

CHARITY REGISTRATION NUMBER: 1080082

Anjuman-E-Saifee (Leicester)
Financial Statements
31 December 2020

VERSANT ASSOCIATES LLP
Chartered accountants & statutory auditor
The Old Mill,
9 Soar Lane
Leicester
LE3 5DE

Anjuman-E-Saifee (Leicester)

Financial Statements

Year ended 31 December 2020

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Anjuman-E-Saiffee (Leicester)

Trustees' Annual Report

Year ended 31 December 2020

The trustees present their report and the financial statements of the charity for the year ended 31 December 2020.

Reference and Administrative Details

Registered charity name Anjuman-E-Saiffee (Leicester)

Charity registration number 1080082

Principal office 125 Loughborough Road
Leicester
LE4 5LQ

The Trustees

Amil Saheb Janab Ibrahimbhai Jafar
(President)
Shaikh Ibrahim Shaikh (Vice
President)
Mr A Sulemanji (Treasurer)
Mr M Nabee
Mulla Mohammed Yunus Essajee
(Joint Secretary)
Mulla Shabbir Shaikh Ibrahim Sheikh
Mulla Husain Asgharali Adamali (Joint
Secretary)

Auditor Versant Associates LLP
Chartered accountants & statutory auditor
The Old Mill,
9 Soar Lane
Leicester
LE3 5DE

Bankers Lloyds TSB
7 High Street
Leicester
Leicestershire
LE1 4FP

Anjuman-E-Saiffee (Leicester)

Trustees' Annual Report *(continued)*

Year ended 31 December 2020

Structure, Governance and Management

Anjuman-e-Saiffee (Leicester) was created by a Deed of Trust on 1 March 2000 by the donation of an initial corpus of £786 by the 52nd Dai al-Mutlaq, His Holiness Dr Syedna Mohammed Burhanuddin (RA). The Trust's registered charity status was confirmed by the Charity Commission on 29 March 2000.

The Trustees who served during the year were:

Amil Saheb Janab Ibrahimbhai Jafar (President)
Sheikh Ibrahim Sheikh (Vice President)
Mulla Shabbir Sheikh Ibrahim Sheikh
Mulla Mohammed Yunus Essajee (Joint Secretary)
Mulla Husain Asgharali Adamali (Joint Secretary)
Mr Aziz Mohamedali Sulemanji (Treasurer)
Mr Mustafa Nabee

Trustees are appointed by al-Dai al-Mutlaq for a term of five years or as may be determined by al-Dai al-Mutlaq. A Directive from His Holiness Dr Syedna Mufaddal Saifuddin (TUS) appointed a new board of trustees from 23rd January 2018 to 20th December 2022. Trustees may be reappointed at the end of a term of five years or new trustees may be appointed as set out in the terms of the Trust Deed. The Trustees have the power to manage, administer and conduct the day-to-day business and affairs of the Trust.

Meetings of the Trustees are held ordinarily once every 3-4 months at which they agree the broad strategy and areas of activity for the Trust, including the consideration of grant/loan making, reserves and risk management policies and performance.

The day to day administration of grants/loans and the processing and handling of applications prior to their consideration by the Trustees (if appropriate), together with the general administration of the charity has been delegated to various subcommittees.

The Trustees adhere to all the legislation applicable to them.

- Risk management

The Trustees have assessed the major risks the Trust faces in respect of its structure, governance and management, objectives and activities, financial and future plans and identified the major risks by area of activity, the nature of those risks, the likelihood of the risks materialising and the measures taken to manage them. The Trustees review these risks regularly at their meetings and they are satisfied that systems are in place to manage the risks that have been identified, in particular, controls over cash withdrawals and authorisation of invoices.

Anjuman-E-Saifee (Leicester)

Trustees' Annual Report *(continued)*

Year ended 31 December 2020

Objectives and Activities

The Trustees shall hold the Trust Fund and its income upon trust to apply them for any charitable purposes for the benefit of the community and in particular the members of the Dawoodi Bohra Jamaat of Leicester and in particular for the following purposes:

- 1 The preaching and practicing of the Islamic religion in conformity with al-Quran, Islamic Shariat and the Fatimi (Fatimid) philosophy, culture and traditions, all as interpreted by al-Dai al-Mutlaq.
- 2 The advancement of education.
- 3 The relief of need, hardship and distress.
- 4 The provision and assistance in the provision of facilities for the recreation and other leisure time occupations of the said beneficiaries particularly for women and young people in the interests of social welfare and so that their conditions of life may be improved.

