

Madina House Trust
Unaudited Financial Statements
For the year ended
31 December 2021

SAK2020 LTD.

Chartered Certified Accountants
Broadway House
Broadway
Cardiff
CF24 1PU

Madina House Trust
Financial Statements
Year ended 31 December 2021

	Page
Trustees' annual report	1
Independent examiner's report to the trustees	4
Statement of financial activities (including income and expenditure account)	5
Statement of financial position	6
Notes to the financial statements	7
The following pages do not form part of the financial statements	
Detailed statement of financial activities	12
Notes to the detailed statement of financial activities	13

Madina House Trust
Trustees' Annual Report
Year ended 31 December 2021

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

Report of the trustees for the year ended 31st December 2021

The trustees have the pleasure in presenting their report for the year ended 31st December 2021. This report is prepared in accordance with the Trust Deed and the recommendations of the Statement of Recommended Practice - Accounting and Reporting by Charities, and complies with applicable law.

Reference and administrative details

Registered charity name Madina House Trust

Charity registration number 1082055

Company registration number

Principal office and registered

The trustees

Mr K Mustafa
Prof S Kidwai OBE
Dr Z Khan
Dr M Hasan MBE

Independent examiner Akhtar Ali Mir FCPA, ACIE
Independent Charity examiner
Broadway House
Broadway
Cardiff
CF24 1PU

Madina House Trust

Trustees' Annual Report *(continued)*

Year ended 31 December 2021

Objectives and activities

Constitution and objects

The council, which is a recognised charity in England and Wales, is operated under the rules of its Trust Deed dated 24th July 2000. The principal object of the Charity is to provide safer environment to the distress and troubled youngsters and women, provide counselling and psychological stimulation to such individuals. Help and support such projects with similar goals.

Trustee's responsibilities

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under section 43(2) of the Charities act 1993) and that an independent examination is needed. It is our responsibility to: " Examine the accounts (under section 43(3)(a) of the 1993 Act) " To follow the procedures laid down in the General Directions given by the Charity Commissioners (under section 43(7)(b) if the 1993 Act); and " To state whether particular attention have come to my attention.

Risk Management

The Trustees assessed the risk to which the charity exposed, in particular those related to the operations and finances of the Council and are satisfied that systems are in place to mitigate our exposure to the major risks.

Introduction

In the last six months we have continued to provide essential support to vulnerable women, youths and children. Our methods have included counselling, advocacy, befriending and mediation. Prior to intervention, we've conducted assessments to better understand the needs of each individual client or family. This has enabled us to plan and implement effective support. Many clients who come to us for support are facing a crisis, feeling hopeless and unable to move forward. They often experience suicidal thoughts and may have made attempts to end their lives due to feelings of isolation and fear of being judged.

Counselling

We have supported a number of women and young girls through our counselling service. Some of the issues they face are complex, necessitating a person centred approach. Later in the treatment process, cognitive behavioural therapy and spiritual guidance are used to promote self-empowerment. We help these individuals to regain their self-esteem and confidence in their ability to make positive choices as well as to build resilience against future challenges by teaching them new, healthy coping strategies for management of emotions and thoughts.

Advocacy

This service has helped many women and young girls to access other services and feel confident that they are being supported and empowered. Some have used this service to help them access benefits, understand budgeting, create CV's, engage with business or organisations via written communication and obtain information they would not otherwise have access to. Below are examples of clients that have been supported in this way.

Befriending

Our befrienders provide one to one emotional support and mentoring to clients. This service helps women to feel they are not alone and gives them something to look forward to once a week. All of our clients who access this service feel they have a point of contact to discuss any low level needs that they may have. They feel confident knowing someone is with them to go to places and take part in activities. The befrienders help clients to feel part of the community by connecting them with community events or gatherings. Clients feel they have a associate that they can confide in but at the same time are aware of and respect professional boundaries.

Mediation

Many of the above services have an embedded element of mediation. When providing counselling to

Madina House Trust

Trustees' Annual Report *(continued)*

Year ended 31 December 2021

women, there may be a need to mediate between her and her husband or another family member to help resolve the situation. At times the mediation can take place between a parent and their child or the client and another service / organisation.

Spiritual support

Many clients are looking for guidance to help them become focused in life and want direction on how to deal with challenges they face from a faith based perspective. This is where spiritual guidance and explanations can help clients feel connected to what they believe in and improve their wellbeing and the likelihood of success in long term improvements.

Seren Fach

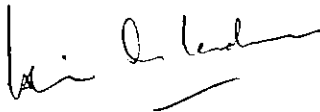
Our mother and toddler group continues to provide support for mums and help them feel confident in caring for their child/children. This group has become a peer support group and a place where mums can share information and support each other on issues which are culturally sensitive. There is an element of emotional support where they are able to listen to each other's concerns.

I would like to take this opportunity to thank members of my executive committee, the central working committee and the community for their support, advice, guidance and sheer belief and commitment in our work. I thank Allah SWT for His mercy on us and pray that He accepts the work of His servants striving for the betterment of His creation. We would also like to thank our fellow trustees, volunteers and the community for their support, encouragement, advice, guidance, assistance and constructive criticism. Madina House Trust supports Community Care and Wellbeing Services (CCAWS), a CIO based in Wales who provide the aforementioned services. Madina House Trust provides approximately £24,000 in financial support to CCAWS, to assist in covering salaries and volunteer's expenses

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 31st August 2022 and signed on behalf of the board of trustees by:



