

Registered Charity no: 1077423

MAZAHIRUL ULOOM LONDON

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

**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	Chairman
	Mr Faruk Ahmed	Secretary
	Mr Muhammad Gias Uddin	Treasurer
	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	

Charity number 1077423

Principal Office 241 - 243 Mile End Road
London E1 4AA

School Principal & Coordinator Mr Imdadur Rahman Al-Madani (Principal)
Mr Khalil Goddard (Head teacher)
Mr Zubair Rahman (Islamic Curriculum Coordinator)

School Governance Committee is made of 5 members including parents

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 2021

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MAZAHIRUL ULOOM LONDON

Trustees' Report

for the Year Ended 31 August 2021

The trustees present their annual report and financial statements for the year ended 31 August 2021 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 2021

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 social and community development and the School operates from the same building premises as the mosque but in separated area.

Use of volunteers

Mainly trustees work as volunteers and in addition there are only 4 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 limited range of religious services and activities having COVI 19 restrlctions in place including:

Prayers: The Mosque is open all day for daily and Friday prayers but closed during local authority and national restrictions of COVID-19. During the week we have 350-375 people who regularly attend daily prayers and over 650 who regularly attend Friday prayers.

During Ramadan the charity operated limited services of Iftar preparation Taraweeh Prayers, eid prayers and other limited special religious events and services.

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 remotely because of COVID-19. This programme continues to run successfully with about 30 young people regularly attending these classes.

MAZAHIRUL ULOOM LONDON
Trustees' Report
for the Year Ended 31 August 2021

Islamic Lectures: : Because of COVID-19 all planned public lectures and seminars have been suspended.

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.

The school has built on earlier successes and has given more focus to students and staff well-being . Ofsted began their most recent report (2021) with: "Pupils said that they enjoy school a great deal because it is so welcoming. This sums up what it is like to attend Mazahirul Uloom perfectly. The welcoming and inclusive culture brings everyone together. As a result, pupils are cared for well"

Numbers at the school are healthy and we have more applications than we can accommodate (currently 120 students). Teachers are happy that the school works to help them maintain flexible and comfortable work-life balance which is one perhaps the main, reason that staff retention is not a problem at MUL

As Ofsted reported..."there is a strong emphasis by the headteacher on ensuring that staff workload is manageable. Staff greatly appreciate the flexibility they have to balance work and home life" At MUL we believe that these issues are important in order that we may fulfil our larger mission of what the charity stands for.

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 £101K to £202K. Despite the fact that note 10 to the financial statements shows total unrestricted funds of £681K, the charity only had free reserve fund of £201K after the designated fund of £480K 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 2021/22 and 2022/23.

Premises extension

During the the charity raised extra fund and Q-e-Hasana to to extend basement hall and estimated cost to be £300,000. So far this year the charity spent £130,191, which is reflected in freehold improvement bringing freehold value at cost of £1,100,321.

Review of Transactions and Financial Position

As at 31 August 2021 the charity's net balance sheet value is £681,385.

MAZAHIRUL ULOOM LONDON
Trustees' Report
for the Year Ended 31 August 2021

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.

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 10 June 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 2021**

I report on the accounts of the charity for the year ended 31 August 2021 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
10 June 2022

MAZAHIRUL ULOOM LONDON
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2021

INCOME AND EXPENDITURE	Notes	Unrestricted £	Restricted £	Total 2021 £	Total 2020 £
Incoming Resources					
Voluntary Income	3.1	77,459	-	77,459	54,755
Charitable Activities Income	3.2	393,919	-	393,919	391,504
Total Income	3	471,378	-	471,378	446,259
Resources Expended					
Voluntary Cost	4.1	3,937	-	3,937	1,476
Charitable Activities Cost	4.2	373,581	-	373,581	324,263
Administrative Cost	4.3	28,349	-	28,349	31,556
Total Resources Expended	4	405,867	-	405,867	357,295
Net Income / Deficit for the year		65,511	-	65,511	88,964
Fund as at 1 September 2020		615,874		615,874	526,910
Funds as at 31 August 2021	10	681,385	-	681,385	615,874

