

Anjuman-E-Saifee (Leicester)
Financial Statements
31 December 2021

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 2021

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Anjuman-E-Saifee (Leicester)

Trustees' Annual Report

Year ended 31 December 2021

The trustees present their report and the financial statements of the charity for the year ended 31 December 2021.

Reference and Administrative Details

Registered charity name Anjuman-E-Saifee (Leicester)
Charity registration number 1080082
Principal office 125 Loughborough Road
Leicester
LE4 5LQ

The Trustees

Janab Amilsaheb Ibrahim Bhaisaheb (Resigned 28 February 2022)
Zaini (Ibrahim Jaffer Zaini)
(President)
Shk Ibrahim Bhai Sheikh Ismail
(Ibrahim Esmail Mohammedali
Sheikh) (Vice President)
Mulla Aziz Bhai Sulemanji (Aziz
Mohamedali Sulemanji) (Treasurer)
Shk Mustafa Bhai Nabee (Mustafa
Hasson Nabee) (Trustee)
Janab Amilsaheb Mustali Mansoorali (Appointed 1 March 2022)
Hashmi (Mustali Mansoorali Hashmi)
(President)
Shk Mohammed Bhai Essajee
(Mohammed Essajee) (Secretary)
Shk Shabbir Bhai Sheikh (Shabbir
Ibrahim Sheikh) (Trustee)
Shk Husein Bhai Adamali (Husein
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-Saifee (Leicester)

Trustees' Annual Report *(continued)*

Year ended 31 December 2021

Structure, Governance and Management

Anjuman-e-Saifee (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)

President Janab Amilsaheb, Ibrahim Bhaisaheb Zaini (Ibrahim Jaffer Zaini)

President (from Mar 2022) Janab Amilsaheb, Mustali Mansoorali Hashmi (Mustali Mansoorali Hashmi)

Vice-President Shk Ibrahim Bhai Sheikh Ismail (Ibrahim Esmail Mohammedali Sheikh)

Secretary Shk Mohammed Bhai Essajee (Mohammed Essajee)

Joint Secretary Shk Husein Bhai Adamali (Husein Asgharali Adamali)

Treasurer Mulla Aziz Bhai Sulemanji (Aziz Mohamedali Sulemanji)

Trustee Shk Shabbir Bhai Sheikh (Shabbir Ibrahim Sheikh)

Trustee Shk Mustafa Bhai Nabee (Mustafa Hasson Nabee)

A new president has been appointed from March 2022 - Janab Amilsaheb, Mustali Mansoorali Hashmi (Mustali Mansoorali Hashmi)

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 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 2021

Objectives and Activities

The Trustees hold the Trust Fund and its income upon trust to apply them for any charitable purpose 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 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-Saif (Leicester)

Trustees' Annual Report *(continued)*

Year ended 31 December 2021

Achievements and Performance

The main sources of income of the Trust are the regular contributions from the community supplemented by other donations from minor sources and connected charities.

The Achievements and performance of the Trust are highlighted as per "12 Umoor Programme" classified into 12 main categories consisting the following:

1. Umoor Deeniyah - Religious Affairs

The Trustees year round maintain a suitable environment, by adherence to the tenets of Islam. The Trust normally has around 300 religious gatherings during the year to which all members of the Dawoodi Bohra Community are invited. The Trust during the pandemic ensured that all religious affairs were carried out through online programmes. Funeral arrangements were made by the Trust for members of the community who had passed away during the year.

2. Umoor Taalimiyah - Education

The Trust supported education to learners of all ages to enable them to face the challenges of the current time. Religious classes are provided for children up to three times a week. The classes are administered by the Trust with assistance from 11 teachers who teach over 50 children from age 5 to 6. The trust recently completed the renovations of the classrooms for the students. During Covid, these classes were arranged on an online basis.

3. Umoor Marafiq Burhaniyah - Welfare

The Trust carried out various initiatives to ensure every community member's living standards, especially their religious, economic, educational, household, health and food standards were uplifted. During Covid 19 all community members were given counselling and visits from Trustees and volunteers to ensure their welfare, adhering to social distancing and government guidelines.

4. Umoor Maliyah - Budgeting and Accounts

The Trust ensures that budgets are set for all financial aspects of the Trust, ensuring all income and expenses are accounted through proper maintenance of books of accounts. Workshop/Seminars and practical lessons have been introduced to instruct and help women and children on Home Budgeting which are widely promoted within the community.

