

Registered Charity no: 1077423

MAZAHIRUL ULOOM LONDON

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

**ABACUS PARTNERS (LDN) LLP
CHARTERED CERTIFIED ACCOUNTANTS
UNIT A, ABBOTTS WHARF
93 STAINSBY ROAD
LONDON E14 6JL**

MAZAHIRUL ULOOM LONDON

Charity Information

Trustees	Mr Harunur Roshid Chowdhury Mr Faruk Ahmed Mr Muhammad Gias Uddin Mr Ahmed Jamshed Mr Lays Miah Mr Jamshed Ali Mr Shah Dobir Kamaly Mr Al-Hajj Altaf Hussain JP Mr Abdul Motlib Mr Faiz Muhammad Rahman Mr Hussain Ahmed Mr Md Shihab Uddin	Chairman Secretary Treasurer
Charity number	1077423	
Principal Office	241 - 243 Mile End Road London E1 4AA	
School Principal & Coordinato	Mr Imdadur Rahman Al-Madani Mr Khalil Goddard Mr Zubair Rahman	(Principal) (Head teacher) (Islamic Curriculum Coordinator)
School Management Committee	Same as Above	
Mosque & Madrassah Imams	Moulana Nazir Uddin	
Independent Examiner	Abacus Partners (Ldn) LLP Chartered Certified Accountants Unit A, Abbots Wharf 93 Stainsby Road London E14 6JL	
Bank	Nat West Bank Plc Stratford Broadway 1-11 Broadway, Stratford, London E15 4BL	

MAZAHIRUL ULOOM LONDON

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2020

CONTENTS	Page
1.Trustees' report	1 to 4
2. Independent Examiner's Report	5
3. Statement of Financial Activities	6
4. Balance sheet	7
5. Notes to the financial statements	8 to 11

MAZAHIRUL ULOOM LONDON

Trustees' Report

for the Year Ended 31 August 2020

The trustees present their annual report and financial statements for the year ended 31 August 2020 and confirm they comply with the Charities Act 2011, the trust deed and the Charities SORP requirements.

Structure, Governance and Management

Governing Document

Mazahirul Uloom London is constituted as a charitable trust registered with the Charity Commission in September 1999 under charity number 1077423. It is governed by a deed of trust last updated in November 2003.

Organizational Structure

The charity trustees are responsible for the general control and management of the charity. The trustees give their time freely and receive no remuneration or other financial benefits.

The trustees meet together as a body bi-monthly and are responsible for all decisions taken in relation to running the Mosque and its facilities, and activities provided by the charity. The trustees also oversee decision making of the Mazahirul Uloom School. To ensure the smooth running of the school and its compliance with the Education (Independent Schools Standards) England Regulations 2010, the charity trustees have set up a separate management committee for the school for day-to-day management. The school management committee meets every week. The day-to-day management of the Mosque and facilities and its projects is undertaken by trustees who act as its volunteers.

Recruitment and Appointment of Trustees

The existing trustees are responsible for the recruitment of new trustees. The current trustees have been long time trustees and this has helped provide stability and continuity and local confidence. The trustees believe this approach attracts commitment from local people and support with funding for its projects.

Induction and Training of Trustees

The current trustees are the elders of the community and recognize the need to recruit younger members in a process of renewal, and will be working with its advisers in the coming year to establish a process of induction and introduction of new trustees in accordance with its trust deed.

Risk Management

The trustees assess the risks the charity faces on an ongoing basis and manage them throughout the year. Policies and procedures are in place to ensure that risks are reduced. The trustees are satisfied that systems are in place, or arrangements are in hand, to manage the risks that have been identified. In particular, insurance cover is in place and the finances of the Mosque are kept under review. Appropriate DBS checks, supported by policies are made for all those who work with children or other vulnerable groups within the Mosque or School. There is a physical separation and access to the School and Mosque.

MAZAHIRUL ULOOM LONDON
Trustees' Report
for the Year Ended 31 August 2020

Objectives and Activities

Objectives

The objects of the charity are set out in the charity's trust deed and are summarized as follows:-

The advancement of education and religion in accordance with the tenets and doctrines of the Quran and Hadith.

We meet these objects for the benefit of the public, and we do this through the provision of the Mosque and its religious activities and the School.

Strategies

Our aim is to provide a religious facility that provides for spiritual and educational development of Muslims. We believe a development of faith and first class education service combined will help build a strong, peaceful local community that is confident enough to engage with and make a positive contribution to wider society. We believe our activities are helping this community development process and delivering public benefit.

