

ANJUMAN-E-BADRI (BIRMINGHAM)

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2022

Charity Number: 1080090

ANJUMAN-E-BADRI (BIRMINGHAM)

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

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ANJUMAN-E-BADRI (BIRMINGHAM)

TRUSTEES AND PROFESSIONAL ADVISORS

The Board of Trustees

Shaikh Mohamed Hussain Karimjee
Dr Shaikh Turab Maimoon
Shaikh Zulfikar Najmudin Hassanali
Dr Abbas Lohawala
Mulla Zulficar Jalal
Anwar bhai Gulamhussain Luqmanjee
Kourech Abdoulhoussen
Shabbirhussain Mansoorali Vohra

Independent Examiner

Tenets Accountants Ltd
9 Regent Street
Birmingham
B1 3LZ

Bankers

Barclays Bank plc
P O Box 324
38 Hagley Road
Edgbaston
Birmingham
B16 8NY

Solicitors

Squire Patton Boggs
Rutland House
148 Edmund Street
Birmingham
B3 2JR

Registered Name

Anjuman-e-Badri (Birmingham)

Registered Office

Saifee Mosque
164 Hingeston Street
Birmingham
B18 6PU

Charity Number

1080090

ANJUMAN-E-BADRI (BIRMINGHAM)

TRUSTEES ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2022

The Trustees are pleased to present their report and the financial statements of the charity for the year ended 31 December 2022.

Structure, Governance and Management

Anjuman-e-Badri (Birmingham) 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.

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 Mumineen of the Dawoodi Bohra Jamaat of Birmingham and in particular for the following purposes:

1. The preaching and practising 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 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.

The Trustees who served during the year were:

Shaikh Zuhair bhai H Attarwala (President) - resigned on 13 June 2022.

Shaikh Mohamed Hussain Karimjee

Dr Shaikh Turab Maimoon

Shaikh Zulfikar Najmudin Hassanali

Dr Abbas Lohawala

Mulla Zulficar Jalal

Anwar bhai Gulamhussain Luqmanjee

Kourech Abdoulhousen

Shabbirhussain Mansoorali Vohra

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 07 March 2018. 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/Qardan Hasana 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-BADRI (BIRMINGHAM)

TRUSTEES ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2022

Policies and procedures for Induction and Training of Trustees

Before appointment, Trustees are generally aware of the responsibilities they will be expected to carry out. They are also given a copy of the Trust Deed that contains the rules of the charity and must familiarise themselves with all procedures set out in the governing document.

Remuneration of Key Management

The Key Management personnel of the charity are the Trustees. The charity's policy is not to remunerate Trustees on the basis of this being the normal practice for charities of a similar size and nature.

Review of Developments, Activities and Achievements

The Trustees consider that the performance of the Trust for the year has been satisfactory. The resources of the Trust have enabled it to satisfy the demands made upon it.

There have been no changes with respect to the aims and objectives of the charity. Since its opening in 2017, the running of Masjid and community centre has been one of the key activities of the charity; in addition to supporting members of the Dawoodi Bohra community.

A number of grants and donations were made to assist individuals with their studies and to alleviate hardship within the community. These grants and donations are made at the discretion of the trustees. Representations are made by members of the community through meetings with individual trustees. These are then presented by trustees to the Board of Trustees. The Board, following deliberation with the President, then makes its decision accordingly.

The work of the Madrasah (religious school) run by the charity has also continued during the year. The charity received donations of £33,524 (2021 - £20,708) specifically in relation to the Madrasah. The Madrasah helps the charity to fulfil one of its objectives of the advancement of education.

The charity organised and hosted a number of feasts (Niyaz) for the community during the year. Donations of £61,028 (2021 - £95,101) were received from supporters to fund these events, on which the charity incurred expense of £50,847 (2021 - £84,922).

During the year, the charity continued to undertake relevant refurbishment of the properties it manages, which are owned by the Dawat-e-Hadiyah Trust (United Kingdom) on behalf of His Holiness The Dai al-Mutlaq. These properties are let to community members and the general public to generate income for the charity.