The Trustees have paid due regard to guidance issued by the Charity Commission on public benefit when reviewing the Trust's aims and objectives and in planning the Trust's future activities.

Anjuman-E-Saiffee (Leicester)

Trustees' Annual Report *(continued)*

Year ended 31 December 2020

Achievements and Performance

1. Religious and Cultural Activities

The Trust uses 6-8 Bath Street, Leicester and 127 Loughborough Road, Leicester as a community centres. 127 Loughborough Road is the asset of Dawat-e-Hadiyah Trust (United Kingdom) which a charity registered with the Charity Commission of England & Wales and 53rd al-Dai al-Mutlaq, His Holiness, Dr Syedna Mufaddal Saifuddin (TUS) as corporation sole, is the sole trustee of Dawat-e-Hadiyah Trust (United Kingdom). His Holiness has entrusted the said property to Anjuman-e-Saiffee (Leicester) for use as a a community centre and a religious school.

The Trust organised over 300 religious and social activities at the community centre to which all members of the Dawoodi Bohra Community were invited.

During these events, information and guidance were provided to the people who attended and guest speakers from different parts of the country also attended.

Funeral arrangements were made by the Trust for members of the community who had passed away during this year.

The Trust carries out a scheme by the name of Faiz il-Mawaid al-Burhaniyah wherein daily meals are prepared in community kitchens for the members of the community.

2. Education

Religious classes are provided for children up to three times a week. The classes are administrated by the Trust with assistance from 11 teachers who teach over 50 children from age 5 to 16. This year the Trust commenced work on the renovation and construction of classrooms for these classes.

3. Qardan Hasana

The Trust promotes and aids in the implementation of the concept and philosophy of giving and receiving Qardan Hasana (interest free loans) in furtherance of its objects. During the last year interest free loans totalling almost £1.47million were made. The Trust also receives Qardan Hasana from the Dawoodi Bohras in fulfilling their religious obligation to give Qardan Hasana. These funds are used by the Trust to grant Qardan Hasana.

4. Provision and Assistance

Workshop/Seminars and practical lessons have been introduced to instruct and help women and children on Home Sciences, which is widely promoted within the community.

Anjuman-E-Saifee (Leicester)

Trustees' Annual Report *(continued)*

Year ended 31 December 2020

Financial Review

The main regular source of income of Anjuman-e-Saifee (Leicester) are the regular donations (Sabeel ul Khair wa Barakat) from the community supplemented by donations from other sources. This provides the necessary funds for the objects of the Trust, for the maintenance and upkeep of the various properties used by the Trust and for the provision of funds to other connected charities.

It is the policy of Anjuman-e-Saifee (Leicester) that unrestricted funds which have not been designated for a specific use should be maintained at an adequate level sufficient to cover any reduction in any funding, they will be able to continue the Trust's current activities.

The Sole Trustee of Dawat-e-Hadiyah Trust (United Kingdom) has graciously allocated certain properties to be used for various specific purposes for the Dawoodi Bohra Jamaat of Leicester in particular and the Dawoodi Bohras in general.

The Trustees have been entrusted by His Holiness with administering, managing, maintaining, supervising and collecting and utilising incoming resources and paying all outgoing resources from these properties.

All incoming or outgoing resources in connection with these properties are shown in these accounts and are not reflected in the accounts of Dawat-e-Hadiyah Trust (United Kingdom). The Trustees consider this to be in accordance with the charitable objectives of Anjuman-e-Saifee (Leicester).

Donations from the community including Gift Aid claims have increased to £496,098 from £395,419 during 2020.

It is the policy of Anjuman-e-Saifee (Leicester) that unrestricted funds which have not been designated for a specific use should be maintained at an adequate level to leave sufficient to cover any reduction in any funding, so they will be able to continue the Trust's current activities.

Total funds held at 31 December 2020 amounted to £3,594,177, which are all unrestricted, with £2,881,893 and £85,494 being designated for the Masjid project and Qardan Hasana respectively. Of the total funds held £565,703 are regarded as free reserves, after allowing for funds tied up in fixed assets less long term creditors. The current level of free reserves is considered appropriate to meet the current and future commitments of the Trust.

