

SALAFI BOOKSTORE AND ISLAMIC CENTRE

England & Wales · Charity number 1083080

Details

Status Registered

Legal form Other

Registered 2000-10-30

Register [View on the Charity Commission register](#)

Contact

Address 472 Coventry Road
Small Heath
Birmingham
B10 0UG

Phone 01217730003

Email admin@spubs.com

Website www.salafibookstore.com

Activities

Objects: TO PROMOTE THE KNOWLEDGE OF ALLAAH (GOD) AS PORTRAYED IN THE AUTHENTIC SOURCES OF ISLAAM AND ACCORDING TO THE WAY OF THE SALAF-AS-SAALIH (PIOUS PREDECESSORS)

Activities: TO PROMOTE THE KNOWLEDGE OF ALLAH (GOD) AS PORTRAYED IN THE AUTHENTIC SOURCES OF ISLAM AND ACCORDING TO THE WAYS OF SALAF-AS-SAALIH. RAISING FUNDS TO ACCOMPLISH THE ABOVE OBJECTIVE THROUGH PUBLICATION OF BOOKS, RETAIL OF ELECTRONICS.

Classification

- **How:** Provides Advocacy/advice/information
- **What:** Religious Activities
- **Who:** The General Public/mankind

Geography

- Birmingham City

Finances

Period end	Income	Expenditure	Assets	Employees
2024-09-30	£1,232,121	£1,222,035	£1,972,872	10
2023-09-30	£1,284,802	£856,878	£1,962,786	14
2022-09-30	£1,086,424	£932,287	£1,534,862	13
2021-09-30	£894,717	£763,454	£1,380,725	11
2020-09-30	£671,784	£560,712	£1,249,462	10

Trustees

Name	Role	Appointed
AMJAD HUSSAIN		
AMJAD RAFIQ		
NIGEL FRANCIS		2017-08-07

SALAFI BOOKSTORE AND ISLAMIC CENTRE

England & Wales - Charity number 1083080

Accounts

REGISTERED CHARITY NUMBER: 1083080

SALAFI BOOKSTORE AND ISLAMIC CENTRE

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2024

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

	Page
Trustee's Report	1
Independent Auditor's Report	9
Statement Of Financial Activities	12
Balance Sheet	13
Statement of Cash Flows	14
Notes To The Financial Statements	15
Income & Expenditure Statement	21

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

The Trustees present their report and audited financial statements of the charity for the year ended 30 September 2024.

REFERENCE AND ADMINISTRATIVE DETAILS

CHARITY NUMBER:	1083080
REGISTERED ADDRESS	472 Coventry Road Small Heath Birmingham B10 0UG
EXECUTIVE COMMITTEE CHAIRMAN	Mr Nigel Andrew Francis
EXECUTIVE COMMITTEE SECRETARY	Mr Amjad Rafiq
TRUSTEES	Mr Amjad Rafiq Mr Amjad Hussain Mr Nigel Andrew Francis
ACCOUNTANTS/ AUDITORS	MAT Global Limited 5 Highgate Business Centre Highgate Road Birmingham B12 8EA
BANKERS	Lloyds Bank

SALAFI BOOKSTORE AND ISLAMIC CENTRE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2024

The Trustees present their annual report and audited financial statements for the year ended 30 September 2024 and confirm that they comply with the Charities Act 2011, the Trust Deed and the Charities SORP applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Administrative Information

Trustees who have served for the year ended 30 September 2024 were as follows:

Mr Amjad Rafiq	- Trustee
Mr Amjad Hussain	- Trustee
Mr Nigel Andrew Francis	- Trustee

1. Governance, Structure and Management

Governing Document

Salafi Bookstore and Islamic Centre was constituted as a Charitable Trust registered with Charity Commission on 30 October 2000 under the charity number 1083080. It is governed by a Trust Deed, dated 23rd July 1999, amended on 1st July 2019.