Our strategy is to continue to provide valuable services locally and attract funding to continue to develop our building and the community. The Mosque is open for the five daily prayers, the Friday prayers being a focus of our activities and the School operates from the same building premises as the mosque.

Use of volunteers

Mainly trustees work as volunteers and in addition there are only 3 other volunteers.

Activities and Achievements

How our activities deliver public benefit :-

The charity carries out a wide range of activities in pursuance of its charitable objects. The trustees consider that these activities, summarized below, provide benefit both to those who worship at our Mosque and the local community around Tower Hamlets.

Religious activities

Our Masjid/School provides a facility for our five daily prayers and worship and for the activities associated with our faith. During the year under review, we offered a range of religious services and activities including:

Prayers: The Mosque is open all day for daily and Friday prayers. During the week we have 330-360 people who regularly attend daily prayers and over 650 who regularly attend Friday prayers.

Religious Festivals: The Mosque prepares food during Ramadan for those attending our Mosque who wish to break their fast together as well as Ramadan Taraweeh Prayers, eid prayers and other special religious events and services take place at the Mosque during the year.

Hifz classes: Memorization of the Qur'an is considered an important element of religious education and training. We continue to provide this facility for the young people in the Mosque. This programme continues to run successfully with about 40 young people regularly attending these classes.

MAZAHIRUL ULOOM LONDON
Trustees' Report
for the Year Ended 31 August 2020

Islamic Lectures: : This year we have held 3 Seminars with an average overall attendance of 500. Some of these lectures were on topics such as how to become good Muslim, Social responsibility and community cohesion etc.

Zakat, Sadaqah, Fitrah, Qard e Hasana: The giving of religious dues is a key part of our faith. We collect religious dues in accordance with the teaching of Islam, and money is given for specific purposes, such as the needy and affected people around the world helping others, and to further establish our organisation.

Educational Activities

We continued to provide an independent education service through the Mazahirul Uloom London School. The school provides National Curriculum education, as well as faith based learning, for 5 Secondary school classes from Year 7 to 11 totalling 102 students of which 19 completed their secondary education and left with a minimum of 8 GCSE's. All of whom went on to further education.

The school also excels in pastoral care having built and maintained excellent relationships with parents. We believe that this is vital to enabling us to deliver a quality education service to our students.

Mazahirul Uloom London also provides evening and weekend supplementary classes for children between the ages 5-16, the total number of students attending these classes are 100. These students are drawn from the local community who do not necessarily attend the regular school.

Reserve policy: The trustees has determined that the appropriate level of free reserves which are not invested should be equivalent 3 to 6 months' expenditure, approximately £90k to £180k. Despite the fact that note 10 to the financial statements shows total unrestricted funds of £615.8k, the charity only had free reserve fund of £143.6k after the designated fund of £472.2k to match the net cost of net fixed assets. This free reserve has improved to service the planned reserve policy and the board is working to improve further this during 2020/21 and 2021/22.

Review of Transactions and Financial Position

As at 31 August 2020 the charity's net balance sheet value is £615,874.

Trustees' Responsibilities

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in [England & Wales] requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

MAZAHIRUL ULOOM LONDON
Trustees' Report
for the Year Ended 31 August 2020

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

The trustees for the purposes of charity law who served during the year and up to the date of this report are set out on charities information page.

Independent Examiner

An independent examination was carried out by Abacus Partners (Ldn) LLP, Chartered Certified Accountants. The charity elected to dispense with the annual appointment of independent Examiner. In the absence of a specific resolution to the contrary Abacus Partners (Ldn) LLP will continue in office.

This report, which has been prepared taking advantage of special exemptions applicable to small entities, was approved by the board on 18 May 2021 and signed on their behalf.



Mr. Faruk Ahmed
Secretary

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
MAZAHIRUL ULOOM LONDON
YEAR ENDED 31 AUGUST 2020**

I report on the accounts of the charity for the year ended 31 August 2020 which are set out on pages 6 to 11. The accounts have been prepared on the basis of accounting policies set out on page 8.

Respective responsibilities of trustees and examiner:

The charity's trustees 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 needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of ACCA.

It is my responsibility to:

- Examine the accounts under section 145 of the 2011 Act;
- Follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- State whether particular matters have come to my attention.

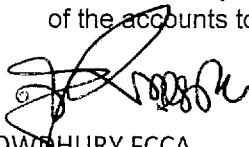
Basis of independent examiner's report:

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 statement below.

Independent examiner's statement:

In connection with my examination, no matter has 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 130 of the 2011 Act; and
 - To prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Acthave 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.



