

**MUSLIM COMMUNITY TRUST**

**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31ST DECEMBER 2021**

**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 2021.

## 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.

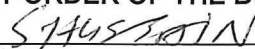
## Statement of trustees' responsibilities

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

  
Chairman  
Mr S Hussain

Dated: 19th April 2022

## **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 2021 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;

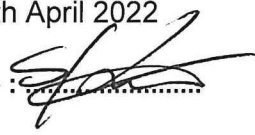
- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
- to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006;and
  - to prepare accounts which accord with accounting records, comply with the accounting requirements of Sections 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**

**Date:** 19th April 2022

**Signature :** 

# MUSLIM COMMUNITY TRUST

## INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER 2021

	Notes	2021		2021	2020
INCOME RESOURCES		Unrestricted Funds	Restricted Funds	Total	Total
Income Resources from Generating Funds		£	£	£	£
Voluntary Income		52,953	-	0	17,780
Activities for generating funds	2	115,538	-	0	82,495
<b>Total Income Resources</b>		<u>168,491</u>	<u>0</u>	<u>0</u>	<u>100,275</u>
<b>RESOURCES EXPENDED</b>					
<b>Costs of Generating Funds</b>					
Costs of generating voluntary income		81,881	-	81,881	79,588
Governance Cost		500	-	500	500
Other resources expended		2,281	-	2,281	2,317
<b>Total Resources Expended</b>	3	<u>84,662</u>	<u>0</u>	<u>84,662</u>	<u>82,405</u>
<b>Net (Loss) / Income for the year</b>		83,829	0	£83,829	17,870
Total Funds brought forward		1,318,435	-	1,318,435	1,300,565
<b>Total Funds Carried Forward</b>		<u>1,402,264</u>	<u>0</u>	<u>1,402,264</u>	<u>1,318,435</u>

# MUSLIM COMMUNITY TRUST

## BALANCE SHEET

AS AT 31ST DECEMBER 2021

	Notes	2021	2020
		£	£
<b>FIXED ASSETS</b>			
Tangible	4	1,787,787	1,171,079
<b>CURRENT ASSETS</b>			
Cash at Bank and in Hand		<u>68,858</u>	<u>273,228</u>
		68,858	273,228
<b>CURRENT LIABILITIES</b>			
Creditors	5	<u>(454,381)</u>	<u>(125,872)</u>
Current Assets Less Current Liabilities		<u>(385,523)</u>	<u>147,356</u>
<b>Net Assets</b>		<u><u>£1,402,264</u></u>	<u><u>£1,318,435</u></u>
<b>FUNDS</b>			
<b>Income Funds</b>			
Unrestricted Funds B / fwd		1,318,435	1,300,562
Net(Profit)Income	3	<u>83,829</u>	<u>17,873</u>
<b>Total Funds Carried forward</b>		<u><u>£1,402,264</u></u>	<u><u>£1,318,435</u></u>

The Financial Statements are approved by the Board of Trustees on 19th April 2022 and were signed on their behalf by:

  
**Secretary of Trust**

The notes on pages 4 to 6 form part of these Financial Statements

# MUSLIM COMMUNITY TRUST

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2021

### 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.

	2021 £	2020 £
<b>2 ACTIVITIES FOR GENERATING FUNDS</b>		
Radio and book sale	1,287	410
Friday Collections	54,856	35,290
Online Donation	48,928	14,132
Eid Collections	4,400	2,295
Safe Collections	-	1,820
Palestine Collection	9,400	-
HMRC Grant	2,787	3,648
Rental Income	7,330	-
Calender Sale	290	100
R Book	35,275	23,690
Madrashah Fee	2,700	18,890
Membership Fees	1,240	0
	<u>168,493</u>	<u>100,275</u>

# MUSLIM COMMUNITY TRUST

## DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31ST DECEMBER 2021

	2021 £	2020 £
<b>3 INCOMING RESOURCES:</b>		
<b>Voluntary Income</b>		
Donations	48,928	14,132
HMRC Grant	2,787	3,648
Membership Fees	1,240	0
	<u>52,955</u>	<u>17,780</u>
<b>Activities for generating funds</b>		
Radio and book sale	1,287	410
Friday Collections	54,856	35,290
Rental Income	7,330	-
Eid Collections	4,400	2,295
Madrashah Fee	2,700	18,890
R Book	35,275	23,690
Palestine Collection	9,400	-
Safe Collections	-	1,820
Calender Sale	290	100
	<u>115,538</u>	<u>82,495</u>
<b>Total Incoming Resources</b>	<u>£168,493</u>	<u>£100,275</u>
<b>RESOURCES EXPENDED</b>		
<b>Costs of generating voluntary income</b>		
Wages & NIC	47,375	48,511
Water Rates	1,722	1,600
Employer Pension	-	256
Light & Heat	7,218	6,398
Trade Refuse	-	200
Book Purchases	2,131	2,350
Repairs and Renewals	10,749	14,325
Telephone	493	436
Cleaning and Toiletries	411	830
Legal Fees	-	29
Postage and Stationery	223	219
Council Tax	-	2,348
Building Insurance	2,108	1,583
Permit	51	-
Donation	9,400	500
Sundries	0	0
	<u>81,881</u>	<u>79,585</u>
<b>Governance Costs</b>		
Accountancy	500	500
	<u>500</u>	<u>500</u>
<b>Other Resources Expended</b>		
Fixtures and Fittings	2,281	2,317
	<u>2,281</u>	<u>2,317</u>
<b>NET INCOME</b>	<u>£83,831</u>	<u>£17,873</u>



# MUSLIM COMMUNITY TRUST

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2021

### Notes

4	FIXED ASSETS	Freehold Property	Improvements to Property	Fixture and Fittings	Total
		£	£	£	£
	<b>Cost</b>				
	Balance B/ fwd As At 1st January 2020	1,118,961	42,850	38,482	1,200,293
	Additions	616,852	-	2,137	618,989
	As At 31st December 2021	<u>£1,735,813</u>	<u>£42,850</u>	<u>£40,619</u>	<u>£1,819,282</u>
	<b>Depreciation</b>				
	Depreciation b/fwd			29,214	29,214
	Add: Depreciation			2,281	2,281
	As At 31st December 2021			<u>£31,495</u>	<u>£31,495</u>
	<b>Net Book Value</b>				
	At 31st December 2021	<u>£1,735,813</u>	<u>£42,850</u>	<u>£9,124</u>	<u>£1,787,787</u>
	At 31st December 2020	<u>£1,118,961</u>	<u>£42,850</u>	<u>£9,268</u>	<u>£1,171,079</u>
				<b>2021</b>	<b>2020</b>
				£	£

### 5 CREDITORS

Taxation and social security	1,055	444
Karze Hasna	452,326	124,380
Other Creditors	1,000	1,048
	<u>£454,381</u>	<u>£125,872</u>

### 6 TRUSTEE'S REMUNERATION AND BENEFITS

There were no Trustee's remuneration or other benefits for the year ended 31st December 2020 & 31st December 2021.

### TRUSTEE'S EXPENSES

There were no trustee's expenses paid for the year ended benefits for the year ended 31st December 2020 & 31st December 2021.