Organisational Structure

The trustees are appointed by a resolution of the trustees passed at a special meeting called under clause "D" of the Deed of Trust. The trustees are responsible for the following:

- The day to day running of the bookstore and online bookstore;
- Organising fundraising activities;
- Organising events for propagation of the goals of the charity;
- All administrative affairs connected to the charity.

2. Objectives and Activities

Our Aims

The objectives of the charity are set out in the Charity's Trust Deed and can be expressed as follows in slightly more detail:

- To publish books and leaflets to advance the understanding of the Salafi beliefs and practices
- To provide a bookstore in a safe and welcoming environment open to all religions and persuasions to come and learn Salafi beliefs and practices
- To advance the education of the community, in particular Muslims through the maintenance of educational establishments and mosques

- To advance the moderate pietist Salafi beliefs and practices that call to living alongside all people peacefully whilst maintaining one's faith
- To encourage good behavior and kind conduct between Muslims and non-Muslims
- To teach that following different religions should not lead to extremism or intolerance within communities
- Working with schools, colleges and universities to advance the understanding of Salafi beliefs and practices
- Enhance a sense of belonging and strengthen commitment to society and its betterment
- To educate Muslims and non-Muslims about the dangers of extremism and in particular violent/terrorist extremism that is not sanctioned in Islam in anyway, form or manner. In this regard we continuously produce leaflets, audio lectures and books that aim to educate and play a role in de-radicalisation
- To cooperate with local police [Counter Terrorism Unit] and the "Prevent Team" to help in countering extremist ideologies. In this regard one of our trustees delivered a lecture at the Police headquarters in Birmingham
- Empower the community to become aspiring, effective and productive members of the British society

Our objectives are set to reflect the Islamic Salafi faith and community aims. Each year our trustees review our objectives and activities to ensure they continue to reflect our aims. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit.

Our aim remains to provide the community, Muslims and non-Muslims alike, the opportunity to learn about Salafi Islamic tenets, practices and worship.

Our ambition is to build the self confidence of the Muslims in their faith and through our efforts and activities help make our society peaceful, vibrant and harmonious.

Strategies

An important part of our strategy is community spiritual welfare and education. All our community activities including classes and seminars are advertised and we welcome the participation of all in our local community, Muslims and non-Muslims alike. All of our activities are free and supported by public donations.

3. Recruitment and Appointment of Trustees

The existing trustees are responsible for the recruitment of new trustees but in doing so the trustees seek the views and recommendations of both elders and young representation. The trustees believe this approach ensures the new trustees are respected members of the faith and community and to ensure that good relations are fostered between the charity and the people of the community that we serve.

In selecting new trustees, we seek to identify people who regularly attend events and functions organised by the charity and are willing to volunteer to help in our broader community work. Potential trustees are invited to attend trustees meetings as observers and are given more details of the charity's aims and activities and, if all agree, they are then proposed as new trustees at the subsequent trustees' meeting. This process allows due consideration of the person's eligibility, personal competence, specialist knowledge and skills.

Induction and Training of Trustees

Following appointment, new trustees are introduced to their new role and given copies of the Trust Deed and a guide to the policies and procedures adopted by our charity. A number of publications from the charities commission are also provided including the guidance on charities and public benefit and on the advancement of religion for the public benefit. This ensures that new trustees are aware of the scope of their responsibilities under the Charities Act. Initially, new trustees work with an existing trustee assisting on particular activities and projects run by the charity. After satisfactory feedback from existing trustees, they are then given the task of leading a particular activity or project, reporting progress at trustees meetings.