5. Ummor Mawarid Bashariyah - Human Resources

The Trust through various human resource programmes identifies the relevant skill sets of community members. This helps the Trust to engage these volunteers for offering their services in their relevant field i.e Information Technology, Accounts and Education.

6. Umoor Dhakheliyah - Internal Affairs - IT/Communication/Statistics

The Trust ensured that all communication and office management activities were carried out during the year.

7. Ummor Kharijiyah - Public Relations

The Trust continuously engages with the local communities by organising events. During these events, information and guidance were provided to the people who attended and guest speakers from different parts of the country also attended.

8. Ummor Qaza - Legal Affairs

The Trust looks into ensuring all members of the community live in harmony and mutual understanding.

Anjuman-E-Saiffee (Leicester)

Trustees' Annual Report *(continued)*

Year ended 31 December 2021

9. Umoor Faiz al Mawaid al Burhaniyah and Niyaz- Meals from the community kitchen

The Trust provides all community members nutritious and sufficient meals on a daily basis. There are around 135 daily meals prepared in community kitchen for all members of the community. The key responsibility of procurement, food preparation, quality checks and health and safety is maintained on a regular basis. During Covid, the Trustees personally delivered groceries and essential food products to all community members, adhering to Government regulations.

10. Umoor Iqtisadiyah - Finance and Business Development

The Trust encourages business development, counselling, skills development and business startup help to community members. There are various programmes during the year to achieve this objective.

11. Umoor Amlaak - Properties

The Trust ensured that the maintenance of properties, legal documentation and development is carried out regularly. The Trust provides necessary funds assistance for the maintenance and upkeep of all the properties used by the community.

12. Umoor Sehhat - Health and Hygiene Activity

The Trust ensures that all aspects of health, cleanliness, environment and sports are maintained for all community members. The Trusts regularly organises Medical Camps, Health Awareness Programmes and sports tournaments

Special Event

This year, the Trust was honoured to welcome his Holiness, Dr Syedna Mufaddal Saifuddin (TUS) to Leicester for the inauguration of the Masjid in September 2021. This also saw an increase in income and expenditure of the Trust as a result of the preparation and running of the inauguration event.

Anjuman-E-Saifee (Leicester)

Trustees' Annual Report *(continued)*

Year ended 31 December 2021

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 funding so that they continue the Trust's current activities.

The following properties vest in "the Dai al-Mutlaq" (Corporation Sole) who is the Sole Trustee of Dawat-e-Hadiyah Trust (United Kingdom) (Reg. No. 294807). The Sole Trustee has vide Entrustment Directive date October 21, 2019, entrusted the said Properties to Anjuman-e-Saifee (Leicester) for its administration, supervision and management to facilitate religious, social, charitable, educational and cultural activities of the community and where pertinent to receive rental income.

1. House situated at 127 Loughborough Road, Leicester, LE4 5LQ
2. House situated at 74 Overdale Road, Leicester, LE2 3YH
3. Building situated at 3-5 Wellington Street, Leicester, LE1 6HH

The properties belong to and are shown in the accounts of Dawat-e-Hadiyah Trust (United Kingdom). However, as they have been entrusted to Anjuman-e-Saifee (Leicester), rents and other income derived from these Properties and outgoings, utilities, rates and taxes in connection with these Properties are not reflected in the accounts of Dawat-e-Hadiyah Trust (United Kingdom) but are instead shown in the accounts of Anjuman-e-Saifee (Leicester).

Donations from the community including Gift Aid claims have increased to £1,331,626 from £496,098 during 2021.

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 2021 amounted to £539,194, which are all unrestricted, with £96,031 being designated for the Qardan Hasana. Of the total funds held £1,089,605 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.

Plans for Future Periods

The following highlight some future plans for the Trust:

- to increase the 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. The work at 127 Loughborough Road has now finished and is now a self-contained madrasa building.

Anjuman-E-Saif (Leicester)

Trustees' Annual Report *(continued)*

Year ended 31 December 2021

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.