As per the Irshaadaat of Syedna Mohammed Burhanuddin (RA) and Syedna Mufaddal Saifuddin (tus), three Qardan Hasana Schemes have been initiated as follows:

- *Mohammedi Scheme* – This Scheme focuses on contributions made by Mumineen at large, collected on significant dates (e.g. on Lailat al-Jumu'ah and Yawm al-Jumu'ah) and on various Mawaaqeet (e.g. Asharah Mubarakah, Urs, etc.). In the Mohammedi Scheme, the contributors are not specifically identified, and receipts are not issued for each individual contribution (except on specific request, in which case the contribution can be forwarded to the Taher Scheme). The Mohammedi Scheme will be perpetual in nature, i.e. once the amount is contributed the amount becomes part of the corpus of the relevant Qardan Hasana Scheme.
- *Taher Scheme* – In the Taher Scheme, all contributions made are acknowledged, and a receipt is issued to the Contributor, thus allowing him to be specifically identified. Like the Mohammedi Scheme, the Taher Scheme is also based on the understanding that contributions made by Mumineen will be perpetual in nature, i.e. once the amount is contributed; the amount becomes part of the corpus of the relevant Qardan Hasana Scheme.
- *Husain Scheme* – Participants in the Husain Scheme are encouraged to give Qardan Hasana through the aegis of the Qardan Hasana Scheme towards the ennobling purpose of benefitting Mumineen in their time of need. The Husain Scheme is based on the premise that Qardan Hasana provided by Mumineen to this Scheme will earn the Mumin Thawaab and will be returnable. Givers to the Husain Scheme will specify a time-period/due date for which they are giving the amount. They are encouraged to commit large amounts, and for longer periods.

At 31 December 2022, the Husain Scheme had attracted £190,794 (2021 - £222,117) of refundable contributions. £16,335 (2021 - £10,733) was contributed through the Mohammedi and Taher Schemes during the year. At the year end, the debtors figure from amounts lent to community members during the year was £53,513 (2021 - £27,001).

ANJUMAN-E-BADRI (BIRMINGHAM)

TRUSTEES ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2022

Performance against Targets

As a result of the nature of the activities of the charity in its current form, no specific financial targets were set for the year. Rather, the charity sought to maximise the positive impact it had on the community, through the provision of charitable assistance, education, worship and events. It also sought to make refurbishments to the Masjid complex. The Trustees believe that these targets were achieved.

Future Developments

The policies and purposes of the Trust shall continue to be advanced under the provisions of the Trust Deed.

From 2019, the Trust started to rent out the two properties that charity had operated from prior to the completion of the Masjid; the income from doing this is utilised to help fund the running of the Masjid.

In the previous year (2021), the Trust completed the process to purchase land for use as a Qabristan (burial ground) located at Essington Cemetery, Bursnips Road, Wolverhampton, WV11 2AF. Donations were received from members of the Dawoodi Bohra community towards the purchase costs. Donations were also received in 2022 and the Trust plans to purchase additional land on the same site in the near future.

Public Benefit

The Trustees confirm that they have paid due regard to the guidance given by the Charity Commission on public benefit.

By fulfilling its objects, the charity has a positive impact on the local community and thus is of public benefit. It supports those in need through the giving of grants and loans, it organises and hosts feasts attended by members of the local community, and the Masjid is a place of worship and social activities for the local community.

ANJUMAN-E-BADRI (BIRMINGHAM)

TRUSTEES ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2022

Financial Review

The Charity's income decreased to £376,973 from £663,759 (2021). In the prior year, donations were received totalling £270,011 in relation to the purchase of the Qabrastan (burial ground) land at Essington Cemetery which was the key driver for the increase in income in 2021. The donations for Sabil ul-Khair wal-Barakat and Niyaz (religious feasts) have decreased by £15,852 and £34,073 respectively when compared to the prior year. However, there was an increase in donations received of £12,816 in relation to Madrasah (religious school) in comparison to 2021.