4. Achievements and Performance

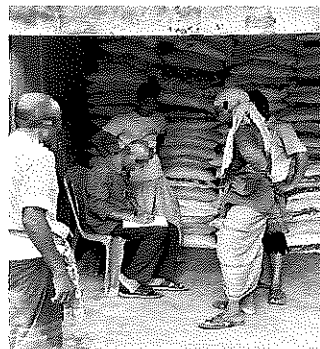
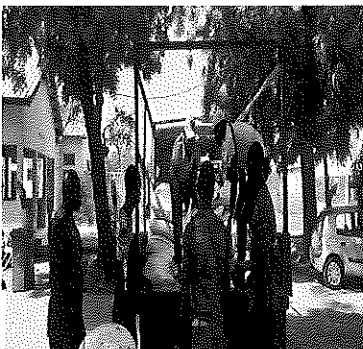
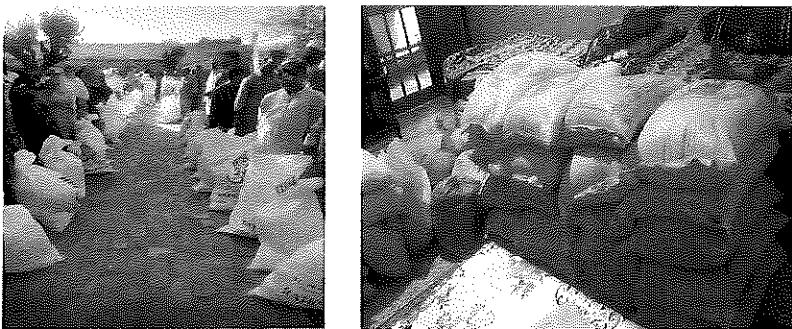
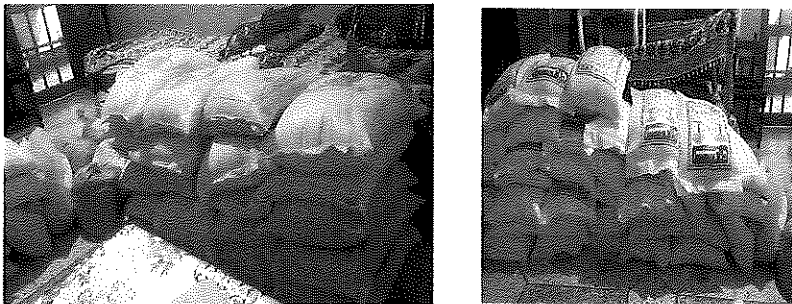
We are pleased to report on the substantial completion of the construction and refurbishment work at the Aston Mosque in Birmingham. It is now functional and regular prayers are held and community services delivered. During this year, we have completed major renovation works at Wright Street Mosque. The work was carried out to improve the facilities.

We are grateful for the ongoing support of the local community in supporting this important endeavour.

Overseas Aid

We have raised funds to help poor and needy people throughout the year in Bangladesh, Pakistan, Indonesia and across Africa. We have included some images of work done overseas. We would like to thank everyone for participating in these efforts both here in the UK and locally.

