Juneja, the director of Al Noor Foundation Limited respectively, are also directors of ANCI Limited. ANCI Limited is a limited company which provides other business support service activities.

As at Balance Sheet date, ANCI Limited owed £915 to Al Noor Foundation Ltd.

2) As at Balance Sheet date, the company has interest free loans totalling £740,462 (2019: £605,100) from related members of the Board. The purpose of the loan was to aid in the running of the charitable activities carried out by the company.

3) During the year, the Trustees donated £2,890 (2019: £40,025) to the organisation.

21. SHARE CAPITAL

The charity is incorporated under the Companies Acts and is limited by guarantee, each member having undertaken to contribute such amounts not exceeding ten pound as may be required in the event of the company being wound up whilst he or she is still a member or within one year thereafter.

AL-NOOR FOUNDATION LIMITED

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2020

	31.8.20 £	31.8.19 £
INCOME		
Donations		
Foundation Income	54,391	126,064
Gift aid	-	5,793
	54,391	131,857
Other Charitable Activities		
Other Fundraising Activities	24,357	217,295
Investment income		
Rents receivable	274,739	191,732
Charitable activities		
Other Primary School Income	50,304	111,622
Fees Receivable	415,122	511,517
	465,426	623,139
Total incoming resources	818,913	1,164,023
EXPENDITURE		
Raising donations and legacies		
General Fundraising Events	61,541	106,743
Charitable activities		
Trustees' expenses	1,349	418
Wages	399,298	458,987
Pensions	4,437	4,724
Educational Resources	43,398	131,854
Insurance	12,181	10,726
Light and heat	6,619	11,508
Repairs and Renewals	13,676	7,472
Computer Maintenance	2,583	3,332
Other Office Expenses	9,732	18,453
Carried forward	493,273	647,474

This page does not form part of the statutory financial statements

AL-NOOR FOUNDATION LIMITED

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2020

	31.8.20 £	31.8.19 £
Charitable activities		
Brought forward	493,273	647,474
Plant and machinery	171,430	191,906
Impairment losses for tangible fixed assets	39,500	-
Training and Courses	<u>589</u>	<u>4,368</u>
	704,792	843,748
Support costs		
Management		
Telephone	1,608	2,361
Advertising	<u>570</u>	<u>204</u>
	2,178	2,565
Finance		
Legal and Professional Fees	14,806	11,079
Bad Debts	84,617	44,167
Bank charges	<u>10,747</u>	<u>3,942</u>
	110,170	59,188
Other		
Rates and water	363	36,548
Cleaning	798	2,990
Primary School Relocation	<u>-</u>	<u>532</u>
	1,161	40,070
Governance costs		
Auditors' remuneration	5,700	6,399
Auditors' remuneration for non audit work	<u>2,476</u>	<u>761</u>
	8,176	7,160
Total resources expended	<u>888,018</u>	<u>1,059,474</u>
Net (expenditure)/income	<u>(69,105)</u>	<u>104,549</u>

This page does not form part of the statutory financial statements