Anjuman-E-Saifee (Leicester)

Trustees' Annual Report *(continued)*

Year ended 31 December 2020

Plans for Future Periods

To welcome his Holiness, Dr Syedna Mufaddal Saifuddin (TUS) to Leicester for the inauguration of the Masjid which was completed in 2019. His Holiness visited Leicester in September 2021 and inaugurated the mosque at Bath Street.

To increase awareness, participation and attendance at the various religious and social activities organised by the Trust.

To increase the scope of Faiz il-Mawaid al-Burhaniyah to ensure that every community household receives a freshly cooked meal at least once a day six days a week.

To provide the best possible facilities for the advancement of education especially for children attending the madrasa. This work is ongoing and the eventual plan is when the masjid is inaugurated to convert fully the property at 127 Loughborough Road into self-contained madrasa building.

Trustees' Responsibilities Statement

The trustees are responsible for preparing the trustees' 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 and Wales requires the charity trustees to prepare financial statements for each 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 applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK 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 business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and 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 applicable Charities (Accounts and Reports) Regulations, 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.

Anjuman-E-Saif (Leicester)

Trustees' Annual Report *(continued)*

Year ended 31 December 2020

The trustees' annual report was approved on 28 October 2021 and signed on behalf of the trustees by:



Mr A Sulemanji (Treasurer)
Trustee

Anjuman-E-Saifee (Leicester)

Independent Auditor's Report to the Members of Anjuman-E-Saifee (Leicester)

Year ended 31 December 2020

Opinion

We have audited the financial statements of Anjuman-E-Saifee (Leicester) (the 'charity') for the year ended 31 December 2020 which comprise the statement of financial activities, statement of financial position, statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions Relating to Going Concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other Information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Anjuman-E-Saifee (Leicester)

Independent Auditor's Report to the Members of Anjuman-E-Saifee (Leicester) *(continued)*

Year ended 31 December 2020

Matters on Which We are Required to Report by Exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the trustees' responsibilities statement, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Anjuman-E-Saifee (Leicester)

Independent Auditor's Report to the Members of Anjuman-E-Saifee (Leicester) *(continued)*

Year ended 31 December 2020

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiry of management and the trustees with regard to actual and potential fraud and non-compliance with laws and regulations;
- Reviewing minutes of the trustees meetings with regard to actual and potential fraud and non-compliance with laws and regulations;
- Reviewing correspondence with the Charities Commission;
- Understanding and evaluating the charity's control environment;
- Testing of journal entries that were deemed unusual;
- Assessing financial statement disclosures, and testing to supporting documentation, for compliance with applicable laws and regulations.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentation or through collusion.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.

Anjuman-E-Saifee (Leicester)

Independent Auditor's Report to the Members of Anjuman-E-Saifee (Leicester) *(continued)*

Year ended 31 December 2020

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of Our Report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.



MARK ILLINGSWORTH (Senior Statutory Auditor)

For and on behalf of
Versant Associates LLP
Chartered accountants & statutory auditor
The Old Mill,
9 Soar Lane
Leicester
LE3 5DE

29/03/2021

Anjuman-E-Saiffee (Leicester)

Statement of Financial Activities

Year ended 31 December 2020

		2020		2019
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	454,231	454,231	353,656
Charitable activities	5	22,849	22,849	25,714
Investment income	6	19,018	19,018	16,049
Total income		<u>496,098</u>	<u>496,098</u>	<u>395,419</u>
Expenditure				
Expenditure on charitable activities	7,8	344,634	344,634	294,289
Total expenditure		<u>344,634</u>	<u>344,634</u>	<u>294,289</u>
Net income and net movement in funds		<u>151,464</u>	<u>151,464</u>	<u>101,130</u>
Reconciliation of funds				
Total funds brought forward		3,442,713	3,442,713	3,341,582
Total funds carried forward		<u>3,594,177</u>	<u>3,594,177</u>	<u>3,442,712</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 15 to 21 form part of these financial statements.