Prof S Kidwai OBE
Trustee



Dr M Hasan MBE
Trustee

Madina House Trust

Independent Examiner's Report to the Trustees

Year ended 31 December 2021

I report to the trustees on my examination of the financial statements of Madina House Trust ('the charity') for the year ended 31 December 2021.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation for the accounts. The charity's trustees consider that an audit is not required for the year (under section 43 (2) of the Charities Act 1993 (the 1993 Act) and that an independent examination is needed. It is my responsibility to : -Examine the accounts (under section 43(3)(a) of the 1993 Act) -To follow the procedures laid down in the General Directions given by the Charity Commissioners (under section 43(7)(b) of the 1993 Act); and -To state whether particular points have come to my attention

Independent examiner's statement

In Connection with my examination, one matter has come to my attention; 1. which gives me reasonable cause to believe that in any material respect the requirements -To keep accounting records in accordance with section 41 of the 1993 Act; and -To prepare accounts which accord with the accounting records and comply with the accounting requirements of the 1993 Act. 2. To which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Akhtar Ali Mir FCPA, ACIE
Independent Charity examiner
Broadway House
Broadway
Cardiff
CF24 1PU

Madina House Trust

Statement of Financial Activities (including income and expenditure account)

Year ended 31 December 2021

		2021	2020
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Other income	3	43,761	47,820
Total income		<u>43,761</u>	<u>47,820</u>
Expenditure			
Expenditure on raising funds:			
Costs of raising donations and legacies	4	33,635	39,577
Total expenditure		<u>33,635</u>	<u>39,577</u>
Net income and net movement in funds		<u>10,126</u>	<u>8,243</u>
Reconciliation of funds			
Total funds brought forward		915,946	907,703
Total funds carried forward		<u>926,073</u>	<u>915,946</u>

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

The notes on pages 7 to 10 form part of these financial statements.

Madina House Trust

Statement of Financial Position

31 December 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	6	632,514	632,514
Current assets			
Cash at bank and in hand		293,559	283,432
Net current assets		293,559	283,432
Total assets less current liabilities		926,073	915,946
Funds of the charity			
Unrestricted funds		926,073	915,946
Total charity funds	7	926,073	915,946

For the year ending 31 December 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Trustees' responsibilities:

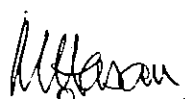
- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 31st August 2022, and are signed on behalf of the board by:



Prof S Kidwai OBE
Trustee



Dr M Hasan MBE
Trustee

The notes on pages 7 to 10 form part of these financial statements.

Madina House Trust

Notes to the Financial Statements

Year ended 31 December 2021

1. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

2. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Madina House Trust

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

2. Accounting policies *(continued)*

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- 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.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Madina House Trust

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

2. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

3. Other income

	Unrestricted Funds	Total Funds 2021	Unrestricted Funds	Total Funds 2020
	£	£	£	£
Rent Received	<u>43,761</u>	<u>43,761</u>	<u>47,820</u>	<u>47,820</u>

Madina House Trust

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

4. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Costs of raising donations and legacies - Donations	33,635	33,635	39,577	39,577

5. 5. Donation to other charities

Donations were given to other charities which provide help to distressed and troubled youngsters in general also to women in particular, as well as supporting other projects with similar goals.

6. Tangible fixed assets

	Freehold property £
Cost	
At 1 January 2021 and 31 December 2021	632,514
Depreciation	
At 1 January 2021 and 31 December 2021	—
Carrying amount	
At 31 December 2021	632,514
At 31 December 2020	632,514

7. Analysis of charitable funds

Unrestricted funds

	At 1 January 20 21 £	Income £	Expenditure £	At 31 December r 2021 £
General funds	51,850	43,761	(33,635)	61,976
Unrestricted fund	864,096	—	—	864,096
	<u>915,946</u>	<u>43,761</u>	<u>(33,635)</u>	<u>926,072</u>

	At 1 January 20 20 £	Income £	Expenditure £	At 31 December 2020 £
General funds	43,607	47,820	(39,577)	51,850
Unrestricted fund	864,096	—	—	864,096
	<u>907,703</u>	<u>47,820</u>	<u>(39,577)</u>	<u>915,946</u>

Madina House Trust
Management Information
Year ended 31 December 2021

The following pages do not form part of the financial statements.

Madina House Trust

Detailed Statement of Financial Activities

Year ended 31 December 2021

	2021 £	2020 £
Income and endowments		
Other income		
Rent Received	43,761	47,820
	<u>43,761</u>	<u>47,820</u>
Total income	<u>43,761</u>	<u>47,820</u>
Expenditure		
Costs of raising donations and legacies		
Management Fees	5,049	4,178
Rates & water	1,469	2,671
Light & heat	1,505	3,491
Repairs & maintenance	957	3,149
Cleaning & Refuse	300	1,140
Accountancy Fee	200	200
Sundry	—	140
Bank Charge	65	60
Legal and professional fees	90	548
Donation to other Charities	24,000	24,000
	<u>33,635</u>	<u>39,577</u>
Total expenditure	<u>33,635</u>	<u>39,577</u>
Net income	<u>10,126</u>	<u>8,243</u>

Madina House Trust

Notes to the Detailed Statement of Financial Activities

Year ended 31 December 2021

	2021 £	2020 £
Costs of raising donations and legacies		
Costs of raising donations and legacies - Donations		
Management Fees	5,049	4,178
Rates & water	1,469	2,671
Light & heat	1,505	3,491
Repairs & maintenance	957	3,149
Cleaning & Refuse	300	1,140
Accountancy Fee	200	200
Sundry	—	140
Bank Charge	65	60
Legal and professional fees	90	548
Donation to other Charities	24,000	24,000
	<u>33,635</u>	<u>39,577</u>
Costs of raising donations and legacies	<u><u>33,635</u></u>	<u><u>39,577</u></u>