

**REPORT OF THE TRUSTEES AND  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2022  
FOR  
MADINA TRUST**

Gary J Cansick & Co  
Chartered Accountants  
6 Hartham Lane  
Hertford  
Hertfordshire  
SG14 1QN

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FOR THE YEAR ENDED 31 MARCH 2022**

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## **MADINA TRUST**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2022**

The trustees present their report with the financial statements of the charity for the year ended 31 March 2022. 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 objectives of Madina Trust are the advancement of the Islamic faith and the dissemination of the teachings of Islam.

##### **Significant activities**

The activities of the trust are, among others, to raise funds privately, invest these funds in halal investments and use the investment income to achieve its objectives.

#### **ACHIEVEMENT AND PERFORMANCE**

##### **Charitable activities**

The disbursement of funds amounted to £46,254 (2021- £35,980) during the year. This was up 28.55% compared to the disbursement in the year to March 2021. This was a direct result of the country coming out of the height of the Covid-19 pandemic.

##### **Investment performance**

The investments had a gross yield of 8.36% compared 7.58% in the previous period. The main reason for this is that all the properties had been rented continuously over the past 12 months.

There is currently an aged debtor relating to rental income which is invoiced quarterly and received monthly from one of the tenants.

#### **FINANCIAL REVIEW**

##### **Financial position**

The charity is in a stable position, with the investments producing enough income for the charity to operate for the foreseeable future.

##### **Reserves policy**

###### **Endowment**

20% of net income is allocated to the endowment fund in order to fund future property investment. These funds are not permanent and may be used to fund normal activities if the trustees deem it to be appropriate.

###### **General**

In view of the regular nature of the charity's rental income and its minimal overhead expenses, the trustees do not consider it necessary to maintain a material level of reserves on this fund.

##### **Going concern**

As the charity has kept its properties occupied over the last 12 months, and has continued to build on its reserves whilst still providing grants in line with the charity objectives, we see no reason that the charity will not continue to be a going concern over the next 12 months.

#### **FUTURE PLANS**

The trustees aim to continue to support those in need of distributions in the future, and, where feasible, propose to invest further to increase the charity's income to enable it to increase the distributions made.

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

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

##### **Decision making**

All decisions regarding distributions and the funding of future investments are made by the board of trustees at the appropriate trustee meetings.

**MADINA TRUST**

**REPORT OF THE TRUSTEES  
FOR THE YEAR ENDED 31 MARCH 2022**

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity number**

1072674

**Principal address**

13 Wayford Close  
Longthorpe  
Peterborough  
Cambridgeshire  
PE3 9NL

**Trustees**

Prof K Ahmed  
Dr M M Ahsan MBE  
Z Hassan  
S Hassan  
Dr Z A Parvez  
F S Murad  
I Hassan  
N Hassan

**Independent Examiner**

Gary J Cansick & Co  
Chartered Accountants  
6 Hartham Lane  
Hertford  
Hertfordshire  
SG14 1QN

Approved by order of the board of trustees on <sup>19-11-2022</sup> 14 October 2022 and signed on its behalf by:



Z Hassan - Trustee

## **INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MADINA TRUST**

### **Independent examiner's report to the trustees of Madina Trust**

I report to the charity trustees on my examination of the accounts of Madina Trust (the Trust) for the year ended 31 March 2022.

### **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.

Mr Gary J Cansick  
Gary J Cansick & Co  
Chartered Accountants  
6 Hartham Lane  
Hertford  
Hertfordshire  
SG14 1QN

