

**MUSLIM COMMUNITY TRUST**

**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2020**

**CHARITY REGISTRATION NUMBER: 1077341**

## MUSLIM COMMUNITY TRUST

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### CHARITY INFORMATION

**CHARITY REGISTRATION NUMBER** : 1077341

**TRUSTEES** : Mr S Buth  
Mr A .Suleman  
Mr N Asim  
Mr R Malik

**EXECUTIVE COMMITTEE** :

General Secretary : Mr Farid Yusuf

Treasurer : Mr Abdul Aziz

# **MUSLIM COMMUNITY TRUST**

## **TRUSTEES' REPORT**

The board of Trustees present their annual report for the year ended 31st December 2020.

## **GOVERNING DOCUMENT**

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

## **OBJECTIVES OF THE TRUST**

The objectives of trust are the enhancement of Islamic ideology in accordance with Quran and Ahadith in the locality within the bounds of Mosque.

## **ADVISORS**

The trust's advisors are as shown on the Table of Contents.

## **REVIEW OF ACTIVITIES**

The trust's income arises from fees and donations. The executive committee is responsible for the day to day management of the financial and operational matters.

The management committee meets on a regular basis to discuss and review the affairs of trust. The board also has an Annual General Meeting in which members of the executive committee present themselves for re election.

## **Statement of trustees' responsibilities**

Law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year (unless the charity is entitled to prepare accounts on the alternative receipts and payments basis). In preparing financial statements giving a true and fair view, the trustees should follow best practice and:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. state whether applicable Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- d. state whether applicable Accounting Standards and Statements of Recommended Practice have been followed, subject to any departures disclosed and explained in the financial statements; and (unincorporated charities)
- e. prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose, with reasonable accuracy, the financial position of the charity, and which enable them to both ascertain the financial position of the charity and ensure that the financial statements comply with *Charities Act 1993*. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## **BY ORDER OF THE BOARD**

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**Chairman**  
**Mr S Hussain**

**Dated:14th June 2021**

## **MUSLIM COMMUNITY TRUST**

### **Independent Examiner's Report to the Trustees of Muslim Community Trust**

We report on the accounts for the year ended 31st December 2020 set out on pages three to six

#### **Respective responsibilities of trustees and examiner**

The charity's trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011(the 2011 Act)) and that an independent examination is required.

Having satisfied myself that the charity is not subject to an audit under company law and is eligible for the independent examination, it is my responsibility to;

- Examine the accounts under Section 145 of the 2011 Act
- To follow the procedures laid down in the General Directions given by the Charity Commission (Under Section 145(5) (b) of the 2011 Act); and
- to state whether particular matters have come to my attention

#### **Basis of the independent examiner's report**

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

#### **Independent examiner's statement**

In connection with my examination, no matter have come to my attention;

(1) which gives me reasonable cause to believe that, in any material respect, the requirements

- to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006;and
- to prepare accounts which accord with accounting records, comply with the accounting requirements of Sections 394 and 395 of the Company Act 2006 and with the methods and principles of the Statement of Recommended Practice; Accounting and Reporting by Charities

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

**Karbhari & Co. Accountants**  
**133 Ley Street**  
**Ilford, Essex**  
**IG1 4BH**

# MUSLIM COMMUNITY TRUST

## INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER 2020

	Notes	2020		2020	2019
INCOME RESOURCES		Unrestricted Funds	Restricted Funds	Total	Total
		£	£	£	£
Income Resources from Generating Funds					
Voluntary Income		17,780	-	0	1,612
Activities for generating funds	2	82,495	-	0	105,024
<b>Total Income Resources</b>		<u>100,275</u>	<u>0</u>	<u>0</u>	<u>106,636</u>
<b>RESOURCES EXPENDED</b>					
<b>Costs of Generating Funds</b>					
Costs of generating voluntary income		79,588	-	79,588	94,931
Governance Cost		500	-	500	500
Other resources expended		2,317	-	2,317	2,780
<b>Total Resources Expended</b>	3	<u>82,405</u>	<u>0</u>	<u>82,405</u>	<u>98,211</u>
<b>Net (Loss) / Income for the year</b>		17,870	0	£17,870	8,425
Total Funds brought forward		1,300,565	-	1,300,565	1,292,140
<b>Total Funds Carried Forward</b>		<u>1,318,435</u>	<u>0</u>	<u>1,318,435</u>	<u>1,300,565</u>

# MUSLIM COMMUNITY TRUST

## BALANCE SHEET AS AT 31ST DECEMBER 2020

	Notes	2020 £	2019 £
<b>FIXED ASSETS</b>			
Tangible	4	1,171,079	1,172,956
<b>CURRENT ASSETS</b>			
Cash at Bank and in Hand		<u>273,228</u>	<u>181,104</u>
		273,228	181,104
<b>CURRENT LIABILITIES</b>			
Creditors	5	(125,872)	<u>(53,498)</u>
Current Assets Less Current Liabilities		<u>147,356</u>	<u>127,606</u>
<b>Net Assets</b>		<u><u>£1,318,435</u></u>	<u><u>£1,300,562</u></u>
<b>FUNDS</b>			
<b>Income Funds</b>			
Unrestricted Funds B / fwd		1,300,562	1,292,140
Net(Profit)Income	3	<u>17,873</u>	<u>8,422</u>
<b>Total Funds Carried forward</b>		<u><u>£1,318,435</u></u>	<u><u>£1,300,562</u></u>

The Financial Statements are approved by the Board of Trustees on 14th June 2021 and were signed on their behalf by:

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**Secretary of Trust**

# MUSLIM COMMUNITY TRUST

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2020

### 1. Accounting Policies

#### a. Accounting Convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Charities Act 1993 and the requirement of the Statement of Recommended Practice and Reporting by Charities.