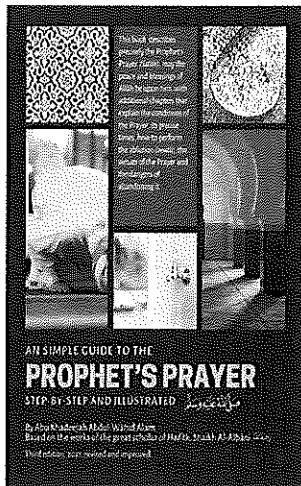
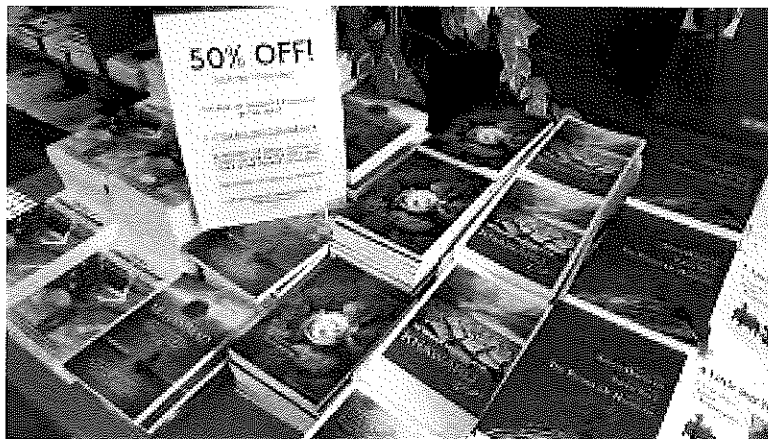
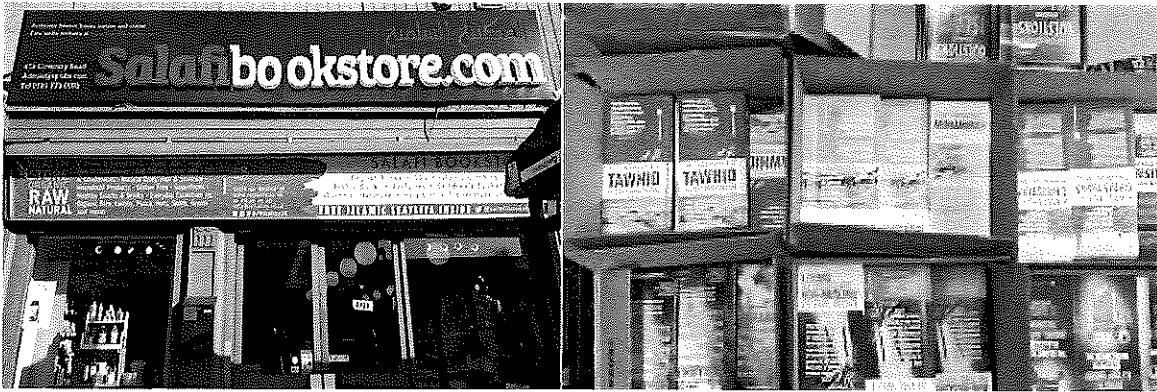
Overseas Charity Work April 2024 - Pakistan, Bangladesh, Indonesia, Gambia



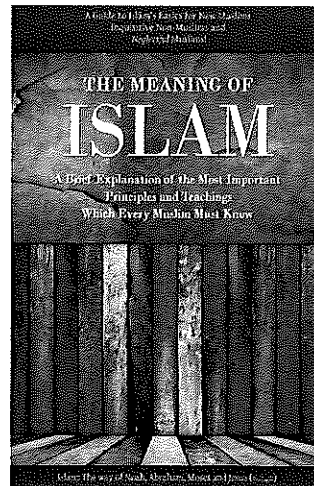
Hundreds and thousands of free leaflets have been produced by the charity and distributed. Here is a selection of them:



Additionally, we have several book publications that are sold through the physical bookstore and the online bookstore, again for the purpose of disseminating and understanding the Salafi doctrine.



POCKETSIZE



Several new publications were published during this year, and that is reflected on the Salafi Bookstore's website {www.salafibookstore.com} as well as in store.

5. Financial review

The trustees regularly review the reserves of the charity. Their policy is to hold enough funds to meet a minimum of three months operating costs of the charity excluding the depreciation and one off cost of major refurbishments/acquisitions. The net operating costs for the charity in the year ended 30 September 2024 after excluding depreciation provision of £24,365 (2023: £8,907) was £32,877 (2023: £29,361) per month. The charity has a combined bank and cash in hand reserves amounting to £765,447 (2023: £950,932).

The trustees reserves policy relating to its shop and publications operating costs is not only based on bank or cash reserves. It is also to ensure that the margin between shop sales and cost of sales is sufficient to provide enough surplus to keep up with its operating costs.

Principal funding sources

The charity's main source of income is through shop sales (Books and other products). In addition it also receives public donations which contribute towards fulfilling the aims and goals of the charity.

During the year total bookstore & publications income was £834,996 (2023: £826,148). Total donations raised during the year were £365,529 (2023: £427,058), these were general public donations.

The charity also received rental income of £31,596 (2023: £31,596) from sharing excess part of the premises, rented out to another non for profit organisation with similar objectives.

6. Risk Management

The trustees actively review the major risks which the charity faces on a regular basis and believe that maintaining reserves at 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 other operational and business risks faced by the charity and confirm that they have established systems to mitigate the significant risks.