N A CHOWDHURY FCCA
ABACUS PARTNERS (LDN) LLP
Chartered Certified Accountants
Unit A, Abbots Wharf
93 Stainsby Road
London E14 6JL
18 May 2021

MAZAHIRUL ULOOM LONDON
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2020

INCOME AND EXPENDITURE	Notes	Unrestricted £	Restricted £	Total 2020 £	Total 2019 £
Incoming Resources					
Voluntary Income	3.1	54,755	-	54,755	86,642
Charitable Activities Income	3.2	391,504	-	391,504	291,122
Total Income	3	446,259	-	446,259	377,764
Resources Expended					
Voluntary Cost	4.1	1,476	-	1,476	1,893
Charitable Activities Cost	4.2	324,263	-	324,263	325,242
Administrative Cost	4.3	31,556	-	31,556	31,268
Total Resources Expended		357,295	-	357,295	358,403
Net Income / Deficit for the year		88,964	-	88,964	19,361
Fund as at 1 September 2019		526,910		526,910	507,549
Funds as at 31 August 2019	10	615,874	-	615,874	526,910

The notes on pages 8 to 11 form part of these accounts.


**MAZAHIRUL ULOOM LONDON
BALANCE SHEET
AS AT 31 AUGUST 2020**

	Notes	£	2020 £	Total 2019 £
Fixed Assets:				
Tangible Assets	5		970,949	976,522
Current Assets:				
Debtors & prepayments	6	72,142		15,620
Cash at Bank and in hand		<u>71,483</u>		<u>48,648</u>
		143,625		64,268
Creditors:				
Amount falling due within one year	7	<u>49,870</u>		<u>51,820</u>
Net Current Assets			<u>93,755</u>	<u>12,448</u>
			1,064,704	988,970
Creditors:				
Amount falling due more than one year	8		448,830	462,060
Total Net Assets			<u><u>615,874</u></u>	<u><u>526,910</u></u>
Funds				
Unrestricted funds: General	10		615,874	526,910
Restricted Funds	10		-	-
Total Funds			<u><u>615,874</u></u>	<u><u>526,910</u></u>

These accounts have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015) (UK GAAP applicable to Smaller Entities).

Approved by the Board of Trustees on 18 May 2021 and signed on it's behalf by


Mr Harunur Rashid Chowdhury
(Trustee- Chair)


Mr Muhammed Gias Uddin
(Treasurer)

The notes on pages 8 to 11 form part of these accounts.

**Notes to the financial statements
for the year ended 31 August 2020**

1.1 Basis of preparation of accounts:

1.2 Grants and Donation receivable:

Grants for immediate expenditure are accounted for when they become receivable.

1.3 Allocation of cost:

1.4 Tangible fixed assets and depreciation:

Depreciation is calculated to write off the cost less their estimated residual value, over their expected useful lives on the following basis:

2. Incoming Resources

3 INCOME SUMMARY

Page - 8

MAZAHIRUL ULOOM LONDON

Notes to the financial statements
for the year ended 31 August 2020

4 EXPENSES SUMMARY

4.1 Voluntary Cost

	Unrestricted	Restricted	2020	2019
	£	£	£	£
Subscriptions	1,476		1,476	1,893
	<u>1,476</u>	<u>-</u>	<u>1,476</u>	<u>1,893</u>

4.2 Charitable Activities Cost

	Unrestricted	Restricted	2020	2019
	£	£	£	£
Salaries and wages	240,257		240,257	246,235
Employer's NIC	6,457		6,457	8,238
Staff Pension	2,058		2,058	2,547
Water and Rates	3,015		3,015	5,176
Casual & cover teacher	29,404		29,404	13,371
Teacher Training	72		72	1,911
Hire of Equipment's	6,090		6,090	7,021
Cleaning, Repairs & Maintenance	10,545		10,545	12,010
Telephone/Internet	1,176		1,176	2,192
Printing/Postage/Copying	1,088		1,088	1,534
Office expenses	923		923	1,199
Event Expenses	1,200		1,200	2,220
Heating and Lighting	4,281		4,281	6,029
Insurance	4,793		4,793	1,779
Study Materials	7,179		7,179	5,631
Examination and Ofsted fees	5,725		5,725	8,149
Consultancy and Professional fees	-		-	-
Computer & IT Expenses	-		-	-
Advertising	-		-	-
Depreciation on FF and Equipment's	-		-	-
	<u>324,263</u>	<u>-</u>	<u>324,263</u>	<u>325,242</u>