15 October 2022

**MADINA TRUST**

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2022**

	Notes	Unrestricted fund £	Endowment fund £	31.3.22 Total funds £	31.3.21 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies		440	110	550	1,252
Investment income	2	109,515	27,379	136,894	123,815
Other income		58	14	72	-
<b>Total</b>		<u>110,013</u>	<u>27,503</u>	<u>137,516</u>	<u>125,067</u>
<b>EXPENDITURE ON</b>					
Raising funds	3	7,319	1,829	9,148	18,760
<b>Charitable activities</b>					
Charitable activities		46,254	-	46,254	35,980
Other		663	166	829	3,269
<b>Total</b>		<u>54,236</u>	<u>1,995</u>	<u>56,231</u>	<u>58,009</u>
Net gains on investments		-	10,000	10,000	10,000
<b>NET INCOME</b>		<u>55,777</u>	<u>35,508</u>	<u>91,285</u>	<u>77,058</u>
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		98,236	1,692,546	1,790,782	1,713,724
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>154,013</u></u>	<u><u>1,728,054</u></u>	<u><u>1,882,067</u></u>	<u><u>1,790,782</u></u>

The notes form part of these financial statements



**MADINA TRUST**

**BALANCE SHEET  
31 MARCH 2022**

	Notes	Unrestricted fund £	Endowment fund £	31.3.22 Total funds £	31.3.21 Total funds £
<b>FIXED ASSETS</b>					
Investment property	6	-	1,635,000	1,635,000	1,625,000
<b>CURRENT ASSETS</b>					
Debtors	7	5,929	1,482	7,411	9,353
Cash at bank		154,182	91,655	245,837	167,307
		<u>160,111</u>	<u>93,137</u>	<u>253,248</u>	<u>176,660</u>
<b>CREDITORS</b>					
Amounts falling due within one year	8	(6,098)	(83)	(6,181)	(10,878)
<b>NET CURRENT ASSETS</b>		<u>154,013</u>	<u>93,054</u>	<u>247,067</u>	<u>165,782</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>154,013</u>	<u>1,728,054</u>	<u>1,882,067</u>	<u>1,790,782</u>
<b>NET ASSETS</b>		<u>154,013</u>	<u>1,728,054</u>	<u>1,882,067</u>	<u>1,790,782</u>
<b>FUNDS</b>	9				
Unrestricted funds				154,013	98,236
Endowment funds				<u>1,728,054</u>	<u>1,692,546</u>
<b>TOTAL FUNDS</b>				<u>1,882,067</u>	<u>1,790,782</u>

The financial statements were approved by the Board of Trustees and authorised for issue on <sup>19-11-2022</sup> ~~14 October 2022~~ and were signed on its behalf by:



Z Hassan - Trustee

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

### 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, as modified by the revaluation of certain assets.

#### 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.

#### Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

#### 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.

### 2. INVESTMENT INCOME

	31.3.22	31.3.21
	£	£
Rents received	136,704	123,250
Interest and other investment income	190	565
	<u>136,894</u>	<u>123,815</u>



# MADINA TRUST

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2022

### 3. RAISING FUNDS

#### Investment management costs

	31.3.22	31.3.21
	£	£
Portfolio management	7,947	3,342
Property repairs	1,201	15,418
	<u>9,148</u>	<u>18,760</u>

### 4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

#### Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

### 5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Endowment fund £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	1,001	251	1,252
Investment income	99,052	24,763	123,815
<b>Total</b>	<u>100,053</u>	<u>25,014</u>	<u>125,067</u>
<b>EXPENDITURE ON</b>			
Raising funds	15,008	3,752	18,760
<b>Charitable activities</b>			
Charitable activities	35,980	-	35,980
Other	2,617	652	3,269
<b>Total</b>	<u>53,605</u>	<u>4,404</u>	<u>58,009</u>
Net gains on investments	-	10,000	10,000
<b>NET INCOME</b>	46,448	30,610	77,058
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	51,788	1,661,936	1,713,724
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>98,236</u>	<u>1,692,546</u>	<u>1,790,782</u>

# MADINA TRUST

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2022

### 6. INVESTMENT PROPERTY

	£
<b>FAIR VALUE</b>	
At 1 April 2021	1,625,000
Revaluation	10,000
	<hr/>
At 31 March 2022	1,635,000
	<hr/>
<b>NET BOOK VALUE</b>	
At 31 March 2022	1,635,000
	<hr/>
At 31 March 2021	1,625,000
	<hr/>

Fair value at 31 March 2022 is represented by:

	£
Valuation in 2019	217,245
Valuation in 2020	5,000
Valuation in 2021	10,000
Valuation in 2022	10,000
Cost	1,392,755
	<hr/>
	1,635,000
	<hr/>

If investment properties had not been revalued they would have been included at the following historical cost:

	31.3.22	31.3.21
	£	£
Cost	1,392,755	1,392,755
	<hr/>	<hr/>

Investment properties were valued on an open market basis on 31 March 2022 by Jarroms Limited.