The trustees' annual report was approved on 27 October 2022 and signed on behalf of the trustees by:



Mulla Aziz Bhai Sulemanji (Aziz Mohamedali Sulemanji)
(Treasurer)
Trustee

Anjuman-E-Saifee (Leicester)

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

Year ended 31 December 2021

Opinion

We have audited the financial statements of Anjuman-E-Saifee (Leicester) (the 'charity') for the year ended 31 December 2021 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 2021 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-Saiffee (Leicester)

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

Year ended 31 December 2021

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 2021

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 2021

- 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

28/10/2022

Anjuman-E-Saifee (Leicester)

Statement of Financial Activities

Year ended 31 December 2021

| | | 2021 | | 2020 |
|---|------|-------------------------|--------------------|------------------|
| | Note | Unrestricted funds £ | Total funds £ | Total funds £ |
| Income and endowments | | | | |
| Donations and legacies | 4 | 1,290,844 | 1,290,844 | 454,231 |
| Charitable activities | 5 | 24,435 | 24,435 | 22,849 |
| Investment income | 6 | 16,347 | 16,347 | 19,018 |
| Total income | | <u>1,331,626</u> | <u>1,331,626</u> | <u>496,098</u> |
| Expenditure | | | | |
| Expenditure on charitable activities | 7,8 | 4,386,609 | 4,386,609 | 344,634 |
| Total expenditure | | <u>4,386,609</u> | <u>4,386,609</u> | <u>344,634</u> |
| Net (expenditure)/income and net movement in funds | | <u>(3,054,983)</u> | <u>(3,054,983)</u> | <u>151,464</u> |
| Reconciliation of funds | | | | |
| Total funds brought forward | | 3,594,177 | 3,594,177 | 3,442,713 |
| Total funds carried forward | | <u>539,194</u> | <u>539,194</u> | <u>3,594,177</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 2021

| | Note | 2021 £ | 2020 £ |
|--|------|------------------|------------------|
| Fixed Assets | | | |
| Tangible fixed assets | 13 | 733,636 | 4,061,947 |
| Current Assets | | | |
| Debtors | 14 | 1,918,838 | 1,210,827 |
| Cash at bank and in hand | | 592,787 | 756,863 |
| | | <u>2,511,625</u> | <u>1,967,690</u> |
| Creditors: amounts falling due within one year | 15 | <u>1,422,020</u> | <u>1,781,616</u> |
| Net Current Assets | | <u>1,089,605</u> | <u>186,074</u> |
| Total Assets Less Current Liabilities | | <u>1,823,241</u> | <u>4,248,021</u> |
| Creditors: amounts falling due after more than one year | 16 | <u>1,284,047</u> | <u>653,844</u> |
| Net Assets | | <u>539,194</u> | <u>3,594,177</u> |
| Funds of the Charity | | | |
| Unrestricted funds | | <u>539,194</u> | <u>3,594,177</u> |
| Total charity funds | 17 | <u>539,194</u> | <u>3,594,177</u> |

These financial statements were approved by the trustees and authorised for issue on 27 October 2022, and are signed on behalf of the board by:



Mulla Aziz Bhai Sulemanji (Aziz Mohamedali Sulemanji)
(Treasurer)
Trustee

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

Anjuman-E-Saif (Leicester)

Statement of Cash Flows

Year ended 31 December 2021

| | 2021 £ | 2020 £ |
|---|--------------------|-----------------|
| Cash Flows from Operating Activities | | |
| Net (expenditure)/income | (3,054,983) | 151,464 |
| <i>Adjustments for:</i> | | |
| Depreciation of tangible fixed assets | 1,919 | 2,620 |
| Dividends, interest and rents from investments | (16,347) | (19,018) |
| Accrued expenses/(income) | 3,650 | (1,728) |
| <i>Changes in:</i> | | |
| Trade and other debtors | (708,011) | (100,353) |
| Trade and other creditors | 266,957 | 285,296 |
| Cash generated from operations | <u>(3,506,815)</u> | <u>318,281</u> |
| Net cash (used in)/from operating activities | <u>(3,506,815)</u> | <u>318,281</u> |
| Cash Flows from Investing Activities | | |
| Dividends, interest and rents from investments | 16,347 | 19,018 |
| Purchase of tangible assets | (411,564) | (55,014) |
| Proceeds from sale of tangible assets | 3,737,956 | — |
| Net cash from/(used in) investing activities | <u>3,342,739</u> | <u>(35,996)</u> |
| Net (Decrease)/Increase in Cash and Cash Equivalents | <u>(164,076)</u> | <u>282,285</u> |
| Cash and Cash Equivalents at Beginning of Year | <u>756,863</u> | <u>474,578</u> |
| Cash and Cash Equivalents at End of Year | <u>592,787</u> | <u>756,863</u> |

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

Anjuman-E-Saifee (Leicester)

Notes to the Financial Statements

Year ended 31 December 2021

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.

Qardan Hasana

Qardan Hasana which are interest free loans are 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. These are included in other debtors and other creditors.