The charity's expenditure has decreased to £328,348 from £726,575 (2021). The difference is mainly driven by the cost of £358,466 for purchase of the Qabrastan land during the prior year. The repairs and maintenance costs have reduced to £17,199 in comparison to 2021 (£36,057). The Niyaz expenses have also reduced by £34,075 to £50,847 this year in comparison to £84,922 (2021). In contrast, the expenses for Madrasah have increased by £8,536 when compared to the prior year and the cost for cleaning and general expenses has also increased by £14,015 to £26,188 this year in comparison to £12,173 in 2021.

The charity achieved a net surplus of £48,625 (2021 – deficit of £62,816), mainly due to the factors mentioned above.

The charity's cash reserves have reduced to £376,126 from £406,298 in 2021. The charity's unrestricted reserves deficit has decreased to £74,995 from £88,508 (2021) and its restricted reserves have increased from a £71,285 (2021) surplus to £106,397.

The Trustees give regard to the progress made in refurbishment of the Masjid and other properties, the community projects undertaken, as well as the aforementioned financial performance indicators when assessing the charity's success in fulfilling its objects.

Reserves Policy

The charity maintains an unrestricted reserve. The charity's aim is that the unrestricted fund is maintained at a level that will enable the charity to permit it to continue in operation, at current levels of income and expenditure for the foreseeable future. The value of the unrestricted reserve remains negative, as a result of the donation of the Masjid during 2017. As stated in the future developments and going concern section, measures are being taken to increase the income of the charity to reduce this overall deficit year on year.

The restricted funds that existed during the year were in respect of the funding of Qardan Hasana (interest free loans) to community members and the purchase of land for use as a Qabrastan (burial ground). As at 31 December 2022, the charity's restricted reserves were: Qardan Hasana at £62,769 (£46,434 – 2021) and Qabrastan fund at £43,628 (2021 - £24,851).

Investment Policy

The charity holds no investments other than standard bank accounts; hence it does not have a specific investment policy.

Use of Volunteers

Volunteers help the charity to fulfil its charitable objects. Volunteers, for example, assist in the preparation of meals and organisation of events. No volunteers, other than the Trustees have decision making powers.

Entrustment Directive

The following properties vest in the "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 dated 21 October 2019 entrusted the said properties to Anjuman-e-Badri (Birmingham) 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) Saifee Masjid Complex situated at Hingeston Street, Birmingham, B18 6PU.
- 2) House situated at 17 Teddington Grove, Perry Barr, B42 1RF.
- 3) House situated at 130 Osmaston Road, Harborne, Birmingham, B17 0TN.
- 4) Community Hall situated at 63A Crosswells Road, Langley, Oldbury, Birmingham, B68 8HH

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-Badri (Birmingham), 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-Badri (Birmingham).

ANJUMAN-E-BADRI (BIRMINGHAM)

TRUSTEES ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2022

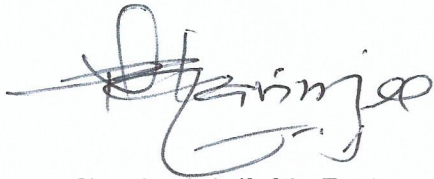
Trustees' Responsibilities

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) including FRS 102 "The Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland.

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the 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 accounting estimates that are reasonable and prudent;
- 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 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 applicable Charity (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.



Signed on behalf of the Trustees
Shaikh Mohamed Hussain Karimjee
Treasurer

Approved by the Trustees on 27 October 2023.

ANJUMAN-E-BADRI (BIRMINGHAM)

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ANJUMAN-E-BADRI (BIRMINGHAM)

YEAR ENDED 31 DECEMBER 2022

I report to the trustees on my examination of the accounts of the Anjuman-e-Badri (Birmingham) for the year ended 31 December 2022, which are set out on pages 8 to 21.

This report is made solely to the charity's trustees, as a body, in accordance with Regulation 31 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity's trustees as a body, for my work, for this report, or for the statement I have made.

