

LEGAL AND ADMINISTRATIVE INFORMATION

Treasurer

A. Dohi

M. A. Siddiqi

V. Dawood

S. A. Durrani

**MASJID-E-SAJEEDEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023**

Charity number

1081557

Registered address

Place Two Road

Blackburn

Lincolnshire

BB1 1PH

Independent auditor

AMS Accountants Corporate Ltd

Chartered Accountants

Floor 2

6 Portland Street

Manchester

M1 3BE

MASJID-E-SAJEEDEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

A Bobat
M A Sidat
Y Diwan
S A Desai
Y Khalifa
R Jassat
N Kola
H Mulla
S Sidat
I Kola
A Patel

Charity number

1081557

Principal address

Plane Tree Road
Blackburn
Lancashire
BB1 6PH

Independent examiner

AMS Accountants Corporate Ltd
Chartered Accountants
Floor 2
9 Portland Street
Manchester
M1 3BE

MASJID-E-SAJEDEEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL

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FOR THE YEAR ENDED 31 AUGUST 2023

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- The trustees have read this report as evidence issued by the Charity Commission in relation to the activities of the charity and its objectives.
- Acknowledgements and confirmation**
- In furtherance of the objects, but not otherwise, the trustees may exercise the following powers:
- To make provision for daily prayers, funerals and burial arrangements, marriages and other religious and social ceremonies.
 - To provide for free or Education and language training for the Muslim community and their children.
 - To co-operate in a direct or indirect way with welfare agencies, voluntary organisations, local government departments and other agencies in furtherance of the objects and to exchange information and advice with them.
 - To buy, take on lease or exchange any property necessary for the achievement of the objects and to maintain, manage or use, subject to any consent required by law to sell, lease or dispose of all or any part of the property of the organisation.
 - To promote cooperation and unity among Muslim members in furtherance of the common cause and interest in Islam.
 - To raise funds by means of donations, gifts, legacies, grant aid from statutory authorities and other means and employing agents.
 - To subscribe or support any charitable trusts, associations or institutions founded for all or any of the objects.

MASJID-E-SAJEEDEN, MADDRESAH ISLAMIAH & ISLAMIAH SCHOOL

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 AUGUST 2023

The trustees present their annual report and financial statements for the year ended 31 August 2023.

The trustees have adopted the provision of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, applicable law and 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 published on 16 July 2014 (as amended by Update Bulletin 1 published on 2 February 2016).

Objectives and activities

The Charitable Trust is constituted by Trust Deed, and its objects are:

To promote the benefit of the community in Blackburn (the area of benefit) and in particular without prejudice to the generality of the foregoing, the Muslim community, by associating together the Muslim people and the local authorities and other organisations in a common effort to relieve poverty and sickness, to advance the Muslim religion and to provide facilities for prayer services and for recognition and leisure-time occupation with the object of improving the conditions of life of the said community.

We review our aims, objectives and activities each year. This review looks at what was achieved and the outcomes of work in the previous 12 months. The review looks at the success of each key activity and the benefits they have brought to those groups of people we are set up to help. The review also helps us ensure our aim, objectives and activities remained focused on our stated purposes. We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aim and objectives and in planning our future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives they have set.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

In furtherance of the objects, but not otherwise, the trustees may exercise the following powers:-

To make provision for daily prayers, funerals and burial arrangements, marriages and other religious and social ceremonies.

To provide for Islamic Education and language teaching for the Muslim community and their children.

To co-operate in a strictly non political way with welfare agencies, voluntary organisations, local and central government departments and other agencies in furtherance of the objects and to exchange information and advice with them.

To buy, take on lease or exchange any property necessary for the achievement of the objects and to maintain, furnish for use. Subject to any consent required by law to sell, lease or dispose of all or any part of the property of the organisation.

To promote co-operation and unity among Muslim members in furtherance of the common cause and interest in Islam.

To raise funds by means of donations, gifts, legacies, grant aid from statutory authorities and other loans and fundraising events.

To establish or support any charitable trusts, associations or institutions formed for all or any of the objects.

MASJID-E-SAJEEDEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

Financial review

Total income for the period decreased to £640k (£850k in 2022), of which £360k (£512k in 2022) was generated from charitable activities and £280k (£338k in 2022) was derived from donations and legacies, and grants.