Anjuman-E-Saiffee (Leicester)

Statement of Financial Position

31 December 2020

	Note	2020 £	2019 £
Fixed Assets			
Tangible fixed assets	13	4,061,947	4,009,553
Current Assets			
Debtors	14	1,210,827	1,110,474
Cash at bank and in hand		756,863	474,578
		<u>1,967,690</u>	<u>1,585,052</u>
Creditors: amounts falling due within one year	15	<u>1,781,616</u>	<u>936,641</u>
Net Current Assets		<u>186,074</u>	<u>648,411</u>
Total Assets Less Current Liabilities		<u>4,248,021</u>	<u>4,657,964</u>
Creditors: amounts falling due after more than one year	16	<u>653,844</u>	<u>1,215,251</u>
Net Assets		<u>3,594,177</u>	<u>3,442,713</u>
Funds of the Charity			
Unrestricted funds		<u>3,594,177</u>	<u>3,442,713</u>
Total charity funds	17	<u>3,594,177</u>	<u>3,442,713</u>

These financial statements were approved by the trustees and authorised for issue on 28 October 2021, and are signed on behalf of the board by:



Mr A Sulemanji (Treasurer)
Trustee

The notes on pages 15 to 21 form part of these financial statements.

Anjuman-E-Saifee (Leicester)

Statement of Cash Flows

Year ended 31 December 2020

	2020 £	2019 £
Cash Flows from Operating Activities		
Net income	151,464	101,130
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	2,620	2,620
Dividends, interest and rents from investments	(19,018)	(16,049)
Accrued (income)/expenses	(1,728)	328
<i>Changes in:</i>		
Trade and other debtors	(100,353)	(44,082)
Trade and other creditors	285,296	160,991
Cash generated from operations	318,281	204,938
Net cash from operating activities	318,281	204,938
Cash Flows from Investing Activities		
Dividends, interest and rents from investments	19,018	16,049
Purchase of tangible assets	(55,014)	(201,432)
Net cash used in investing activities	(35,996)	(185,383)
Net Increase in Cash and Cash Equivalents	282,285	19,555
Cash and Cash Equivalents at Beginning of Year	474,578	455,022
Cash and Cash Equivalents at End of Year	756,863	474,577

The notes on pages 15 to 21 form part of these financial statements.

Anjuman-E-Saif (Leicester)

Notes to the Financial Statements

Year ended 31 December 2020

1. General Information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 125 Loughborough Road, Leicester, LE4 5LQ.

2. Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102.

3. Accounting Policies

Basis of Preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going Concern

There are no material uncertainties about the charity's ability to continue.

Judgements and Key Sources of Estimation Uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund Accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular project. There are two designated funds, for the Masjid project and for Qardan Hasana.

Incoming Resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations is recognised on receipts basis as there is no contractually enforceable right to donations promised.
- Income from gift aid is accounted for on a receivable basis.
- rental income is accounted for on a receivable basis.

Anjuman-E-Saifee (Leicester)

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

3. Accounting Policies *(continued)*

Resources Expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.

Tangible Assets

Freehold land and buildings are held at their purchased cost and are not subject to depreciation as the Trustees consider it is the open market value and the land and buildings are being continually maintained.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Motor vehicles - 20% straight line

Impairment of Fixed Assets

A review for indicators of impairment is carried out at each reporting date.

Cash at Bank

Cash at bank are funds held in interest free bank accounts.

Qardan Hasana

Qardan Hasana is initially recognised and measured at the amount received or paid with the carrying amount adjusted in subsequent years to reflect repayments and adjusted if necessary for any impairments.

Financial Instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Anjuman-E-Saiffee (Leicester)

Notes to the Financial Statements (continued)

Year ended 31 December 2020

3. Accounting Policies (continued)

Financial Instruments (continued)

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and Legacies

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Donations				
Sabil Ul Khair Wal Barakat	113,751	113,751	112,150	112,150
Niyaz	43,950	43,950	7,221	7,221
Qardan donations	8,850	8,850	15,721	15,721
Masjid	149,645	149,645	96,566	96,566
Shabab-ul-Eidiz Zahabi	8,011	8,011	1,777	1,777
Faiz Mawaid Burhaniyah Niyaz Religious	92,876	92,876	82,931	82,931
Haj-E-Badal	3,944	3,944	10,309	10,309
Gift Aid	15,800	15,800	26,981	26,981
Grants				
Grants receivable	17,404	17,404	—	—
	<u>454,231</u>	<u>454,231</u>	<u>353,656</u>	<u>353,656</u>

5. Charitable Activities

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Madrasah receipts	21,049	21,049	14,634	14,634
Jamaatkhana	1,800	1,800	11,080	11,080
	<u>22,849</u>	<u>22,849</u>	<u>25,714</u>	<u>25,714</u>

Anjuman-E-Saiffee (Leicester)