Responsibilities and basis for report

As the charity trustees of the Anjuman-e-Badri (Birmingham) you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the ACT")

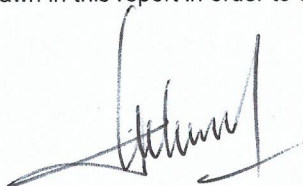
I report in respect of my examination of the Anjuman-e-Badri (Birmingham) accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

Since the Charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of ACCA, which is one of the listed bodies. I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Anjuman-e-Badri (Birmingham) as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements concerning the form and content of the accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Mr M. Abbass (FCCA)
Independent Examiner

Tenets Accountants Ltd
9 Regent Street
Birmingham
B1 3LZ

27 October 2023

ANJUMAN-E-BADRI (BIRMINGHAM)

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 DECEMBER 2022

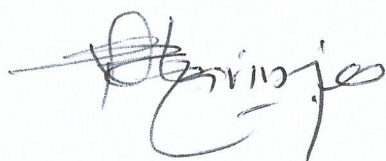
	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Income and Endowments from:					
Donations and Legacies	4	324,331	35,112	359,443	646,182
Investments	5	17,530	-	17,530	17,577
Total Income and Endowments:		341,861	35,112	376,973	663,759
Expenditure on:					
Charitable Activities	7	328,348	-	328,348	726,575
Total Resources Expended		328,348	-	328,348	726,575
Net Incoming Resources before transfers	6	13,513	35,112	48,625	(62,816)
Transfers					
Gross Transfers between funds	16	-	-	-	-
Net movement in funds	16	13,513	35,112	48,625	(62,816)
Reconciliation of funds					
Total funds brought forward	16	(88,508)	71,285	(17,223)	45,593
Total funds carried forward	16	(74,995)	106,397	31,402	(17,223)
		=====	=====	=====	=====

The notes on pages 11 to 21 form part of these financial statements.

ANJUMAN-E-BADRI (BIRMINGHAM)**BALANCE SHEET****As at 31 DECEMBER 2022**

	Note	£	2022	£	£	2021	£
Fixed Assets							
Tangible Assets	10			67,505			70,910
Current Assets							
Debtors	11	93,065			65,686		
Cash at bank and in hand		376,126			406,298		
			469,191			471,984	
Creditors: Amounts falling due within one year	12	(505,294)			(560,117)		
Net Current Assets / (Liabilities)				(36,103)			(88,133)
Total assets less current liabilities				31,402			(17,223)
Net (Liabilities) / Assets				31,402			(17,223)
				=====			=====
Funds							
Restricted	16,17			106,397			71,285
Unrestricted	16,17			(74,995)			(88,508)
TOTAL FUNDS				31,402			(17,223)
				=====			=====

These financial statements were approved by the Trustees and authorised for issue on the 27 October 2023, and are signed on their behalf by:



Shaikh Mohamed Hussain Karimjee
Treasurer

The notes on pages 11 to 21 form part of these financial statements.

ANJUMAN-E-BADRI (BIRMINGHAM)

STATEMENT OF CASH FLOWS

YEAR ENDED 31 DECEMBER 2022

	Note	2022 £	2021 £
Cash flows from operating activities:			
Net cash provided by/(used in) operating activities	18a	(24,202) =====	(29,625) =====
Cash flows from investing activities:			
Rental income		17,530	17,577
Net cash provided by/(used in) investing activities		<u>17,530</u> =====	<u>17,577</u> =====
Cash flows from financing activities			
Qardan Hasana payable		(23,500)	(18,000)
Net cash provided by/(used in) financing activities		<u>(23,500)</u> =====	<u>(18,000)</u> =====
Change in cash and cash equivalents in the reporting period		<u>(30,172)</u>	<u>(30,048)</u>
Cash and cash equivalents at the beginning of the reporting period		406,298	436,346
Cash and cash equivalents at the end of the reporting period	18b	<u>376,126</u> =====	<u>406,298</u> =====

ANJUMAN-E-BADRI (BIRMINGHAM)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

1. General Information

Anjuman-e-Badri (Birmingham) is an unincorporated charity governed by a Trust Deed. The charity is registered in England and Wales with the Charity Commission. Its registration number is 1080090 and its registered office is Saifee Mosque, 164 Hingeston Street, Birmingham, B18 6PU.

