

MUSLIM COMMUNITY TRUST

**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2022**

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 2022.

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: 13th March 2023

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 2022 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
133 Ley Street
Ilford, Essex
IG1 4BH

MUSLIM COMMUNITY TRUST

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER 2022

	Notes	2022		2022	2021
INCOME RESOURCES		Unrestricted Funds	Restricted Funds	Total	Total
Income Resources from Generating Funds		£	£	£	£
Voluntary Income		45,396	-	45,396	52,953
Activities for generating funds	2	138,381	-	138,381	115,538
Total Income Resources		<u>183,777</u>	<u>0</u>	<u>183,777</u>	<u>168,491</u>
RESOURCES EXPENDED					
Costs of Generating Funds					
Costs of generating voluntary income		92,062	-	92,062	81,881
Governance Cost		500	-	500	500
Other resources expended		2,065	-	2,065	2,281
Total Resources Expended	3	<u>94,627</u>	<u>0</u>	<u>94,627</u>	<u>84,662</u>
Net (Loss) / Income for the year		89,150	0	£89,150	83,829
Total Funds brought forward		1,402,264	-	1,402,264	1,318,435
Total Funds Carried Forward		<u>1,491,414</u>	<u>0</u>	<u>1,491,414</u>	<u>1,402,264</u>

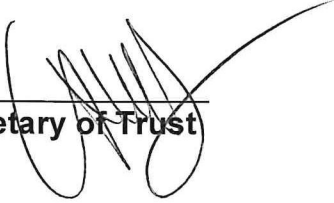
MUSLIM COMMUNITY TRUST

BALANCE SHEET

AS AT 31ST DECEMBER 2022

	Notes	2022	2021
FIXED ASSETS		£	£
Tangible	4	1,786,922	1,787,787
CURRENT ASSETS			
Cash at Bank and in Hand		<u>117,515</u>	<u>68,858</u>
		117,515	68,858
CURRENT LIABILITIES			
Creditors	5	<u>(413,023)</u>	<u>(454,381)</u>
Current Assets Less Current Liabilities		<u>(295,508)</u>	<u>(385,523)</u>
Net Assets		<u><u>£1,491,414</u></u>	<u><u>£1,402,264</u></u>
FUNDS			
Income Funds			
Unrestricted Funds B / fwd		1,402,264	1,318,435
Net(Profit)Income	3	<u>89,150</u>	<u>83,829</u>
Total Funds Carried forward		<u><u>£1,491,414</u></u>	<u><u>£1,402,264</u></u>

The Financial Statements are approved by the Board of Trustees on 13th March 2023 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 2022

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.

	2022 £	2021 £
2 ACTIVITIES FOR GENERATING FUNDS		
Radio and book sale	600	1,287
Friday Collections	49,294	54,856
Online Donation	44,476	48,928
Eid Collections	3,895	4,400
Safe Collection	4,730	-
Palestine Collection	-	9,400
HMRC Grant	-	2,787
Ramadan Collection	2,565	-
Rental Income	24,380	7,330
PK Flood Donation	20,168	-
Calender Sale	190	290
R Book	17,864	35,275
Madrassa Fee	14,695	2,700
Membership Fees	920	1,240
	<u>183,777</u>	<u>168,493</u>

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DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31ST DECEMBER 2022

	2022 £	2021 £
3 INCOMING RESOURCES:		
Voluntary Income		
Donations	44,476	48,928
HMRC Grant	-	2,787
Membership Fees	920	1,240
	<u>45,396</u>	<u>52,955</u>
Activities for generating funds		
Radio and book sale	600	1,287
Friday Collections	49,294	54,856
Rental Income	24,380	7,330
Eid Collections	3,895	4,400
Madrasa Fee	14,695	2,700
R Book	17,864	35,275
Palestine Collection	-	9,400
Ramadan Collection	2,565	-
PK Flood Donation	20,168	-
Safe Collection	4,730	-
Calender Sale	190	290
	<u>138,381</u>	<u>115,538</u>
Total Incoming Resources	<u>£1,110</u>	<u>£3,077</u>
RESOURCES EXPENDED		
Costs of generating voluntary income		
Wages & NIC	51,389	47,375
Water Rates	1,889	1,722
Employer Pension	-	-
Light & Heat	10,281	7,218
Computer Running Cost	169	-
Book Purchases	1,894	2,131
Repairs and Renewals	1,493	10,749
Telephone	588	493
Cleaning and Toiletries	751	411
Legal Fees	75	-
Postage and Stationery	19	223
Council Tax	158	-
Building Insurance	2,065	2,108
Permit	-	51
Donation	20,943	9,400
Sundries	348	-
	<u>92,062</u>	<u>81,881</u>
Governance Costs		
Accountancy	500	500
	<u></u>	<u></u>
Other Resources Expended		
Fixtures and Fittings	2,065	2,281
	<u></u>	<u></u>
NET INCOME	<u>(£48,121)</u>	<u>(£81,585)</u>

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022

Notes

4	FIXED ASSETS	Freehold Property	Improvements to Property	Fixture and Fittings	Total
		£	£	£	£
	Cost				
	Balance B/ fwd As At 1st January 2021	1,735,813	42,850	40,619	1,819,282
	Additions	-	-	1,200	1,200
	As At 31st December 2022	<u>£1,735,813</u>	<u>£42,850</u>	<u>£41,819</u>	<u>£1,820,482</u>
	Depreciation				
	Depreciation b/fwd			31,495	29,214
	Add: Depreciation			2,065	2,281
	As At 31st December 2022			<u>£33,560</u>	<u>£31,495</u>
	Net Book Value				
	At 31st December 2022	<u>£1,735,813</u>	<u>£42,850</u>	<u>£8,259</u>	<u>£1,786,922</u>
	At 31st December 2021	<u>£1,735,813</u>	<u>£42,850</u>	<u>£9,124</u>	<u>£1,787,787</u>
				2022	2021
				£	£
5	CREDITORS				
	Taxation and social security			1,697	1,055
	Karze Hasna			409,826	452,326
	Other Creditors			1,500	1,000
				<u>£413,023</u>	<u>£454,381</u>

6 TRUSTEE'S REMUNERATION AND BENEFITS

There were no Trustee's remuneration or other benefits for the year ended 31st December 2021 & 31st December 2022.

TRUSTEE'S EXPENSES

There were no trustee's expenses paid for the year ended benefits for the year ended 31st December 2021 & 31st December 2022.