

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 28 February 2023
for
Al Qalam Education Centre

MSA Accountancy & Business Advisors
Business Box
3 Oswin Road
Leicester
Leicestershire
LE3 1HR

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for the Year Ended 28 February 2023

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Report of the Trustees
for the Year Ended 28 February 2023

The trustees present their report with the financial statements of the charity for the year ended 28 February 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

Our objectives are set to reflect our faith and community aims. Each year our trustees review our objectives and activities to ensure they continue to reflect our aims. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on the advancement of religion for public benefit.

The principal activities of Al Qalam Education Centre in the year under review remain advancement of the Sunni Brailvi Sect of Islam in the city of Leicester, by the provision of a Madressa (School) of education in the principles of Islam (and in such other ways) as the committee shall think fit.

ACHIEVEMENT AND PERFORMANCE

Religious and Community activities

During the year under review, we offered a range of religious and community services and activities including:

Madressa classes: Learning how to read Qur'an is considered an important element of religious education and training. We continue to provide this facility for the young people in the Centre.

Nikkah (Islamic Marriage): The Centre provides Muslim couples with an appropriate location for their Nikkah.

Hall facilities: Our hall is available for use by local groups and organisations. Local charities are also encouraged to make use of our hall. When hall facilities are not required for community use they are available for hire on commercial terms.

FINANCIAL REVIEW

Financial position

During the year, incoming resources has reduced to £29,488 (2022: £76,276) whereas resources expended has increased to £24,154 (2022: £15,239). This has resulted in a surplus for the year of £5,333 (2022: Surplus £61,034).

Voluntary income has reduced as a result of less donations being collected as during previous year a lot of donations were collected for major refurbishment of the Centre.

Reserves policy

The trustees have adopted a reserves policy of retaining unrestricted reserves equivalent to six months expenditure expected to incur on running the Centre whilst ensuring funds are earmarked towards the cost of refurbishment of the Centre.

FUTURE PLANS

The trustees are still in the process of refurbishing the Centre to make it appealing to community and once this is achieved, the Centre is planning to increase number of students as well as provide various other services.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Al Qalam Education Centre is a registered UK Charity and is governed by its constitution adopted on 21 February 1997 as amended by special resolution dated 1 August 2021.

It is an unincorporated charity and it was registered with Charity Commission of England and Wales on 15 March 1997 under charity number 1061318.

Recruitment and appointment of new trustees

The trustees named above are permanent members of the general public who have invested their time, finances and efforts in establishing the Al Qalam Education Centre in order to fulfil its aims and objectives and have served throughout the year.

Due to the permanent nature of their roles, no elections will be held to replace the Trustees. If a Trustee requires replacing, then that is a matter to be decided independently by the Trustees alone. The nature, reason and requirement for replacement (including the replacement process) would primarily be the concern and responsibility of the Trustees.

Organisational structure

The trustees may from time to time make such rules and regulations in their absolute discretion think fit for the management of the institution and may at any time vary such rules and regulations.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1061318

Principal address

Madressa Gharib Nawaaz
1-3 Evington Street
Leicester
LE2 0SA

Trustees

H Q A Raji
M Y S Raji
M N Raji
M Z A Raji

Al Qalam Education Centre

Report of the Trustees
for the Year Ended 28 February 2023

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

MSA Accountancy & Business Advisors

Business Box

3 Oswin Road

Leicester

Leicestershire

LE3 1HR

Approved by order of the board of trustees on 2 October 2024 and signed on its behalf by:

M N Raji - Trustee

Independent Examiner's Report to the Trustees of
Al Qalam Education Centre

Independent examiner's report to the trustees of Al Qalam Education Centre

I report to the charity trustees on my examination of the accounts of Al Qalam Education Centre (the Trust) for the year ended 28 February 2023.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

1. accounting records were not kept in respect of the Trust as required by Section 130 of the Act;
or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Muhammad Shabbir Aslam

MSA Accountancy & Business Advisors
Business Box
3 Oswin Road
Leicester
Leicestershire
LE3 1HR

2 October 2024

Statement of Financial Activities
for the Year Ended 28 February 2023

	Notes	Unrestricted fund £	Restricted fund £	28.2.23 Total funds £	28.2.22 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		14,707	11,950	26,657	71,296
Charitable activities					
Madressa		2,831	-	2,831	60
Other income		-	-	-	4,917
Total		<u>17,538</u>	<u>11,950</u>	<u>29,488</u>	<u>76,273</u>
EXPENDITURE ON					
Charitable activities					
Madressa		<u>24,155</u>	<u>-</u>	<u>24,155</u>	<u>15,239</u>
NET INCOME/(EXPENDITURE)		(6,617)	11,950	5,333	61,034
Transfers between funds	6	<u>11,950</u>	<u>(11,950)</u>	<u>-</u>	<u>-</u>
Net movement in funds		5,333	-	5,333	61,034
RECONCILIATION OF FUNDS					
Total funds brought forward		89,583	-	89,583	28,549
TOTAL FUNDS CARRIED FORWARD		<u><u>94,916</u></u>	<u><u>-</u></u>	<u><u>94,916</u></u>	<u><u>89,583</u></u>