2. Accounting Policies

a) Basis of Accounting

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these financial statements. The financial statements have been prepared in accordance with Accounting and Reporting by Charities; 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) (effective January 2015) – (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The accounts (financial statements) have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

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

The financial statements are prepared in sterling, which is the functional currency of the charity, and are rounded to the nearest whole £1. The accounts are prepared for the charity as a single entity.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Charity's accounting policies (see note 3).

b) Going Concern

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern. The charity has large cash balances and a number of measures have been taken to increase income, such as renting of properties and additional donations from community members to help fund the running costs of the Masjid.

c) Incoming Resources

All incoming resources are included in the statements of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. Donations and rental income are included in the statement of financial activities when received. The corresponding gift aid due is included in the relevant fund when receivable.

d) Resources Expended

All expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. The Trust is not registered for VAT and accordingly expenditure is shown gross of irrecoverable VAT.

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.

e) Allocation of support and governance costs

Support costs have been allocated between governance costs and other support costs. Governance costs comprise all costs involving the public accountability of the charity and its compliance with regulation and good practice. These costs include costs related to the independent examination and general accountancy fees.

Support costs have been allocated between activities based on the nature of the costs. In each case, consideration is given to whether the support primarily relates to the general provision of charitable services or to the maintenance and management of the Masjid and other properties.

f) Unrestricted Funds

Unrestricted funds consist of incoming resources received and income generated for the objects of the charity, without further specified purpose, and are available as general funds.

g) Restricted Funds

Restricted funds are to be used for specific purposes. Expenditure which meets these criteria is charged to the fund.

h) Fixed Assets and Depreciation

Fixed assets are initially recorded at cost. Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Fixtures, Fittings and Improvements	- 25% Reducing Balance
Computer Equipment	- 25% Reducing Balance
Motor vehicles	- 33 ¹ / ₃ % Straight Line
Leasehold improvements	- 2% Straight Line

i) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

j) Cash at Bank and in Hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

k) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

l) Financial Instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

ANJUMAN-E-BADRI (BIRMINGHAM)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

3. Judgements in applying accounting policies and key sources of estimation uncertainty

In preparing the Financial Statements, management is required to make estimates and assumptions which affect reported income, expenses, assets, liabilities and disclosure of contingent assets and liabilities. Use of available information and application of judgement are inherent in the formation of estimates, together with expectations of future events that are believed to be reasonable under the circumstances. Actual results in the future could differ from such estimates.

Owing to the simple nature of the charity's activities, balances and transactions, no significant judgements are made. Consequently, there are not considered to be any areas of the accounts that are considered to be subject to significant estimation uncertainty.

4. Donations and legacies received

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Sabil ul-Khair wal-Barakat	136,364	-	136,364	152,216
Other donations	2,373	-	2,373	8,988
Faiz ul Mawaid il Burhaniyah	51,490	-	51,490	49,740
Gift Aid claimed	39,552	-	39,552	38,685
Qardan Hasana	-	16,335	16,335	10,733
Madrasah	33,524	-	33,524	20,708
Niyaz (religious feasts)	61,028	-	61,028	95,101
Qabrastan (burial ground)	-	18,777	18,777	270,011
	<u>324,331</u> =====	<u>35,112</u> =====	<u>359,443</u> =====	<u>646,182</u> =====

5. Income from Investments

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
Rental Income (Entrusted properties)	17,530	-	17,530	17,577

ANJUMAN-E-BADRI (BIRMINGHAM)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

6. Net Incoming Resources

	2022 £	2021 £
This is stated after charging		
- for independent examination	4,000 =====	4,000 =====

The charity has no employees (2021 - nil).

No remuneration has been paid to the Trustees in their capacity as Trustees during the year (2021 - nil). The Key Management Personnel of the charity are considered to be the Trustees, none of whom are remunerated in either 2022 or 2021.