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

6. Investment Income

	Unrestricted Funds	Total Funds 2020	Unrestricted Funds	Total Funds 2019
	£	£	£	£
Income from investment properties	<u>19,018</u>	<u>19,018</u>	<u>16,049</u>	<u>16,049</u>

7. Expenditure on Charitable Activities

	Unrestricted Funds	Total Funds 2020	Unrestricted Funds	Total Funds 2019
	£	£	£	£
Direct charitable activities	336,806	336,806	287,581	287,581
Support costs	<u>7,828</u>	<u>7,828</u>	<u>6,708</u>	<u>6,708</u>
	<u>344,634</u>	<u>344,634</u>	<u>294,289</u>	<u>294,289</u>

8. Expenditure on Charitable Activities

	Activities undertaken directly	Support costs	Total funds 2020	Total fund 2019
	£	£	£	£
Direct charitable activities	336,806	780	337,586	287,581
Governance costs	<u>—</u>	<u>7,048</u>	<u>7,048</u>	<u>6,708</u>
	<u>336,806</u>	<u>7,828</u>	<u>344,634</u>	<u>294,289</u>

9. Net Income

Net income is stated after charging/(crediting):

	2020	2019
	£	£
Depreciation of tangible fixed assets	<u>2,620</u>	<u>2,620</u>

10. Auditors Remuneration

	2020	2019
	£	£
Fees payable for the audit of the financial statements	<u>3,600</u>	<u>3,600</u>

11. Staff Costs

The total staff costs and employee benefits for the year are £47,517 (2018: £76,298).

The average number of full time employees during the year are 12 (2018: 13).

No employee received employee benefits of more than £60,000 during the year (2018: Nil).

Anjuman-E-Saiffee (Leicester)

Notes to the Financial Statements (continued)

Year ended 31 December 2020

12. Trustee Remuneration and Expenses

During the year salaried remuneration was paid to Trustees or their immediate family amounting to £1,320 (2019: £1,320).

During the year one trustee was reimbursed for general expenses incurred by the Charity amounting to £1,388 in total (2019: £1,301).

13. Tangible Fixed Assets

	Land and buildings £	Motor vehicles £	Total £
Cost			
At 1 January 2020	4,004,313	13,100	4,017,413
Additions	55,014	—	55,014
At 31 December 2020	4,059,327	13,100	4,072,427
Depreciation			
At 1 January 2020	—	7,860	7,860
Charge for the year	—	2,620	2,620
At 31 December 2020	—	10,480	10,480
Carrying amount			
At 31 December 2020	4,059,327	2,620	4,061,947
At 31 December 2019	4,004,313	5,240	4,009,553

14. Debtors

Other debtors are all made up of Qardan Hasana of which £859,806 (2019: £653,594) are due after more than one year.

15. Creditors: amounts falling due within one year

	2020 £	2019 £
Accruals and deferred income	3,700	5,428
Social security and other taxes	582	899
Other creditors	1,777,334	930,314
	1,781,616	936,641

Included within other creditors above, £10,000 (2019: £10,000) is from The Saiffee Foundation of Europe, £379,629 (2019: Nil) is from Dawat-E-Hadiyah (UK) Trust and £1,386,359 (2019: £918,894) are from other third parties.

16. Creditors: amounts falling due after more than one year

	2020 £	2019 £
Other creditors	653,844	1,215,251

Other creditors above all relate to Qardan Hasana received from Dawat-E-Hadiyah (UK) Trust of £573,844

Anjuman-E-Saiffee (Leicester)

Notes to the Financial Statements (continued)

Year ended 31 December 2020

16. Creditors: amounts falling due after more than one year (continued)

(2019: £1,125,251) and from The Saiffee Foundation of Europe of £80,000 (2019: £90,000).

17. Analysis of Charitable Funds

Unrestricted funds

	At 1 January 2020 £	Income £	Expenditure £	Transfers £	At 31 December 2020 £
General funds	633,821	496,098	(344,634)	(158,495)	626,790
Designated Fund - Masjid project	2,732,248	—	—	149,645	2,881,893
Designated Fund - Qardan Hasana	76,644	—	—	8,850	85,494
	<u>3,442,713</u>	<u>496,098</u>	<u>(344,634)</u>	<u>—</u>	<u>3,594,177</u>