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.

Anjuman-E-Saifee (Leicester)

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

3. Accounting Policies *(continued)*

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.

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.

Anjuman-E-Saifee (Leicester)

Notes to the Financial Statements (continued)

Year ended 31 December 2021

3. Accounting Policies (continued)

Financial Instruments (continued)

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.

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 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|--|----------------------------|--------------------------|----------------------------|--------------------------|
| Donations | | | | |
| Sabil Ul Khair Wal Barakat | 121,812 | 121,812 | 113,751 | 113,751 |
| Niyaz | 8,416 | 8,416 | 43,950 | 43,950 |
| Qardan donations | 10,537 | 10,537 | 8,850 | 8,850 |
| Masjid | 582 | 582 | 149,645 | 149,645 |
| Shabab-ul-Eidiz Zahabi | 11,195 | 11,195 | 8,011 | 8,011 |
| Faiz Mawaid Burhaniyah Niyaz Religious | 115,738 | 115,738 | 92,876 | 92,876 |
| Haj-E-Badal | — | — | 3,944 | 3,944 |
| Other donations | 2,275 | 2,275 | — | — |
| Gift Aid | 134,744 | 134,744 | 15,800 | 15,800 |
| Donation from Dawat-e-Hadiyah Trust (UK) | 610,000 | 610,000 | — | — |
| Safar Ikram and Safar Zyafat | 275,545 | 275,545 | — | — |

Anjuman-E-Saifee (Leicester)

Notes to the Financial Statements (continued)

Year ended 31 December 2021

4. Donations and Legacies (continued)

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|-------------------|----------------------------|--------------------------|----------------------------|--------------------------|
| Grants | | | | |
| Grants receivable | — | — | 17,404 | 17,404 |
| | <u>1,290,844</u> | <u>1,290,844</u> | <u>454,231</u> | <u>454,231</u> |

5. Charitable Activities

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|-------------------|----------------------------|--------------------------|----------------------------|--------------------------|
| Madrasah receipts | 18,802 | 18,802 | 21,049 | 21,049 |
| Jamaatkhana | 5,633 | 5,633 | 1,800 | 1,800 |
| | <u>24,435</u> | <u>24,435</u> | <u>22,849</u> | <u>22,849</u> |

6. Investment Income

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|---------------|----------------------------|--------------------------|----------------------------|--------------------------|
| Rental income | 16,347 | 16,347 | 19,018 | 19,018 |

7. Expenditure on Charitable Activities

| | Unrestricted Funds £ | Total Funds 2021 £ | Unrestricted Funds £ | Total Funds 2020 £ |
|------------------------------|----------------------------|--------------------------|----------------------------|--------------------------|
| Direct charitable activities | 4,374,354 | 4,374,354 | 336,806 | 336,806 |
| Support costs | 12,255 | 12,255 | 7,828 | 7,828 |
| | <u>4,386,609</u> | <u>4,386,609</u> | <u>344,634</u> | <u>344,634</u> |

8. Expenditure on Charitable Activities

| | Activities undertaken directly £ | Support costs £ | Total funds 2021 £ | Total fund 2020 £ |
|------------------------------|---|--------------------|--------------------------|----------------------|
| Direct charitable activities | 4,374,354 | 3,600 | 4,377,954 | 337,586 |
| Governance costs | — | 8,655 | 8,655 | 7,048 |
| | <u>4,374,354</u> | <u>12,255</u> | <u>4,386,609</u> | <u>344,634</u> |

9. Net (Expenditure)/Income

Net (expenditure)/income is stated after charging/(crediting):

| | 2021 £ | 2020 £ |
|---------------------------------------|--------------|--------------|
| Depreciation of tangible fixed assets | <u>1,919</u> | <u>2,620</u> |

Anjuman-E-Saifee (Leicester)

Notes to the Financial Statements (continued)

Year ended 31 December 2021

10. Auditors Remuneration

| | 2021 | 2020 |
|--|--------------|--------------|
| | £ | £ |
| Fees payable for the audit of the financial statements | <u>4,100</u> | <u>3,600</u> |

11. Staff Costs

Staff costs are made up of wages and salaries of £50,877 (2020: £47,517).

Total staff employed during the year are 13 (2020: 12).

No employee received employment benefits of more than £60,000 during the year (2020: £Nil).

12. Trustee Remuneration and Expenses

During the year salaried remuneration was paid to Trustees or their immediate family amounting to £1,320 (2020: £1,320).