No expenses have been paid to the Trustees in their capacity as Trustees during the year other than the reimbursement of out of pocket expenses (2021 – nil, other than the reimbursement of out of pocket expenses).

ANJUMAN-E-BADRI (BIRMINGHAM)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

7. Expenditure on Charitable Activities

	Provision of Charitable Services	Masjid and other properties	Qabrastan Fund (Restricted)	Total 2022	Total 2021
	£	£	£	£	£
Cost of Activities Undertaken Directly					
Taqarruban	47,788	-	-	47,788	61,515
Niyaz (religious feasts)	50,847	-	-	50,847	84,922
Faiz ul Mawaid il Burhaniyah	66,908	-	-	66,908	66,781
Madrasah expenses	22,496	-	-	22,496	13,960
Gifts to emissaries	5,714	-	-	5,714	4,067
Total Cost of Activities Undertaken Directly	193,753	-	-	193,753	231,245
Cost of Grant Funding of Activities					
Other donations	580	-	-	580	580
Muvasat	427	-	-	427	1,500
Total Cost of Grant Funding of Activities	1,007	-	-	1,007	2,080
Qabrastan fund			-	-	358,466
Support & Governance Costs					
Rates and water	-	540	-	540	1,853
Light and heat	-	46,155	-	46,155	42,984
Telephone	-	2,873	-	2,873	2,835
Repairs and maintenance	-	17,199	-	17,199	36,057
Cleaning and general expenses	-	26,188	-	26,188	12,173
Insurance	-	10,312	-	10,312	10,929
Other costs	15,155	-	-	15,155	12,941
Depreciation	3,405	-	-	3,405	4,092
Printing & stationery	386	-	-	386	-
Legal and professional	3,737	-	-	3,737	3,349
Independent Exam / Audit fee	4,000	-	-	4,000	4,000
Accounting fees	2,800	-	-	2,800	2,700
Bank charges	838	-	-	838	871
Total Support & Governance Costs	30,321	103,267	-	133,588	134,784
Total Expenditure on Charitable Activities	225,081	103,267	-	328,348	726,575

ANJUMAN-E-BADRI (BIRMINGHAM)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

8. Analysis of grants made:

<i>Nature of Grant:</i>	Grants to Institutions £	Grants to individuals £
Water and sanitation projects	290	-
Support to children	290	-
	<u>580</u>	<u>-</u>
	=====	=====

Recipients of Institutional Grants

	Total 2022 £	Total 2021 £
WaterAid – General grant for water and sanitation projects	290	290
Save the Children – General grant for providing support to children	290	290
	<u>580</u>	<u>580</u>
	=====	=====

All grants are considered by the Trustees to be of public benefit. A donation was also made towards an upliftment fund (Muvasat) of £427 (2021 - £1,500) for charitable purposes.

ANJUMAN-E-BADRI (BIRMINGHAM)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

9. Support and Governance Costs

Support and Governance costs have been allocated to expenditure on charitable activities on the basis that almost all of the charity's expenditure is of this nature. Support and Governance costs are allocated between Provision of Charitable Services (Unrestricted Funds) and Masjid and other properties (Unrestricted Funds) based on whether the expenditure relates to the charity's activities or the maintenance and management of the Masjid and other properties.

	Provision of Charitable Services	Masjid and other properties	Total
	£	£	£
Governance Costs	6,800	-	6,800
General Support Costs	23,521	103,267	126,788
	<u>30,321</u>	<u>103,267</u>	<u>133,588</u>
	=====	=====	=====