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

**MAZAHIRUL ULOOM LONDON
BALANCE SHEET
AS AT 31 AUGUST 2021**

	Notes	£	2020 £	Total 2020 £
Fixed Assets:				
Tangible Assets	5		1,100,321	970,949
Current Assets:				
Debtors & prepayments	6	63,774		72,142
Cash at Bank and in hand		<u>135,190</u>		<u>71,483</u>
		198,964		143,625
Creditors:				
Amount falling due within one year	7	<u>61,790</u>		<u>49,870</u>
Net Current Assets			<u>137,174</u>	<u>93,755</u>
			1,237,495	1,064,704
Creditors:				
Amount falling due more than one year	8		556,110	448,830
Total Net Assets			<u><u>681,385</u></u>	<u><u>615,874</u></u>
Funds				
Unrestricted funds: General	10		681,385	615,874
Restricted Funds	10		-	-
Total Funds			<u><u>681,385</u></u>	<u><u>615,874</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 10 June 2022 and signed on it's behalf by



Mr Faruk Ahmed
(Trustee- Secretary)



Mr Muhammed Gias Uddin
(Treasurer)

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

MAZAHIRUL ULOOM LONDON
Notes to the financial statements
for the year ended 31 August 2021

1 Accounting Policies

1.1 Basis of preparation of accounts:

The financial statements have been prepared under the historical cost convention and in accordance with Companies Act, SORP and the Financial Reporting Standard for Smaller Entities.

1.2 Grants and Donation receivable:

All donations received are treated as unrestricted fund.

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

Grants received for specific purposes are treated as restricted funds.

1.3 Allocation of cost:

Costs are allocated between restricted and unrestricted fund according to the terms of income. Where items expended are mixed, they are apportioned between the categories according to the income they relate to.

1.4 Tangible fixed assets and depreciation:

Fixed assets for the charity use are capitalised at cost. They are stated in the accounts at cost less depreciation.

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

Fixture, fittings and equipments	10% on cost.
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2. Incoming Resources

The incoming resources and surplus are attributable to the principal activities of the charity.

3 INCOME SUMMARY

3.1 Voluntary Income

	Unrestricted	Restricted	2021	2020
	£	£	£	£
Friday Collection	30,462		30,462	26,518
General Donation	46,997		46,997	28,237
	<u>77,459</u>	<u>-</u>	<u>77,459</u>	<u>54,755</u>

3.2 Charitable Activities Income

	Unrestricted	Restricted	2021	2020
	£	£	£	£
Student Fees	298,258		298,258	281,460
LB Islington		-	-	-
Evening Madrasa	2,145		2,145	3,610
Other income- JRS grant	93,516		93,516	106,434
	<u>393,919</u>	<u>-</u>	<u>393,919</u>	<u>391,504</u>
Total Income	<u>471,378</u>	<u>-</u>	<u>471,378</u>	<u>446,259</u>

MAZAHIRUL ULOOM LONDON

Notes to the financial statements
for the year ended 31 August 2021

4 EXPENSES SUMMARY

4.1 Voluntary Cost

	Unrestricted	Restricted	2021	2020
	£	£	£	£
Subscriptions	3,937		3,937	1,476
	<u>3,937</u>	<u>-</u>	<u>3,937</u>	<u>1,476</u>

4.2 Charitable Activities Cost

	Unrestricted	Restricted	2021	2020
	£	£	£	£
Salaries and wages	289,441		289,441	240,257
Employer's NIC	10,931		10,931	6,457
Staff Pension	2,415		2,415	2,058
Water and Rates	3,911		3,911	3,015
Casual & cover teacher	30,318		30,318	29,404
Teacher Training	1,824		1,824	72
Hire of Equipment's	6,196		6,196	6,090
Cleaning, Repairs & Maintenance	1,383		1,383	10,545
Telephone/Internet	926		926	1,176
Printing/Postage/Copying	1,695		1,695	1,088
Office expenses	1,213		1,213	923
Event Expenses	-		-	1,200
Heating and Lighting	7,100		7,100	4,281
Insurance	4,306		4,306	4,793
Study Materials	5,476		5,476	7,179
Examination and Ofsted fees	6,446		6,446	5,725
Consultancy and Professional fees	-		-	-
Computer & IT Expenses	-		-	-
Advertising	-		-	-
Depreciation on FF and Equipment's	-		-	-
	<u>373,581</u>	<u>-</u>	<u>373,581</u>	<u>324,263</u>