Al Qalam Education Centre

Balance Sheet
28 February 2023

	Notes	Unrestricted fund £	Restricted fund £	28.2.23 Total funds £	28.2.22 Total funds £
FIXED ASSETS					
Tangible assets	4	74,765	-	74,765	59,260
CURRENT ASSETS					
Cash at bank and in hand		20,371	-	20,371	36,964
CREDITORS					
Amounts falling due within one year	5	(220)	-	(220)	(6,641)
NET CURRENT ASSETS		<u>20,151</u>	<u>-</u>	<u>20,151</u>	<u>30,323</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		94,916	-	94,916	89,583
NET ASSETS		<u>94,916</u>	<u>-</u>	<u>94,916</u>	<u>89,583</u>
FUNDS	6				
Unrestricted funds				94,916	89,583
TOTAL FUNDS				<u>94,916</u>	<u>89,583</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 2 October 2024 and were signed on its behalf by:

M N Raji - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

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.

Long leasehold	- in accordance with the property
Fixtures and fittings	- 20% on reducing balance

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Notes to the Financial Statements - continued
for the Year Ended 28 February 2023

2. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 28 February 2023 nor for the year ended 28 February 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 28 February 2023 nor for the year ended 28 February 2022.

3. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	19,206	52,090	71,296
Charitable activities			
Madressa	60	-	60
Other income	4,917	-	4,917
Total	<u>24,183</u>	<u>52,090</u>	<u>76,273</u>
EXPENDITURE ON			
Charitable activities			
Madressa	<u>15,239</u>	<u>-</u>	<u>15,239</u>
NET INCOME	8,944	52,090	61,034
Transfers between funds	<u>52,090</u>	<u>(52,090)</u>	<u>-</u>
Net movement in funds	61,034	-	61,034
RECONCILIATION OF FUNDS			
Total funds brought forward	28,549	-	28,549
TOTAL FUNDS CARRIED FORWARD	<u>89,583</u>	<u>-</u>	<u>89,583</u>

Notes to the Financial Statements - continued
for the Year Ended 28 February 2023

4. TANGIBLE FIXED ASSETS

	Long leasehold £	Fixtures and fittings £	Totals £
COST			
At 1 March 2022	83,400	-	83,400
Additions	12,053	6,708	18,761
	<hr/>	<hr/>	<hr/>
At 28 February 2023	95,453	6,708	102,161
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 March 2022	24,140	-	24,140
Charge for year	1,914	1,342	3,256
	<hr/>	<hr/>	<hr/>
At 28 February 2023	26,054	1,342	27,396
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 28 February 2023	69,399	5,366	74,765
	<hr/>	<hr/>	<hr/>
At 28 February 2022	59,260	-	59,260
	<hr/>	<hr/>	<hr/>

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	28.2.23 £	28.2.22 £
Taxation and social security	220	6,641
	<hr/>	<hr/>

6. MOVEMENT IN FUNDS

	At 1.3.22 £	Net movement in funds £	Transfers between funds £	At 28.2.23 £
Unrestricted funds				
General fund	89,583	(6,617)	11,950	94,916
	<hr/>	<hr/>	<hr/>	<hr/>
Restricted funds				
Centre Refurbishment	-	11,950	(11,950)	-
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	89,583	5,333	-	94,916
	<hr/>	<hr/>	<hr/>	<hr/>

Notes to the Financial Statements - continued
for the Year Ended 28 February 2023

6. 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	17,538	(24,155)	(6,617)
Restricted funds			
Centre Refurbishment	11,950	-	11,950
TOTAL FUNDS	<u>29,488</u>	<u>(24,155)</u>	<u>5,333</u>

Comparatives for movement in funds

	At 1.3.21 £	Net movement in funds £	Transfers between funds £	At 28.2.22 £
Unrestricted funds				
General fund	28,549	8,944	52,090	89,583
Restricted funds				
Centre Refurbishment	-	52,090	(52,090)	-
TOTAL FUNDS	<u>28,549</u>	<u>61,034</u>	<u>-</u>	<u>89,583</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	24,183	(15,239)	8,944
Restricted funds			
Centre Refurbishment	52,090	-	52,090
TOTAL FUNDS	<u>76,273</u>	<u>(15,239)</u>	<u>61,034</u>

Notes to the Financial Statements - continued
for the Year Ended 28 February 2023

6. MOVEMENT IN FUNDS - continued

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

	At 1.3.21 £	Net movement in funds £	Transfers between funds £	At 28.2.23 £
Unrestricted funds				
General fund	28,549	2,327	64,040	94,916
Restricted funds				
Centre Refurbishment	-	64,040	(64,040)	-
TOTAL FUNDS	<u>28,549</u>	<u>66,367</u>	<u>-</u>	<u>94,916</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	41,721	(39,394)	2,327
Restricted funds			
Centre Refurbishment	64,040	-	64,040
TOTAL FUNDS	<u>105,761</u>	<u>(39,394)</u>	<u>66,367</u>

Transfers between funds

During the year, the centre received total donations of £11,950 towards the refurbishment of the centre. All the funds received were fully spent on specified purpose. Since there was no restriction imposed by donors as to the use of the centre, the restricted fund is transferred to general unrestricted fund.

7. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 28 February 2023.