7. Trustee's Responsibilities in relation to the Financial Statements

The charity trustees are responsible for preparing an annual report and financial statements in accordance with applicable law of United Kingdom Accounting Standards (United Kingdom Generally Accepted Practice).

The law applicable to charities in England and Wales require the charity trustees to prepare financial statements for each period 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 the financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Observe the method and principles in the charities SORP (FRS 102)
- Make judgments and estimates that are reasonable and prudent
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011 and SORP (FRS 102). They are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees for the purposes of charity law who served during the period up to the date of this report are set out on page 2.

This report has been prepared in accordance with the Charities Act 2011, the Trust Deed and the Charities SORP applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK & Republic of Ireland (FRS 102).

Appointment of Auditors

MAT Global Limited has been appointed as Auditor in accordance with Section 144 of the Charities Act 2011.

Approved on 2 July 2025 by the trustees and signed on their behalf by:



Mr Nigel Andrew Francis Trustee

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
SALAFI BOOKSTORE AND ISLAMIC CENTRE
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

Opinion

We have audited the financial statements of Salafi Bookstore and Islamic Centre ('the charity') for the year ended 30 September 2024 which comprise the Statement of Financial Activities, Balance Sheet, Cashflow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 September 2024 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustee's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least 12 months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, including the trustees' report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on pages 7-8, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the Trust through discussions with trustees and other management, and from our commercial knowledge and experience of the Islamic religious sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the Trust, including the Charities Act 2011, taxation legislation, data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence' and
- identified laws and regulations which were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit. We assessed the susceptibility of the Trust's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:
- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations;

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias;
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims;
- reviewing correspondence with the Trust's legal advisors.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities.


This description forms part of our auditor's report.

MAT Global Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor under Section 144 of the Charities Act.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and the regulations made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Dated: 2 July 2025



Mohammed Shabir (*Senior Statutory Auditor*)
MAT Global Limited
5 Highgate Business Centre
Highgate Road
Birmingham
B12 8EA

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

<u>Incoming Resources</u>	Notes	Restricted Funds £	Unrestricted Funds £	TOTAL Funds 2024 £	TOTAL Funds 2023 £
Incoming Resources from generating funds:					
Donations, legacies and similar	2	-	365,529	365,529	427,058
Incoming Resources from Charitable activities	3	-	834,996	834,996	826,148
Incoming Resources from Rental Income	3	-	31,596	31,596	31,596
Government Grant	3	-	-	-	-
TOTAL INCOMING RESOURCES		-	1,232,121	1,232,121	1,284,802
Resources Expended					
Costs of Generating funds	4	-	177,557	177,557	143,142
Charitable Activities	5	-	1,022,750	1,022,750	696,476
Governance Costs	6	-	21,728	21,728	17,260
TOTAL RESOURCES EXPENDED		-	1,222,035	1,222,035	856,878
OTHER RECOGNISED GAINS/(LOSSES):					
Gains on revaluation of fixed assets for the charity's own use		-	-	-	-
NET MOVEMENT IN FUNDS		-	10,086	10,086	427,924
RECONCILIATION OF FUNDS					
TOTAL FUNDS Brought forward		-	1,962,786	1,962,786	1,534,862
TOTAL FUNDS Carried forward		-	1,972,872	1,972,872	1,962,786