10. Tangible Fixed Assets

	Leasehold Improvements £	Fixtures and Fittings £	Computer Equipment £	Motor Vehicle £	Total £
Cost					
At 1 January 2022	67,368	43,680	12,553	11,490	135,091
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
	<u>67,368</u>	<u>43,680</u>	<u>12,553</u>	<u>11,490</u>	<u>135,091</u>
	=====	=====	=====	=====	=====
At 31 December 2022	67,368	43,680	12,553	11,490	135,091
	=====	=====	=====	=====	=====
Depreciation					
At 1 January 2022	4,692	36,875	11,124	11,490	64,181
Charge for the year	1,347	1,701	357	-	3,405
	<u>6,039</u>	<u>38,576</u>	<u>11,481</u>	<u>11,490</u>	<u>67,586</u>
	=====	=====	=====	=====	=====
At 31 December 2022	6,039	38,576	11,481	11,490	67,586
	=====	=====	=====	=====	=====
Net Book Value					
At 31 December 2022	61,329	5,104	1,072	-	67,505
	=====	=====	=====	=====	=====
At 31 December 2021	62,676	6,805	1,429	-	70,910
	=====	=====	=====	=====	=====

ANJUMAN-E-BADRI (BIRMINGHAM)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

11. Debtors

	2022	2021
	£	£
Gift aid claim receivable	39,552	38,685
Loans to individuals	53,513	27,001
	<hr/>	<hr/>
	93,065	65,686
	=====	=====

12. Creditors: Amounts falling due within one year

	2022	2021
	£	£
Accruals	4,000	4,000
Husain Qardan Hasana Scheme	190,794	222,117
Qardan Hasana payable	310,500	334,000
	<hr/>	<hr/>
	505,294	560,117
	=====	=====

The Qardan Hasana payable balance relates entirely to loans from the Dawat-e-Hadiyah Trust (United Kingdom) (balance as at 31 December 2022 - £164,750) and the Saifee Foundation of Europe (balance as at 31 December 2022 - £145,750). No interest is being charged on these loans.

ANJUMAN-E-BADRI (BIRMINGHAM)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

13. Financial Instruments

a) Financial Assets held at Fair Value through Income and Expenditure

	2022 £	2021 £
Total Financial Assets held at Fair Value through Income and Expenditure	376,126 =====	406,298 =====
Total Financial Assets held at Amortised Cost	93,065 =====	65,686 =====

Financial assets held at fair value through income and expenditure consists of cash at bank. The fair value of cash at bank and in hand is established by translating the balance in the bank accounts according to year end bank statements by the relevant exchange rate at 31 December 2022.

Financial assets held at amortised cost consist of the Gift Aid receivable and loans to individuals.

b) Financial Liabilities held at Fair Value through Income and Expenditure

	2022 £	2021 £
Total Financial Liabilities Held at Fair Value through Income and Expenditure	310,500 =====	334,000 =====
Total Financial Liabilities held at Amortised Cost	194,794 =====	226,117 =====

Financial liabilities held at fair value through income and expenditure consists of Qardan Hasana; interest free loans. The fair value is determined based on discussions and confirmations with the counterparties.

Financial liabilities held at amortised cost are Husain Qardan Hasana Scheme and accruals.

14. Related Party Transactions

Anjuman-e-Badri (Birmingham) is connected to the Dawat-e-Hadiyah Trust (United Kingdom). Upon its opening, Anjuman-e-Badri (Birmingham) donated the Masjid complex to the Dawat-e-Hadiyah Trust (United Kingdom). The donation value is the cost of the construction of the building.

At the year-end, Anjuman-e-Badri (Birmingham) owed the Dawat-e-Hadiyah Trust (United Kingdom) and the Saiffee Foundation of Europe £310,500 (2021 - £334,000). This balance represents interest free loans, which were made to the charity several years ago. These loan balances were accounted for entirely within creditors due within one year. Neither of these loans are secured and are repayable upon demand. During 2022, £11,750 (2021 - £9,000) was paid to Saiffee Foundation of Europe and £11,750 (2021 - £9,000) to the Dawat-e-Hadiyah Trust (United Kingdom).

At 31 December 2022, there was a total of £24,476 owed to five Trustees within the Hussain Scheme Creditor (2021 - £20,724 owed to four Trustees). In both 2022 and 2021, there were no balances due from the Trustees. During 2022, the charity received donations totalling £18,233 from seven trustees (2021 - £39,455 from seven Trustees). From time to time, trustees will incur expenditure on behalf of the charity and then be reimbursed. During 2022, these reimbursements, made to two trustees, totalled £1,027 (2021 - £7,364 to three trustees).

