

Charity registration number: 1080792

**Madani Girls' School**

**Annual report and financial statements**

**For the year ended 31st August 2020**

Madani Girls' School  
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Year ended 31st August 2020

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Madani Girls' School  
Reference and administrative information  
Year ended 31st August 2020

Board of trustees	Qazi Habibur Rahman Muhammad Abdur Rahman Shafiqur Rahman Chowdhury Mohammad Ahmad Ullah Altaf Hussain Azad Ahmad Mullah
Address of principal office	Myrdle Street London E1 1HL
Independent examiner	Young & Co Accountants Limited 702 Romford Road London E12 5AJ
Bankers	Natwest Bank 45 Whitechapel Road London E1 1DU

Madani Girls' School  
Report of the trustees  
Year ended 31st August 2020

Our board of trustees (the board) has collective responsibility for everything that we do, including the legal responsibility to ensure the charity is controlled and properly managed.

In discharging their collective responsibilities the trustees are responsible for preparing the trustees' annual report and the financial statements in accordance with the applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 (The Financial Reporting Standard applicable in the UK and Republic of Ireland).

The law applicable to charities in England, Wales and Scotland requires the trustees to prepare financial statements for each financial year. These must 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 judgments and estimates that are reasonable and prudent
- > state whether applicable accounting standards have been followed
- > prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The purpose of the charity, as set out in its governing document, is to advance education by providing and maintaining an Islamic school / college or educational institute for girls.

Our vision is large scale, and the aspiration is to be the first Islamic girls' school in Britain to showcase the academic and behavioural standards of an all-girls' grammar school in an Islamic setting.

In August 2020, we began our next phase with the construction of the Madani Hub, a modern purpose built building to cater for the ever-growing needs of our pupils and the wider community.

We aim to retain sufficient general funds in a range equivalent to approximately three to five months' forward expenditure. We try to hold these general reserves in case of any sudden decline in income, so that we can honour our commitments to repay the loan, fulfil contractual obligations to staff and pay running cost of the premises with some confidence.

Madani Girls' School  
Report of the trustees  
Year ended 31st August 2020

We have assessed projected future income, expenditure and cash flows over the period to 31 August 2021, and analysed the strength of the charity's reserves, liquid assets and its ability to withstand a material fall in income. We have concluded that there is a reasonable expectation that the charity has adequate resources to continue their activities for the foreseeable future. Therefore we have continued to adopt the going concern basis in preparing the financial statements.

Signed on behalf of the Board of Trustees on 28 Oct 2021 by:



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Muhammad Gias Uddin  
Chair of Madani Girls' School

Madani Girls' School

Independent examiner's report to the Trustees of Madani Girls' School

Year ended 31st August 2020

I report to the trustees on my examination of the accounts of Madani Girls' School for the year ended 31st August 2020, which are set out on pages 5 to 9.

*Responsibilities and basis of report*

As the charity trustees of Madani Girls' School 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 Trustee's 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 2011 Act.

*Independent examiner's statement*

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 that in any material respect:

- (1) accounting records were not kept in respect of the Trust 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 applicable requirements concerning the form and content of 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.

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.

Signed:

Name: M A Vankad  
Fellow of Chartered Certified Accountants

Address: 702 Romford Road  
London  
E12 5AJ

Date: 28th Oct 2021

Madani Girls' School  
Statement of financial activities  
Year ended 31st August 2020

	Unrestricted funds £	Restricted & endowment funds £	Year ended 31st August 2020 £	Year ended 31st August 2019 £
<b>Income from donations / charitable activities:</b>				
Parents' contribution	644,150	-	644,150	632,319
Donations and other income	22,248	-	22,248	26,383
Rental Income	15,045	-	15,045	20,800
Interest	212	-	212	6
Furlough Grants - COVID	46,218	-	46,218	-
<b>Total income</b>	<b>727,873</b>	<b>-</b>	<b>727,873</b>	<b>679,508</b>
<b>Expenditure on:</b>				
Wages and salaries	519,102	-	519,102	528,578
Casual Wages	-	-	-	1,630
Pension	-	-	-	100
Staff training and welfare	1,351	-	1,351	-
Rates	-	-	-	11,779
Light and heat	13,682	-	13,682	19,978
Water	1,177	-	1,177	-
Repairs and maintenance	26,151	-	26,151	5,668
Telephone and fax	3,030	-	3,030	972
Postage, printing and stationery	15,361	-	15,361	10,513
Education / examination supplies and books	45,250	-	45,250	35,742
Subscriptions	14,038	-	14,038	2,302
Insurance	16,511	-	16,511	12,050
IT Support	4,914	-	4,914	4,518
Travel and subsistence	40	-	40	1,631
Advertising, promotion and entertainment	660	-	660	1,000
Accountants fees	1,200	-	1,200	2,500
Other legal and professional	1,300	-	1,300	3,908
Bank charges	2,519	-	2,522	2,403
Depreciation and loss /(profit) on sale	60,555	-	60,555	-
Rental Property expense	25,434	-	25,434	-
Refuse	982	-	982	-
License fees	3,590	-	3,590	-
Other expenses	1,487	-	1,487	2,619
<b>Total expenditure</b>	<b>758,334</b>	<b>-</b>	<b>758,337</b>	<b>647,891</b>
<b>Net income</b>	<b>- 30,461</b>	<b>-</b>	<b>- 30,464</b>	<b>31,617</b>
<b>Reconciliation of funds:</b>				
Total funds brought forward	997,408	-	997,408	965,791
Net movement in funds	- 30,461	-	- 30,464	31,617
<b>Total funds carried forward</b>	<b>966,947</b>	<b>-</b>	<b>966,944</b>	<b>997,408</b>