SALAFI BOOKSTORE AND ISLAMIC CENTRE

BALANCE SHEET AS AT 30 SEPTEMBER 2024

	Notes	2024		2023	
<u>FIXED ASSETS</u>	11	£	£	£	£
Freehold Property & Improvements			968,979		811,527
Equipment			6,539		4,181
Plant & Machinery			23,223		6,187
Fixtures & Fittings			1,258		1,677
			<u>999,999</u>		<u>823,572</u>
<u>CURRENT ASSETS</u>					
Stock	12	142,316		161,430	
Debtors	13	68,063		50,063	
Cash & Bank Account Balances		765,447		950,932	
			<u>975,826</u>	<u>1,162,425</u>	
<u>LESS CREDITORS: Amounts</u>					
Falling Due Within One Year	14	(2,953)		(23,211)	
NET CURRENT (LIABILITIES) ASSETS					
			<u>972,873</u>	<u>1,139,214</u>	
			<u>1,972,872</u>	<u>1,962,786</u>	
<u>LESS CREDITORS: Amounts Falling</u>					
Due after more than One Year	15		-	-	
TOTAL ASSETS LESS TOTAL LIABILITIES			<u><u>1,972,872</u></u>	<u><u>1,962,786</u></u>	
<u>THE FUNDS OF THE CHARITY:</u>					
<u>Unrestricted Funds</u>					
General/ Designated Purpose Funds B/Fwd	17	1,962,786		1,534,862	
General Purpose Funds For The Year		10,086		427,924	
Designated Purpose Funds For The Year		-		-	
			<u>1,972,872</u>	<u>1,962,786</u>	
<u>Restricted Funds</u>					
Specific Funds B/fwd		NIL		NIL	
Specific Funds For the Period		NIL		NIL	
			<u>NIL</u>	<u>NIL</u>	
TOTAL CHARITY FUNDS			<u><u>1,972,872</u></u>	<u><u>1,962,786</u></u>	

The notes at pages 15 to 20 form part of these accounts.

The financial statements were approved by the Board of Trustees on 2 July 2025 and were signed on its behalf by:



 Mr Nigel Andrew Francis Trustee

**SALAFI BOOKSTORE AND ISLAMIC CENTRE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

	Notes	2024		2023	
		£	£	£	£
Net cash used in operating activities	18		(16,289)		289,438
Cash flows from investing activities:					
Rental income		31,596		31,596	
Purchase of tangible assets		(200,792)		-	
Net cash provided by investing activities			(169,196)		31,596
Cash flows from financing activities:					
Receipt/ (Payment) of finance		-		-	
Net cash provided by financing activities			-		-
Change in cash and cash equivalents in the year			(185,485)		321,034
Cash and cash equivalents brought forward			950,932		629,898
Cash and cash equivalents carried forward			<u>765,447</u>		<u>950,932</u>

SALAFI BOOKSTORE AND ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2024

1. Accounting Policies

(a) Basis of Preparation

The accounts (financial statements) have been prepared under the historic cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements 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) and the Charities Act 2011.

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

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

(b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was needed. No restatements were required.

(c) Funds structure

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have set aside resources for a specific purpose.

(d) Incoming resources

All incoming resources are recognised once the charity has entitlement to the resources, it is certain that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of donations, grants 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 grants, where there are performance or service deliverables required by the terms of the grant, are accounted for as the charity earns the right to payment through its performance.
- Donated services and facilities are included at the value to the charity where this can be quantified. The value of services donated by volunteers has not been included in these accounts, except where the services provided are in the nature of professional services where a fee would otherwise be charged, in which case the donated service is valued at their chargeable rate.
- Investment income is included when receivable.
- Income from charitable trading activity is accounted for when earned.

Tax reclaims on donations and gifts

Incoming resources from tax claims are included in the SOFA at the same time as the gift to which they relate, to the extent that tax recoverability is certain.

Incoming resources from fund raising

These are reported gross in the SOFA.

Gifts in kind for sale or distribution

These are included in the accounts as gifts only when sold or distributed by the charity. Gifts in kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.

Gifts in kind for use by the charity

These are included in the SOFA as incoming resources when receivable.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2024

Intangible income (e.g. donated facilities)

This is only included in the accounts when the benefit received is actually quantifiable, receivable and material, and the cost is being borne by a third party. When included it is valued at the lower of the cost borne by the third party, and the reasonable estimate of the value to the charity.

(e) Expenditure Recognition

Liabilities are recognised as resources are expended as soon as there is a legal or constructive obligation committing the charity to the expenditure, it is probably that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

(f) Irrecoverable VAT

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

(g) Allocation of overhead and support costs

Support costs include administration office functions and have been allocated to activity cost categories on a basis consistent with the use of resources, allocating property costs on floor areas, staff costs by the time spent and other costs on a measure of usage.