#### b. Incoming Resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

#### c. Resources Expended

Expenditure is accounted for on an accrual 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.

#### d. Taxation

The organisation is a charity and is entitled to exemption from taxation on its income and profits by virtue of Section 505 of the *Income and Corporation Taxes Act 1988*.

#### e. Tangible Fixed Assets

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

Fixtures and Fitting - 25% on reducing balance

#### f. 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 purposes with the objects of the charity. Restricted funds arise when specified by the donor or when funds are raised for particular restricted purpose.

	2020 £	2019 £
<b>2 ACTIVITIES FOR GENERATING FUNDS</b>		
Radio and book sale	410	800
Friday Collections	35,290	59,955
Online Donation	14,132	612
Eid Collections	2,295	3,430
Safe Collections	1,820	5,026
Ramadhan Collection	-	2,040
HMRC Grant	3,648	-
Calender Sale	100	-
R Book	23,690	21,414
Madrashah Fee	18,890	12,359
Membership Fees	0	1,000
	<u>100,275</u>	<u>106,636</u>

# MUSLIM COMMUNITY TRUST

## DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31ST DECEMBER 2020

	2020 £	2019 £
<b>3 INCOMING RESOURCES:</b>		
<b>Voluntary Income</b>		
Donations	14,132	612
HMRC Grant	3,648	-
Membership Fees	<u>0</u>	<u>1,000</u>
	<u>17,780</u>	<u>1,612</u>
<b>Activities for generating funds</b>		
Radio and book sale	410	800
Friday Collections	35,290	59,955
Ramadan Collection	-	2,040
Eid Collections	2,295	3,430
Madrashah Fee	18,890	12,359
R Book	23,690	21,414
Safe Collections	1,820	5,026
Calender Sale	100	-
	<u>82,495</u>	<u>105,024</u>
<b>Total Incoming Resources</b>	<u>£100,275</u>	<u>£106,636</u>
<b>RESOURCES EXPENDED</b>		
<b>Costs of generating voluntary income</b>		
Wages & NIC	48,511	38,813
Water Rates	1,600	2,628
Employer Pension	256	422
Light & Heat	6,398	5,451
Trade Refuse	200	-
Book Purchases	2,350	3,150
Repairs and Renewals	14,325	36,416
Telephone	436	492
Cleaning and Toiletries	830	1,540
Legal Fees	29	280
Postage and Stationery	219	385
Council Tax	2,348	2,151
Building Insurance	1,583	3,071
Permit	0	132
Donation	500	0
Sundries	<u>0</u>	<u>0</u>
	<u>79,585</u>	<u>94,931</u>
<b>Governance Costs</b>		
Accountancy	500	500
	<u>500</u>	<u>500</u>
<b>Other Resources Expended</b>		
Fixtures and Fittings	2,317	2,780
	<u>2,317</u>	<u>2,780</u>
<b>NET INCOME</b>	<u>£17,873</u>	<u>£8,425</u>



# MUSLIM COMMUNITY TRUST

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2020

### Notes

4	FIXED ASSETS	Freehold Property	Improvements to Property	Fixture and Fittings	Total
		£	£	£	£
	<b>Cost</b>				
	Balance B/ fwd As At 1st January 2019	1,118,961	42,850	38,042	1,199,853
	Additions	0	-	440	440
	As At 31st December 2020	<u>£1,118,961</u>	<u>£42,850</u>	<u>£38,482</u>	<u>£1,200,293</u>
	<b>Depreciation</b>				
	Depreciation b/fwd			26,897	26,897
	Add: Depreciation			2,317	2,317
	As At 31st December 2020			<u>£29,214</u>	<u>£29,214</u>
	<b>Net Book Value</b>				
	At 31st December 2020	<u>£1,118,961</u>	<u>£42,850</u>	<u>£9,268</u>	<u>£1,171,079</u>
	At 31st December 2019	<u>£1,118,961</u>	<u>£42,850</u>	<u>£11,145</u>	<u>£1,172,959</u>
				<b>2020</b>	<b>2019</b>
				£	£

### 5 CREDITORS

Taxation and social security	444	545
Karze Hasna	124,380	51,880
Other Creditors	1,048	1,073
	<u>£125,872</u>	<u>£53,498</u>

### 6 TRUSTEE'S REMUNERATION AND BENEFITS

There were no Trustee's remuneration or other benefits for the year ended 31st December 2019 & 31st December 2020.

### TRUSTEE'S EXPENSES

There were no trustee's expenses paid for the year ended benefits for the year ended 31st December 2019 & 31st December 2020.