The value of charitable donations fell by £211k in 2023, due to increased living costs for UK households and soaring bills over the past year. With households tightening their outgoings and cutting back on discretionary spendings in order to manage their bills, this has affected student numbers and donations to charity.

Costs remained tightly managed and decreased in line with decrease in income.

As a result of decrease in income and tightly managing the costs on charitable activities, the trust managed to restrict its shortfall for the period to £16k.

Reserves policy

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Aside from the income generated by the charity shop, the principal funding sources for the charity are currently by way of collection boxes, appeals and donation and school fees.

The trustees actively review the major risk which the charity faces on a regular basis and believe that maintaining reserves at the current levels, combined with an annual review of the controls over key financial systems, will provide sufficient resources in the event of adverse conditions. The trustees have also examined the operational and business risks faced by the charity and confirm that they have established systems to mitigate the significant risks.

Looking forward the trust, like many charities, faces challenges and uncertainties. However, trustees believe that during 2022/23 we have continued to build strong foundations which will help us to be both more resilient and more dynamic in the future.

Plans for future periods

The charity plans continuing the activities outlined above in the forthcoming years for the benefit of the community subject to satisfactory funding arrangements.

Structure, governance and management

The organisation is a charity, established on 11 October 1969 and registered as a charity on 14 July 2000. The charity was established under a constitution of charity deed which established the objects and powers of the charity and is governed under its deed.

MASJID-E-SAJEEDEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

The trustees who served during the year and up to the date of signature of the financial statements were:

A Bobat
M A Sidat
Y Diwan
S A Desai
Y Khalifa
R Jassat
N Kola
H Mulla
S Sidat
I Kola
A Patel

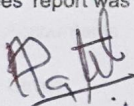
Appointment of trustees is governed by the Trust Deed of the charity. The board of Trustees is authorised to appoint new trustees to fill vacancies arising through resignation or death of an existing trustee.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The Charity has a Management Committee of up to 13 members who meet regularly and are responsible for the strategic direction and policy of the charity. At present the committee has 11 members from a variety of backgrounds relevant to the work of charity. The Committee is lead by the chairman and the secretary also sits on the committee.

Board of Trustees continue to provide excellent services working to move the Charity forwards. They give their time freely and provide excellent advise to the Charity's management team and receive no remuneration or benefits from the charity.

The trustees' report was approved by the Board of Trustees.



A Patel
Chairman

9 September 2024

MASJID-E-SAJEEDEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MASJID-E-SAJEEDEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL

I report to the trustees on my examination of the financial statements of Masjid-e-Sajeeden, Maddresah Islamiyah & Islamiyah School (the charity) for the year ended 31 August 2023.

Responsibilities and basis of report

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. 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

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 ICAEW, which is one of the listed bodies.

I have completed my examination. I confirm that no 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 charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements to be reached.

AMS Accountants Corporate Ltd

Chartered Accountants
Floor 2
9 Portland Street
Manchester
M1 3BE

Dated: 9 September 2024

MASJID-E-SAJEEDEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2023

	Notes	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Income from:			
Donations and legacies	2	279,517	338,011
Charitable activities	3	359,818	511,600
Total income		639,335	849,611
Expenditure on:			
Charitable activities	4	655,777	851,327
Total expenditure		655,777	851,327
Net expenditure and movement in funds		(16,442)	(1,716)
Reconciliation of funds:			
Fund balances at 1 September 2022		717,815	719,531
Fund balances at 31 August 2023		701,373	717,815

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

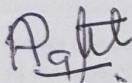
MASJID-E-SAJEEDEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL

BALANCE SHEET

AS AT 31 AUGUST 2023

	Notes	2023 £	2022 £
Fixed assets			
Tangible assets	8	499,453	510,925
Current assets			
Cash at bank and in hand		206,477	211,390
Creditors: amounts falling due within one year	9	(4,557)	(4,500)
Net current assets		201,920	206,890
Total assets less current liabilities		<u>701,373</u>	<u>717,815</u>
Income funds			
Unrestricted funds		701,373	717,815
		<u>701,373</u>	<u>717,815</u>

The financial statements were approved by the Trustees on 9 September 2024



Ayub Patel
Trustee

MASJID-E-SAJEEDEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2023

1 Accounting policies

Charity information

Masjid-e-Sajedeen, Madressa Islamiyah & Islamiyah School is a charitable trust registered in England and Wales. The registered office is Plane Tree Road, Blackburn, Lancashire, England, BB1 6PH.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's Trust Deed, the Charities Act 2011 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005 applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity constitutes a public benefit entity as defined by FRS102. 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 (FRS102) issued on 16 July 2014 (as updated through Update Bulletin 1 published on 2nd February 2016), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice.