(h) Costs of generating funds

Costs of generating funds are those costs incurred in attracting voluntary income, or incurred in trading activities undertaken to raise funds.

(i) Tangible Fixed Assets (Depreciation)

These are only capitalised when they can be used for more than a year and cost more than £250. They are valued at cost or a reasonable value on receipt. The charity does not have a policy of revaluation. Depreciation is charged as follows:

- Plant & Machinery	25% at reducing balance basis, <i>(pro-rata as appropriate)</i>
- Equipment	25% at reducing balance basis, <i>(pro-rata as appropriate)</i>
- Fixtures & Fittings	25% at reducing balance basis, <i>(pro-rata as appropriate)</i>
- Buildings	2% straight line basis
- Building Improvements	25% at reducing balance basis, <i>(pro-rata as appropriate)</i>

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the reducing balance method.

(j) Pensions

Employees of the charity are entitled to join a defined contribution "Nest Pension" scheme. The charity contribution is restricted to the minimum contributions defined by the regulatory body "Pension Regulator". The costs of the defined contribution scheme are included within charitable activities, shop (faith and worship) costs and charges to the unrestricted funds of the charity.

(k) Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to sell. At each reporting date, stocks are assessed for indicators of impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to sell. The impairment loss is recognised in the profit and loss account.

(l) Debtors

Short-term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are subsequently measured at amortised cost using the effective interest method, less any impairment.

(m) Cash and cash equivalents

Cash is represented by cash on hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments which mature in no more than three months from the date of acquisition and which are readily convertible into known amounts of cash with insignificant risk of change in value. In the statement of cash flows, cash and cash equivalents are shown net of bank overdrafts which are repayable on demand and form an integral part of the Trust's cash management.

(n) Creditors

Short-term creditors are measured at transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction and are subsequently measured at amortised cost using the effective interest method.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

2. Incoming Resources from Voluntary Income

	Restricted Funds £	Unrestricted Funds £	TOTAL 2024 £	TOTAL 2023 £
Donations - General	-	365,529	365,529	427,058
Donations - Restricted	-	-	-	-
	-	365,529	365,529	427,058

3. Incoming Resources from charitable Activities

	Restricted Funds £	Unrestricted Funds £	TOTAL 2024 £	TOTAL 2023 £
<u>Funds from Shop Activities</u>				
Shop Sales & Publications	-	834,996	834,996	826,148
	-	834,996	834,996	826,148

Incoming Resources from Other Resources

	Restricted Funds £	Unrestricted Funds £	TOTAL 2024 £	TOTAL 2023 £
Rental Income	-	31,596	31,596	31,596
Government Grant	-	-	-	-
	-	31,596	31,596	31,596

	Restricted Funds £	Unrestricted Funds £	Unrestricted Support Costs £	Total 2024 £	Total 2023 £
4. Cost of Generating Funds					
Support Costs	-	-	177,557	177,557	143,142
	-	-	177,557	177,557	143,142

5. Charitable activities

Shop (Faith and worship):					
Shop & Mosque	-	689,368	-	689,368	413,893
Community activities:					
Donations & Conference Costs	-	333,382	-	333,382	282,583
Total charitable activities	-	1,022,750	-	1,022,750	696,476

6. Governance costs	-	21,728	-	21,728	17,260
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SALAFI BOOKSTORE AND ISLAMIC CENTRE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

7. Support Costs

	Cost of Generating Funds £	Premises £	Sundry £	Governance £	Total 2024 £	Total 2023 £
Rent, Rates & Utilities	-	133,246	-	-	133,246	109,288
Waste Collection	-	3,121	-	-	3,121	3,154
Office Costs	7,258	-	-	-	7,258	12,086
Bank Charges	6,773	-	-	-	6,773	6,636
Travel	2,794	-	-	-	2,794	3,071
Depreciation	24,365	-	-	-	24,365	8,907
	<u>41,190</u>	<u>136,367</u>	<u>-</u>	<u>-</u>	<u>177,557</u>	<u>143,142</u>

8. Corporation tax

The charity is exempt from corporation tax on its charitable activities.