4.3 Administrative Cost

	Unrestricted	Restricted	2021	2020
	£	£	£	£
a) Support Costs				
Salaries and wages	8,250		8,250	8,250
Employer's NIC	242		242	242
Hire of Equipment's	1,549		1,549	1,523
Cleaning, Repairs & Maintenance	154		154	1,172
Telephone/Internet	309		309	392
Printing/Postage/Copying	424		424	272
Office expenses	606		606	923
Heating and Lighting	789		789	476
Insurance	4,306		4,306	4,793
Bank Charges	2,137		2,137	1,325
Consultancy and Professional fees	3,828		3,828	-
Depreciation on FF and Equipment's	819		819	7,508
	<u>23,412</u>	<u>-</u>	<u>23,412</u>	<u>26,876</u>
b) Governance Costs				
Salaries and wages	2,750		2,750	2,750
Employer's NIC	81		81	81
Consultancy Fees	-		-	-
Office expenses	606		606	-
Accountancy	1,500		1,500	1,850
	<u>4,937</u>	<u>-</u>	<u>4,937</u>	<u>4,681</u>
	<u>28,349</u>	<u>-</u>	<u>28,349</u>	<u>31,556</u>
Total Expenses	<u>405,867</u>	<u>-</u>	<u>405,867</u>	<u>357,295</u>

MAZAHIRUL ULOOM LONDON
Notes to the financial statements
for the year ended 31 August 2021

5 Tangible Fixed Assets	Freehold Properties £	Fixture, fitting & Equipment's £	Total £
Cost B/Fwd	970,130	102,347	1,072,478
Addition-extension	130,191	-	130,191
	<u>1,100,321</u>	<u>102,347</u>	<u>1,202,669</u>
Depreciation:			
Charges B/Fwd		101,529	101,529
Charge for the year		819	819
	<u>-</u>	<u>102,348</u>	<u>102,348</u>
Net Book Value			
As at 31 August 2021	<u>1,100,321</u>	<u>0</u>	<u>1,100,321</u>
As at 31 August 2020	<u>970,130</u>	<u>819</u>	<u>970,949</u>
6 Debtors & Prepayments		2021 £	2020 £
Student Fees		62,950	52,605
Other Debtors		824	19,537
		<u>63,774</u>	<u>72,142</u>
7 Creditors: Amount Falling Due Within One Year		2021 £	2020 £
Other Creditors		-	-
Qurd e Hasana - Pvt Loan		61,790	49,870
Advance Tuition Fess		<u>61,790</u>	<u>49,870</u>
8 Creditors: Amount Falling Due After More Than One Year		2021 £	2020 £
Qurd e Hasana - Pvt Loan		556,110	448,830
		<u>556,110</u>	<u>448,830</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		2021 £	2020 £
Total wages and salaries		300,441	251,257
Employer's NIC		11,253	6,779
		<u>311,694</u>	<u>258,036</u>
Direct Charitable		289,119	246,714
Others		11,322	11,322
		<u>300,441</u>	<u>258,036</u>
Avg No of employees: Admin		1	1
Avg No of employees: Direct		22	21
		<u>23</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 31.08.2021 nor at 31.08.2020.

MAZAHIRUL ULOOM LONDON
Notes to the financial statements
for the year ended 31 August 2021

10 Movement in Funds

	Free Reserve £	Designated Fund £	Unrestricted Fund £	Restricted Fund £	Total £
As at 1 September 2020	143,625	472,249	615,874	-	615,874
Current year surplus	65,511		65,511	-	65,511
Current year transfer	(8,236)	8,236			
As at 31 August 2021	<u>200,900</u>	<u>480,485</u>	<u>681,385</u>	<u>-</u>	<u>681,385</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 2021 nor at 31 August 2020.

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.