During the year one trustee was reimbursed for general expenses incurred by the Charity amounting to £7,054 in total (2020: £1,388).

13. Tangible Fixed Assets

| | Land and buildings £ | Motor vehicles £ | Total £ |
|----------------------------|-------------------------|---------------------|-------------------------|
| Cost | | | |
| At 1 January 2021 | 4,059,327 | 13,100 | 4,072,427 |
| Additions | 400,600 | 10,964 | 411,564 |
| Disposals | (3,735,336) | (13,100) | (3,748,436) |
| At 31 December 2021 | <u>724,591</u> | <u>10,964</u> | <u>735,555</u> |
| Depreciation | | | |
| At 1 January 2021 | — | 10,480 | 10,480 |
| Charge for the year | — | 1,919 | 1,919 |
| Disposals | — | (10,480) | (10,480) |
| At 31 December 2021 | <u>—</u> | <u>1,919</u> | <u>1,919</u> |
| Carrying amount | | | |
| At 31 December 2021 | <u>724,591</u> | <u>9,045</u> | <u>733,636</u> |
| At 31 December 2020 | <u>4,059,327</u> | <u>2,620</u> | <u>4,061,947</u> |

14. Debtors

| | 2021 | 2020 |
|---------------|------------------|------------------|
| | £ | £ |
| Other debtors | <u>1,918,838</u> | <u>1,210,827</u> |

Included within other debtors is £1,738,038 (2020: £1,183,812) Qardan Hasana of which £1,060,577 (2020: £859,806) are due after more than one year.

Anjuman-E-Saifee (Leicester)

Notes to the Financial Statements (continued)

Year ended 31 December 2021

15. Creditors: amounts falling due within one year

| | 2021 £ | 2020 £ |
|---------------------------------|------------------|------------------|
| Accruals and deferred income | 7,350 | 3,700 |
| Social security and other taxes | 975 | 582 |
| Other creditors | 1,413,695 | 1,777,334 |
| | <u>1,422,020</u> | <u>1,781,616</u> |

Included within other creditors above, £10,000 (2020: £10,000) is from The Saifee Foundation of Europe, £105,400 (2020: £379,629) is from Dawat-E-Hadiyah (UK) Trust and £1,298,359 (2020: £1,387,705) are from other third parties.

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

| | 2021 £ | 2020 £ |
|-----------------|------------------|----------------|
| Other creditors | <u>1,284,047</u> | <u>653,844</u> |

Other creditors above all relate to Qardan Hasana received from Dawat-E-Hadiyah (UK) Trust of £1,214,047 (2020: £573,844) and from The Saifee Foundation of Europe of £70,000 (2020: £80,000).

17. Analysis of Charitable Funds

Unrestricted funds

| | At 1 January 2021 £ | Income £ | Expenditure £ | Transfers £ | At 31 December 2021 £ |
|----------------------------------|---------------------------|------------------|--------------------|----------------|-----------------------------|
| General funds | 626,790 | 1,331,626 | (4,386,609) | 2,871,356 | 443,163 |
| Designated Fund - Masjid project | 2,881,893 | — | — | (2,881,893) | — |
| Designated Fund - Qardan Hasana | 85,494 | — | — | 10,537 | 96,031 |
| | <u>3,594,177</u> | <u>1,331,626</u> | <u>(4,386,609)</u> | <u>—</u> | <u>539,194</u> |

| | 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> |

Anjuman-E-Saif (Leicester)

Notes to the Financial Statements (continued)

Year ended 31 December 2021

18. Analysis of Net Assets Between Funds

| | Unrestricted Funds £ | Total Funds 2021 £ |
|-------------------------------|----------------------------|--------------------------|
| Tangible fixed assets | 733,636 | 733,636 |
| Current assets | 2,511,625 | 2,511,625 |
| Creditors less than 1 year | (1,422,020) | (1,422,020) |
| Creditors greater than 1 year | (1,284,047) | (1,284,047) |
| Net assets | 539,194 | 539,194 |

| | 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 | 3,594,177 | 3,594,177 |

19. Analysis of Changes in Net Debt

| | At 1 Jan 2021 £ | Cash flows £ | At 31 Dec 2021 £ |
|--------------------------|--------------------|-----------------|---------------------|
| Cash at bank and in hand | 756,863 | (164,076) | 592,787 |

20. Related Parties

During the year trustees provided the Charity with Qardan Hasana amounting to £26,199 (2020: £119,132).