Madani Girls' School  
Balance sheet  
As at 31st August 2020

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Land and building		1,490,000	1,490,000
Fixtures, fittings & equipment		121,110	-
Total fixed assets		<u>1,611,110</u>	<u>1,490,000</u>
<b>Current assets</b>			
Cash in hand and balance at bank		137,212	53,029
Trade Debtors		31,720	-
Total current assets		<u>168,932</u>	<u>53,029</u>
<b>Current liabilities</b>			
Trade creditors/accruals		96,818	54,452
Creditors: amounts falling due within one year		<u>96,818</u>	<u>54,452</u>
<b>Total assets less current liabilities</b>		1,683,224	1,488,578
Interest free loan		716,280	491,170
<b>Total net assets</b>		<u>966,944</u>	<u>997,408</u>
<b>The funds of the charity</b>			
Balance at start of period		997,408	997,408
Net (deficit)/profit		- 30,464	-
Total unrestricted funds		<u>966,944</u>	<u>997,408</u>

The accompanying notes form part of these accounts.

Approved by the Board of Trustees on 28 Oct 2021 and signed on its behalf by:




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Muhammad Gias Uddin  
Chair of Madani Girls' School

Note 1 - Basis of preparation

1.1 Basis of accounting

Madani Girls' School is a public benefit entity.

The presentation currency of the financial statements is the Pound Sterling (£).

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

The accounts have been prepared in accordance with the Statement of Recommended Practice: 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 and with the Charities Act 2011.

1.2 Going concern

The accounts (financial statements) have been prepared to give a 'true and fair' view.

After making enquiries, the trustees have a reasonable expectation that Madani Girls' School has adequate resources to continue its activities for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.

Note 2 - Accounting policies

2.1 Income

Recognition of income

All income is accounted for in the SOFA when the Charity is legally entitled to the income, it is probable that the income will be received, and the amount can be quantified with reasonable accuracy.

Offsetting

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.

2.2 Expenditure and liabilities

Liability recognition

Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

Creditors

The charity has creditors which are measured at settlement amounts less any trade discounts.

Provisions for liabilities

A liability is measured on recognition at its historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date.

### 2.3 Assets

#### Tangible fixed assets for use by charity

These are capitalised if they can be used for more than one year. The depreciation rates and methods used are disclosed in note 2.6.

#### Debtors

Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.

### 2.4 Tax

Madani Girls' School, as a registered charity is exempt from tax under Chapter 3 of Part 11 to the Corporation Tax Act 2010 or Section 256 of the Taxation for Chargeable Gains Act 1992, to the extent surpluses are applied to its charitable purposes.

### 2.5 Cash flow

The charity meets the definition of a qualifying entity under FRS 102 and has therefore taken advantage of the disclosure exemption in relation to presentation of a cash flow statement in respect of its financial statements.

### 2.6 Tangible fixed assets

Tangible fixed assets (land and building) are stated at cost. No depreciation is calculated on any other fixed assets as these are not capitalised. Instead these are written off in the year of purchase.

### Note 3 - Employees

The average number of employees, calculated on a full-time equivalent basis, during the year under review were 41 (2019 - 43).

The above numbers include staff responsible for the management and support of the volunteers.

The trustees have not received any remuneration or expenses in relation to their duties as trustees.

### Note 4 - Contribution from the volunteers

We are very grateful to our large and hugely supportive volunteer base.

Some work tirelessly to raise funds for our work and help run the charity, whilst others work directly with children and young people through our services such as being a trained volunteer or delivering our Maddrasah service.

Given the absence of a reliable measurement basis, donated services from our volunteers are not included within the financial statements. This is in line with the requirements of Charities SORP (FRS 102).

### Note 5 - Capital commitments

The charity had £1m capital commitments as at 31 August 2020, related to The Madani Hub.

Note 6 - Contingent liabilities

There were no contingent liabilities at either the beginning or at the end of the financial year.

Note 7 - Trustee remuneration and benefits

None of the trustees have been paid any remuneration or received any other benefits from an employment with their charity or a related entity.

Note 8 - Tangible fixed assets

	School freehold property £	School leasehold property £	Fixtures, fittings & equipment £	Total £
<i>Cost or valuation</i>				
At the beginning of the year	1,330,000	160,000	-	1,490,000
Additions	-	-	181,665	181,665
Adjustment	-	-	-	-
Disposals	-	-	-	-
At end of the year	1,330,000	160,000	181,665	1,671,665
<i>Depreciation and impairments</i>				
At beginning of the year	-	-	-	-
Disposals	-	-	-	-
Depreciation	-	-	60,555	60,555
Impairment	-	-	-	-
At end of the year	-	-	60,555	60,555
<i>Net book value</i>				
At the beginning of the year	1,330,000	160,000	-	1,490,000
At the end of the year	1,330,000	160,000	121,110	1,611,110