ANJUMAN-E-BADRI (BIRMINGHAM)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

15. Restricted Funds

	Balance at 01 Jan 2022	Incoming Resources	Expenditure	Transfers	Balance at 31 Dec 2022
	£	£	£	£	£
Qardan Hasana	46,434	16,335	-	-	62,769
Qabrastan fund	24,851	18,777	-	-	43,628
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Restricted Funds	71,285	35,112	-	-	106,397
	=====	=====	=====	=====	=====

- The Qardan Hasana represents donations from members that are to be used to help fund Qardan Hasana (interest free loans) to community members (Mohammedi and Taher scheme).
- Qabrastan fund relates to the purchase of land in Essington Cemetery for use as a burial ground.

16. Funds Analysis

	Note	Balance at 1 Jan 2022	Incoming Resources	Expenditure	Transfers	Balance at 31 Dec 2022
		£	£	£	£	£
Restricted Funds	15	71,285	35,112	-	-	106,397
Unrestricted Funds		(88,508)	341,861	328,348	-	(74,995)
		<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Funds		(17,223)	376,973	328,348	-	31,402
		=====	=====	=====	=====	=====

ANJUMAN-E-BADRI (BIRMINGHAM)

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

17. Analysis of Net Assets (between restricted and unrestricted funds)

Fund balances at 31 December 2022 are represented by:

	Unrestricted Funds £	Restricted Funds £	Total £
Tangible fixed assets	67,505	-	67,505
Current assets	172,000	297,191	469,191
Current liabilities	(314,500)	(190,794)	(505,294)
	<u>(74,995)</u> =====	<u>106,397</u> =====	<u>31,402</u> =====

18. Notes to the cash flow statement

	2022 £	2021 £
a. Reconciliation of net income/(expenditure) to net cash flow from operating activities		
Net income/(expenditure) for the reporting period	48,625	(62,816)
Adjustments for:		
Depreciation charges	3,405	4,092
(Increase)/decrease in debtors	(27,379)	(9,516)
Increase/(decrease) in creditors due in less than one year	(54,823)	38,192
Rental income	(17,530)	(17,577)
Repayment of Qardan Hasana	23,500	18,000
Net cash provided by/(used in) operating activities	<u>(24,202)</u> =====	<u>(29,625)</u> =====
b. Analysis of cash and cash equivalents	2022 £	2021 £
Cash in hand	376,126	406,298
Total cash and cash equivalents	<u>376,126</u> =====	<u>406,298</u> =====

ANJUMAN-E-BADRI (BIRMINGHAM)

GLOSSARY

YEAR ENDED 31 DECEMBER 2022

Glossary

Anjuman	An administrative unit established under the guidance and direction of the Dai-Al-Mutlaq to organise and manage the affairs of the Dawoodi Bohra Jamaat of a particular area.
Amil	Minister of religion
Sabil ul-Khair wal-Barakat	Regular contributions offered by members of Dawoodi Bohra Community.
Masjid	Mosque
Faiz ul Mawaid il Burhaniyah	Provision of food to the community
Markaz	Community centre or hall
Taqarruban	Conventional contribution offered by the various organisations, jamaats and individuals to Dawat-e-Hadiyah Trust (United Kingdom)
Qardan Hasana	Interest free loan
Madrasah	Religious school
Muvasat	Charitable assistance
Manshurat	Religious publications
Muvasalat	Transportation for emissaries and personnel
Niyaz	Religious feasts
Enayat	Grants
Mohallah	Community members in a demographic area
Qabrastan	Burial Ground
Moula ^{TUS} Milad	His Holiness birthday
Taamir	Building construction, restoration repairs and structural work.
Talimy Imdad	Education aid
Tibby Imdad	Medical aid
Rahaesh	Boarding facility/accommodation
Amanat	Deposits
Laagat	Prescribed contribution