	At 1 January 2019 £	Income £	Expenditure £	Transfers £	At 31 December 2019 £
General funds	644,977	395,419	(294,289)	(112,286)	633,821
Designated Fund - Masjid project	2,635,682	—	—	96,566	2,732,248
Designated Fund - Qardan Hasana	60,923	—	—	15,721	76,644
	<u>3,341,582</u>	<u>395,419</u>	<u>(294,289)</u>	<u>1</u>	<u>3,442,713</u>

18. Analysis of Net Assets Between Funds

	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	4,061,947	4,061,947
Current assets	1,967,690	1,967,690
Creditors less than 1 year	(1,781,616)	(1,781,616)
Creditors greater than 1 year	(653,844)	(653,844)
Net assets	<u>3,594,177</u>	<u>3,594,177</u>

	Unrestricted Funds £	Total Funds 2019 £
Tangible fixed assets	4,009,553	4,009,553
Current assets	1,585,052	1,585,052
Creditors less than 1 year	(936,641)	(936,641)
Creditors greater than 1 year	(1,215,251)	(1,215,251)
Net assets	<u>3,442,713</u>	<u>3,442,713</u>

Anjuman-E-Saifee (Leicester)

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

19. Analysis of Changes in Net Debt

	At 1 Jan 2020	Cash flows	At 31 Dec 2020
	£	£	£
Cash at bank and in hand	<u>474,578</u>	<u>282,285</u>	<u>756,863</u>

20. Related Parties

During the year trustees provided the Charity with Qardan Hasana amounting to £119,132 (2019: £50,330).

Anjuman-E-Saifee (Leicester)

Management Information

Year ended 31 December 2020

The Following Pages Do Not Form Part of the Financial Statements.

Anjuman-E-Saiffee (Leicester)

Detailed Statement of Financial Activities

Year ended 31 December 2020

	2020 £	2019 £
Income and endowments		
Donations and legacies		
Sabil Ul Khair Wal Barakat	113,751	112,150
Niyaz	43,950	7,221
Qardan donations	8,850	15,721
Masjid	149,645	96,566
Shabab-ul-Eidiz Zahabi	8,011	1,777
Faiz Mawaid Burhaniyah Niyaz Religious	92,876	82,931
Haj-E-Badal	3,944	10,309
Gift Aid	15,800	26,981
Grants receivable	17,404	—
	<u>454,231</u>	<u>353,656</u>
Charitable activities		
Madrasah receipts	21,049	14,634
Jamaatkhana	1,800	11,080
	<u>22,849</u>	<u>25,714</u>
Investment income		
Income from investment properties	19,018	16,049
	<u>19,018</u>	<u>16,049</u>
Total income	<u>496,098</u>	<u>395,419</u>
Expenditure		
Expenditure on charitable activities		
Repairs and maintenance	41,062	14,723
Legal and professional fees	7,828	6,708
Depreciation	2,620	2,620
Talimy Imdad	38,754	45,838
Niyaz	3,513	12,492
Haj-E-Badal	5,630	4,814
Taqarruban	39,828	43,880
Muvasat	—	1,060
Faiz Mawaid Burhaniyah	92,241	81,103
Darul Emarat expenses	12,550	5,344
Markaz & other related expenses	69,229	45,299
Masjid contribution	17,507	16,658
Other expenditure	13,872	13,750
	<u>344,634</u>	<u>294,289</u>
Total expenditure	<u>344,634</u>	<u>294,289</u>
Net income	<u>151,464</u>	<u>101,130</u>

Anjuman-E-Saiffee (Leicester)

Notes to the Detailed Statement of Financial Activities

Year ended 31 December 2020

	2020 £	2019 £
Expenditure on charitable activities		
Direct charitable activities		
<i>Activities undertaken directly</i>		
Repairs & maintenance	41,062	14,723
Depreciation	2,620	2,620
Talimy Imdad	38,754	45,838
Niyaz-E-Husain	3,513	12,492
Haj-E-Badal	5,630	4,814
Taqarruban	39,828	43,880
Muvasat	—	1,060
Faiz Mawaid Burhaniyah	92,241	81,103
Darul Emarat expenses	12,550	5,344
Markaz & other related expenses	69,229	45,299
Masjid contribution	17,507	16,658
Other expenditure	13,872	13,750
	<u>336,806</u>	<u>287,581</u>
Support costs		
Legal and professional fees	780	—
Governance costs		
Accountancy fees	3,226	2,808
Audit fees	3,822	3,900
	<u>7,048</u>	<u>6,708</u>
Expenditure on charitable activities	<u><u>344,634</u></u>	<u><u>294,289</u></u>