### 7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.22	31.3.21
	£	£
Trade debtors	7,411	7,353
Other debtors	-	2,000
	<hr/>	<hr/>
	7,411	9,353
	<hr/>	<hr/>

**MADINA TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2022**

**8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.3.22 £	31.3.21 £
Taxation and social security	5,760	10,399
Other creditors	421	479
	<u>6,181</u>	<u>10,878</u>

**9. MOVEMENT IN FUNDS**

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
<b>Unrestricted funds</b>			
General fund	98,236	55,777	154,013
<b>Endowment funds</b>			
Endowment Fund	1,692,546	35,508	1,728,054
<b>TOTAL FUNDS</b>	<u>1,790,782</u>	<u>91,285</u>	<u>1,882,067</u>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	110,013	(54,236)	-	55,777
<b>Endowment funds</b>				
Endowment Fund	27,503	(1,995)	10,000	35,508
<b>TOTAL FUNDS</b>	<u>137,516</u>	<u>(56,231)</u>	<u>10,000</u>	<u>91,285</u>

**Comparatives for movement in funds**

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
<b>Unrestricted funds</b>			
General fund	51,788	46,448	98,236
<b>Endowment funds</b>			
Endowment Fund	1,661,936	30,610	1,692,546
<b>TOTAL FUNDS</b>	<u>1,713,724</u>	<u>77,058</u>	<u>1,790,782</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 MARCH 2022**

**9. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	100,053	(53,605)	-	46,448
<b>Endowment funds</b>				
Endowment Fund	25,014	(4,404)	10,000	30,610
<b>TOTAL FUNDS</b>	<u>125,067</u>	<u>(58,009)</u>	<u>10,000</u>	<u>77,058</u>

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

	At 1.4.20 £	Net movement in funds £	At 31.3.22 £
<b>Unrestricted funds</b>			
General fund	51,788	102,225	154,013
<b>Endowment funds</b>			
Endowment Fund	1,661,936	66,118	1,728,054
<b>TOTAL FUNDS</b>	<u>1,713,724</u>	<u>168,343</u>	<u>1,882,067</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 £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	210,066	(107,841)	-	102,225
<b>Endowment funds</b>				
Endowment Fund	52,517	(6,399)	20,000	66,118
<b>TOTAL FUNDS</b>	<u>262,583</u>	<u>(114,240)</u>	<u>20,000</u>	<u>168,343</u>

**MADINA TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 31 MARCH 2022**

**10. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 March 2022.

**MADINA TRUST****DETAILED STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2022**

	31.3.22 £	31.3.21 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	550	1,252
<b>Investment income</b>		
Rents received	136,704	123,250
Interest and other investment income	190	565
	<u>136,894</u>	<u>123,815</u>
<b>Other income</b>		
Other income	72	-
	<u>137,516</u>	<u>125,067</u>
<b>Total incoming resources</b>		
<b>EXPENDITURE</b>		
<b>Investment management costs</b>		
Portfolio management	7,947	3,342
Property repairs	1,201	15,418
	<u>9,148</u>	<u>18,760</u>
<b>Charitable activities</b>		
Disbursements	46,254	35,980
<b>Support costs</b>		
<b>Governance costs</b>		
Postage and stationery	150	250
Sundries	339	1,059
Accountancy and legal fees	340	1,960
	<u>829</u>	<u>3,269</u>
Total resources expended	<u>56,231</u>	<u>58,009</u>
<b>Net income before gains and losses</b>	<u>81,285</u>	<u>67,058</u>
<b>Realised recognised gains and losses</b>		
Realised gains/(losses) on investment property	10,000	10,000
<b>Net income</b>	<u><u>91,285</u></u>	<u><u>77,058</u></u>