Anjuman-E-Saifee (Leicester)

Management Information

Year ended 31 December 2021

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

Anjuman-E-Saif (Leicester)

Detailed Statement of Financial Activities

Year ended 31 December 2021

| | 2021 £ | 2020 £ |
|--|------------------|----------------|
| Income and endowments | | |
| Donations and legacies | | |
| Sabil Ul Khair Wal Barakat | 121,812 | 113,751 |
| Niyaz | 8,416 | 43,950 |
| Qardan donations | 10,537 | 8,850 |
| Masjid | 582 | 149,645 |
| Shabab-ul-Eidiz Zahabi | 11,195 | 8,011 |
| Faiz Mawaid Burhaniyah Niyaz Religious | 115,738 | 92,876 |
| Haj-E-Badal | — | 3,944 |
| Other donations | 2,275 | — |
| Gift Aid | 134,744 | 15,800 |
| Donation from Dawat-e-Hadiyah Trust (UK) | 610,000 | — |
| Safar Ikram and Safar Zyafat | 275,545 | — |
| Grants receivable | — | 17,404 |
| | <u>1,290,844</u> | <u>454,231</u> |
| Charitable activities | | |
| Madrasah receipts | 18,802 | 21,049 |
| Jamaatkhana | 5,633 | 1,800 |
| | <u>24,435</u> | <u>22,849</u> |
| Investment income | | |
| Rental income | <u>16,347</u> | <u>19,018</u> |
| Total income | <u>1,331,626</u> | <u>496,098</u> |

Anjuman-E-Saif (Leicester)

Detailed Statement of Financial Activities *(continued)*

Year ended 31 December 2021

| | 2021 £ | 2020 £ |
|---|--------------------|----------------|
| Expenditure | | |
| Expenditure on charitable activities | | |
| Repairs and maintenance | — | 41,062 |
| Legal and professional fees | 12,255 | 7,828 |
| Depreciation | 1,919 | 2,620 |
| Talimy Imdad | 33,501 | 38,754 |
| Niyaz | 5,794 | 3,513 |
| Haj-E-Badal | 3,408 | 5,630 |
| Taqarruban | 38,060 | 39,828 |
| Faiz Mawaid Burhaniyah | 106,864 | 92,241 |
| Darul Emarat expenses | 49,155 | 12,550 |
| Markaz & other related expenses | 73,743 | 69,229 |
| Masjid contribution | 26,004 | 17,507 |
| Donations to Dawat-E-Hadiyah | 3,941,465 | — |
| Other expenditure | 2,226 | 13,872 |
| Staff training | 5,650 | — |
| Ififta Safar | 91,635 | — |
| Profit on disposal of tangible assets | (5,070) | — |
| | <u>4,386,609</u> | <u>344,634</u> |
| Total expenditure | <u>4,386,609</u> | <u>344,634</u> |
| Net (expenditure)/income | <u>(3,054,983)</u> | <u>151,464</u> |

Anjuman-E-Saifee (Leicester)

Notes to the Detailed Statement of Financial Activities

Year ended 31 December 2021

| | 2021 £ | 2020 £ |
|---|-------------------------|-----------------------|
| Expenditure on charitable activities | | |
| Direct charitable activities | | |
| <i>Activities undertaken directly</i> | | |
| Repairs & maintenance | — | 41,062 |
| Depreciation | 1,919 | 2,620 |
| Talimy Imdad | 33,501 | 38,754 |
| Niyaz-E-Husain | 5,794 | 3,513 |
| Haj-E-Badal | 3,408 | 5,630 |
| Taqarruban | 38,060 | 39,828 |
| Faiz Mawaid Burhaniyah | 106,864 | 92,241 |
| Darul Emarat expenses | 49,155 | 12,550 |
| Markaz & other related expenses | 73,743 | 69,229 |
| Masjid contribution | 26,004 | 17,507 |
| Donations to Dawat-E-Hadiyah | 3,941,465 | — |
| Other expenditure | 2,226 | 13,872 |
| Staff training | 5,650 | — |
| Ififta Safar | 91,635 | — |
| Profit on disposal of tangible assets | (5,070) | — |
| | <u>4,374,354</u> | <u>336,806</u> |
| Support costs | | |
| Legal and professional fees | 3,600 | 780 |
| Governance costs | | |
| Accountancy fees | 4,553 | 3,226 |
| Audit fees | 4,102 | 3,822 |
| | <u>8,655</u> | <u>7,048</u> |
| Expenditure on charitable activities | <u><u>4,386,609</u></u> | <u><u>344,634</u></u> |