The financial statements are prepared on a going concern basis under the historical cost convention. The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

MASJID-E-SAJEEDEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

1 Accounting policies (Continued)

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Donated services and facilities are included at the value to the charity where this can be quantified. The value placed on these resources is the estimated value to the charity of service or facility received.

The value of services provided by volunteers has not been included in the accounts.

Voluntary income is received by way of grants, donations and gifts and is included in full in the Statement of Financial Activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Incoming resources from charitable trading activity are accounted for when earned.

1.5 Expenditure

All expenditure is recognised and accounted for on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the accountancy fees and cost linked to the strategic management of the charity

All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis consistent with use of the resources.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	Not depreciated
Fixtures and fittings	15% Reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

MASJID-E-SAJEEDEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

1 Accounting policies

(Continued)

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.9 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

MASJID-E-SAJEEDEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

2 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
Government grants	2,106	5,000
Membership fees	183,097	206,818
Donated goods and services	7,986	4,497
Other	86,328	121,696
	<u>279,517</u>	<u>338,011</u>

3 Income from charitable activities

	Unrestricted funds	Unrestricted funds
	2023	2022
	£	£
School fees	341,691	483,709
Other income	18,127	27,891
	<u>359,818</u>	<u>511,600</u>

MASJID-E-SAJEEDEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

4 Expenditure on charitable activities

	2023 £	2022 £
Direct costs		
Staff costs	510,938	631,215
Depreciation and impairment	11,473	12,660
Rates	14,296	18,046
Insurance	7,671	13,852
Light and heat	38,236	36,630
Books, fees and prizes	24,341	67,126
Printing, postage and stationery	6,280	10,180
Telephone	4,940	7,747
Repairs and maintenance	20,459	34,826
Computer running costs	7,114	13,431
Cleaning	1,537	263
Sundry expenses	6,992	4,026
Accountancy	1,500	1,325
	<u>655,777</u>	<u>851,327</u>
Analysis by fund		
Unrestricted funds	<u>655,777</u>	<u>851,327</u>

5 Net movement in funds

The net movement in funds is stated after charging/(crediting):

Depreciation of owned tangible fixed assets	<u>11,473</u>	<u>12,660</u>
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6 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

7 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
	<u>25</u>	<u>32</u>
Employment costs		
	<u>2023 £</u>	<u>2022 £</u>
Wages and salaries	<u>510,938</u>	<u>631,215</u>

MASJID-E-SAJEEDEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

7 Employees

(Continued)

There were no employees whose annual remuneration was more than £60,000.

8 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Total £
Cost			
At 1 September 2022	434,436	229,672	664,108
At 31 August 2023	434,436	229,672	664,108
Depreciation and impairment			
At 1 September 2022	-	153,182	153,182
Depreciation charged in the year	-	11,473	11,473
At 31 August 2023	-	164,655	164,655
Carrying amount			
At 31 August 2023	434,436	65,017	499,453
At 31 August 2022	434,436	76,489	510,925

9 Creditors: amounts falling due within one year

	2023 £	2022 £
Other taxation and social security	3,056	3,175
Accruals and deferred income	1,501	1,325
	4,557	4,500

10 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 September 2022 £	Incoming resources £	Resources expended £	At 31 August 2023 £
General funds	717,815	639,335	(655,777)	701,373

MASJID-E-SAJEEDEN, MADDRESAH ISLAMIYAH & ISLAMIYAH SCHOOL

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

10 Unrestricted funds (Continued)

Previous period:	At 1 September 2021	Incoming resources	Resources expended	At 31 August 2022
	£	£	£	£
General funds	719,531	849,611	(851,327)	717,815

11 Analysis of net assets between funds

	Unrestricted funds 2023 £
At 31 August 2023:	499,453
Tangible assets	201,920
Current assets/(liabilities)	701,373

	Unrestricted funds 2022 £
At 31 August 2022:	510,925
Tangible assets	206,890
Current assets/(liabilities)	717,815

12 Related party transactions

There were no disclosable related party transactions during the year (2022 - none).

13 Taxation

As a charity, Masjid-e-Sajeeden, Maddresah Islamiyah & Islamiyah School is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.