4.3 Administrative Cost

	Unrestricted	Restricted	2020	2019
	£	£	£	£
a) Support Costs				
Salaries and wages	8,250		8,250	9,000
Employer's NIC	242		242	363
Hire of Equipment's	1,523		1,523	1,755
Cleaning, Repairs & Maintenance	1,172		1,172	1,335
Telephone/Internet	392		392	731
Printing/Postage/Copying	272		272	384
Office expenses	923		923	1,199
Heating and Lighting	476		476	670
Insurance	4,793		4,793	1,779
Bank Charges	1,325		1,325	1,157
Consultancy and Professional fees	-		-	480
Advertising	-		-	-
Depreciation on FF and Equipment's	7,508		7,508	7,314
	<u>26,876</u>	<u>-</u>	<u>26,876</u>	<u>26,167</u>
b) Governance Costs				
Salaries and wages	2,750		2,750	3,000
Employer's NIC	81		81	121
Consultancy Fees	-		-	-
Office expenses	-		-	-
Accountancy	1,850		1,850	1,980
	<u>4,681</u>	<u>-</u>	<u>4,681</u>	<u>5,101</u>
	<u>31,556</u>	<u>-</u>	<u>31,556</u>	<u>31,268</u>
Total Expenses	<u>357,295</u>	<u>-</u>	<u>357,295</u>	<u>358,403</u>

MAZAHIRUL ULOOM LONDON
Notes to the financial statements
for the year ended 31 August 2020

5 Tangible Fixed Assets	Freehold Properties £	Fixture, fitting & Equipment's £	Total £
Cost B/Fwd	970,130	100,412	1,070,543
Addition		1,935	1,935
Disposed			-
	<u>970,130</u>	<u>102,347</u>	<u>1,072,478</u>
Depreciation:			
Charges B/Fwd		94,021	94,021
Disposed			-
Charge for the year		7,508	7,508
	<u>-</u>	<u>101,529</u>	<u>101,529</u>
Net Book Value			
As at 31 August 2020	<u>970,130</u>	<u>819</u>	<u>970,949</u>
As at 31 August 2019	<u>970,130</u>	<u>6,392</u>	<u>976,522</u>
6 Debtors & Prepayments		2020 £	2019 £
Student Fees		52,605	15,620
Prepayment		-	-
Other Debtors		19,537	-
		<u>72,142</u>	<u>15,620</u>
7 Creditors: Amount Falling Due Within One Year		2020 £	2019 £
Other Creditors		-	480
Qurd e Hasana - Pvt Loan		49,870	51,340
Advance Tuition Fess			
		<u>49,870</u>	<u>51,820</u>
8 Creditors: Amount Falling Due After More Than One Year		2020 £	2019 £
Qurd e Hasana - Pvt Loan		448,830	462,060
		<u>448,830</u>	<u>462,060</u>
Private Loans: "Qurd e Hasana" are loans from the charity's beneficiaries, which only have a moral obligation to repay on demand, if possible. There is no interest due or security given for these loans.			
9 Staff Emoluments		2020 £	2019 £
Total wages and salaries		251,257	258,235
Employer's NIC		6,779	8,722
		<u>258,036</u>	<u>266,957</u>
Direct Charitable		246,714	254,473
Others		11,322	12,484
		<u>258,036</u>	<u>266,957</u>
Avg No of employees: Admin		1	1
Avg No of employees: Direct		21	21
		<u>22</u>	<u>22</u>
Employees paid in excess of £60,000 during the current year and previous year		<u>None</u>	<u>None</u>

No remuneration was paid to any trustees or their associates during the year ended 31.08.2020 nor at 31.08.2019.

MAZAHIRUL ULOOM LONDON
Notes to the financial statements
for the year ended 31 August 2020

10 Movement in Funds

	Free Reserve £	Designated Fund £	Unrestricted Fund £	Restricted Fund £	Total £
As at 1 September 2019	63,788	463,122	526,910	-	526,910
Current year surplus	88,964		88,964	-	88,964
Current year transfer	(9,127)	9,127			
As at 31 August 2020	<u>143,625</u>	<u>472,249</u>	<u>615,874</u>	<u>-</u>	<u>615,874</u>

11 Taxation

The entity is a registered charity and does not undertake non-charitable activities and are entitle for tax exemption by the Inland Revenue.

12 Post Balance Sheet Events

There were no significant post balance sheet events.

13 Transaction with Trustees

There were no transactions with the trustees during the year.

14 Contingent Liabilities

The charity had no contingent liabilities as at 31 August 2020 nor at 31 August 2019.

15 Related Parties Transaction

There were no disclosable related party transactions during the year.

16 Gifts in Kind And Volunteers

During the year the company/charity benefited from unpaid work performed by volunteers.