

Charity registration number: 1080792

Madani Girls' School

Annual report and financial statements

For the year ended 31st August 2021

Madani Girls' School
Table of contents
Year ended 31st August 2021

	Page
Reference and administrative information	1
Report of the trustees	2
Independent examiner's report	4
Statement of financial activities	5
Balance sheet	6
Notes to the financial statements	7

Madani Girls' School

Reference and administrative information

Year ended 31st August 2021

Board of trustees

**Muhammad Abdur Rahman
Shafiqur Rahman Chowdhury
Mohammad Ahmad Ullah
Muzaffor Murshed Ahmed**

Address of principal office

**Myrdle Street
London
E1 1HL**

Independent examiner

**Young & Co Accountants Limited
160c Fencepiece Road
London
IG6 2LB**

Bankers

**Natwest Bank
45 Whitchapel Road
London
E1 1DU**

Madani Girls' School
Report of the trustees
Year ended 31st August 2021

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.

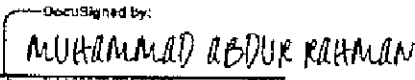
In August 2021, we began our next phase with the construction of the Madani Hub, a modern purpose built building to cater for the ever-growing needs of our pupils and the wider community.

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 2021

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 7 July 2022 by:

DocuSigned by:

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Muhammad Abdur Rahman
Chair of Madani Girls' School

Madani Girls' School

Independent examiner's report to the Trustees of Madani Girls' School
Year ended 31st August 2021

I report to the trustees on my examination of the accounts of Madani Girls' School for the year ended 31st August 2021, 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.

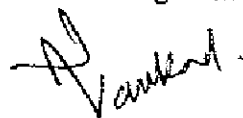
Independent examiner's statement

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: 160c Fencepiece Road
London
IG6 2LB

Date: 7th July 2022

Madani Girls' School
Statement of financial activities
Year ended 31st August 2021

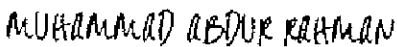
	Unrestricted funds £	Restricted & endowment funds £	Year ended 31st August 2021 £	Year ended 31st August 2020 £
Income from donations / charitable activities:				
Parents' contribution	647,740	-	647,740	644,150
Donations and other income	45,005	-	45,005	22,248
Rental Income	18,830	-	18,830	15,045
Interest	-	-	-	212
Furlough Grants - COVID	41,558	-	41,558	46,218
Total Income	753,133	-	753,133	727,873
Expenditure on:				
Wages and salaries	492,765	-	492,765	519,102
Staff training and welfare	1,039	-	1,039	1,351
Rates	5,994	-	5,994	-
Light and heat	13,473	-	13,473	13,682
Water	3,077	-	3,077	1,177
Repairs and maintenance	-	-	-	26,151
Telephone and fax	4,961	-	4,961	3,030
Postage, printing and stationery	4,233	-	4,233	15,361
Education / examination supplies and books	40,540	-	40,540	45,250
Subscriptions	658	-	658	14,038
Insurance	-	-	-	16,511
IT Support	1,620	-	1,620	4,914
Travel and subsistence	-	-	-	40
Advertising, promotion and entertainment	455	-	455	660
Accountants fees	3,000	-	3,000	1,200
Other legal and professional	4,621	-	4,621	1,300
Bank charges	2,223	-	2,223	2,522
Depreciation and loss /(profit) on sale	60,555	-	60,555	60,555
Rental Property expense	27,000	-	27,000	25,434
Refuse	-	-	-	982
License fees	2,355	-	2,355	3,590
Other expenses	1,907	-	1,907	1,487
Total expenditure	670,476	-	670,476	758,337
Net income	82,657	-	82,657	30,464
Reconciliation of funds:				
Total funds brought forward	966,944	-	966,944	997,408
Net movement in funds	82,657	-	82,657	30,464
Total funds carried forward	1,049,601	-	1,049,601	966,944

Madani Girls' School
Balance sheet
As at 31st August 2021

	Note	2021 £	2020 £
Fixed assets			
Land and building		2,949,497	1,490,000
Fixtures, fittings & equipment		60,555	121,110
Total fixed assets		<u>3,010,052</u>	<u>1,611,110</u>
Current assets			
Cash in hand and balance at bank		50,557	137,212
Trade Debtors		-	31,720
Total current assets		<u>50,557</u>	<u>168,932</u>
Current liabilities			
Trade creditors/accruals		81,877	96,818
Wages Due		47,646	-
Other taxes and social security		6,750	-
Creditors: amounts falling due within one year		<u>136,273</u>	<u>96,818</u>
Total assets less current liabilities		2,924,336	1,683,224
Interest free loan		1,874,735	716,280
Total net assets		<u>1,049,601</u>	<u>966,944</u>
The funds of the charity			
Balance at start of period		966,944	997,408
Net (deficit)/profit		82,657	- 30,464
Total unrestricted funds		<u>1,049,601</u>	<u>966,944</u>

The accompanying notes form part of these accounts.

Approved by the Board of Trustees on 7 July 2022 and signed on its behalf by:

Designated by:

 Muhammad Abdur Rahman
 Chair of Madani Girls' School

Madani Girls' School
Notes to the financial statements
For the year ended 31st August 2021

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.

Madani Girls' School
Notes to the financial statements
For the year ended 31st August 2021

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 47 (2020 - 41).

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 Madrasah 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).

Madani Girls' School
Notes to the financial statements
For the year ended 31st August 2021

Note 5 - Capital commitments

The charity had £1.4m capital commitments as at 31 August 2021, 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

	Land & Building	Fixtures, fittings & equipment	Total
	£	£	£
<i>Cost or valuation</i>			
At the beginning of the year	1,490,000	181,665	1,671,665
Additions	1,459,497	-	1,459,497
Adjustment	-	-	-
Disposals	-	-	-
At end of the year	2,949,497	181,665	3,131,162
<i>Depreciation and impairments</i>			
At beginning of the year	-	60,555	60,555
Disposals	-	-	-
Depreciation	-	60,555	60,555
Impairment	-	-	-
At end of the year	-	121,110	121,110
<i>Net book value</i>			
At the beginning of the year	1,490,000	121,110	1,611,110
At the end of the year	2,949,497	60,555	3,010,052