9. Net incoming/(outgoing) resources for the period are stated after charging (crediting) the following:

	2024 £	2023 £
Auditors remuneration	12,000	7,000
Depreciation	24,365	8,907
	<u>36,365</u>	<u>15,907</u>

10. Staff costs

	2024 £	2023 £
Wages and salaries, inc. pension	188,593	171,506
Social security costs	13,218	11,816
	<u>201,811</u>	<u>183,322</u>

Average number of employees for the period	10	14
	<u>10</u>	<u>14</u>

No employees were paid more than £60,000.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

11. FIXED ASSETS

	Building Improvements £	Land & Building £	Plant & Machinery £	Equipment £	Fixtures & Fittings £	Total £
<u>COST</u>						
As At 1 October 2023	-	862,882	11,000	19,753	22,297	915,932
Additions	177,102	-	19,391	4,299	-	200,792
Revaluation	-	-	-	-	-	-
As At 30 September 2024	177,102	862,882	30,391	24,052	22,297	1,116,724
<u>DEPRECIATION</u>						
As At 1 October 2023	-	51,355	4,813	15,572	20,620	92,360
Charge For The Year	14,759	4,891	2,355	1,941	419	24,365
As At 30 September 2024	14,759	56,246	7,168	17,513	21,039	116,725
<u>NET BOOK VALUES</u>						
AS AT 30 September 2024	162,343	806,636	23,223	6,539	1,258	999,999
AS AT 30 September 2023	-	811,527	6,187	4,181	1,677	823,572

12. STOCK

	2024 £	2023 £
Goods for resale	<u>142,316</u>	<u>161,430</u>

13. DEBTORS

	2024 £	2023 £
Trade Debtors & Prepayments	-	-
Other Debtors	<u>68,063</u>	<u>50,063</u>
	68,063	50,063

Other Debtors include payments to non for profit organisations with similar objectives.

14. CREDITORS: Amounts falling due within one year

	2024 £	2023 £
Trade Creditors	371	5,028
Taxation & Social Security Costs	1,894	17,516
Other Creditors	<u>688</u>	<u>667</u>
	2,953	23,211

15. CREDITORS: Amounts falling due after one year

	2024 £	2023 £
Other Creditors	-	-
	<u>-</u>	<u>-</u>

16. Contingent Liabilities

Except as reflected in the Financial Statements, there were no Contingent Liabilities at 30 September 2024 (2023: £NIL)

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

17. Reserves	2024 £	2023 £
As At 1 October 2023	1,962,786	1,534,862
Net Surplus for the period	10,086	427,924
As At 30 September 2024	1,972,872	1,962,786

Included within the reserves of £1,972,872 (2023: £1,962,786) is an amount of £999,999 (2023: £823,572) relating to fixed assets.

18. Reconciliation of net movement in funds to net cash flow from operation activities

	2024 £	2023 £
Net movement in funds	10,086	427,924
Add back depreciation charge	24,365	8,907
Deduct depreciation on disposed off asset	-	-
Add back loss on disposal of assets	-	-
Decrease/ (Increase) in stock	19,114	(134,682)
Deduct income shown in investing activities	(31,596)	(31,596)
Add loss on revaluation of assets	-	-
Decrease/ (Increase) in debtors	(18,000)	9,092
Increase/ (Decrease) in creditors	(20,258)	9,793
Deduct short-term loan shown in financing activities	-	-
Net cash used in operating activities	(16,289)	289,438

19. Related party transactions

During the year, Mr Anjad Rafiq was paid £588 out of pocket expenses.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2024**

	Restricted Funds £	Unrestricted Funds £	Total 2024 £	Total 2023 £
INCOME				
Bookstore & Publications	-	834,996	834,996	826,148
Donations - General	-	365,529	365,529	427,058
Rental Income	-	31,596	31,596	31,596
Government Grant	-	-	-	-
	-	<u>1,232,121</u>	<u>1,232,121</u>	<u>1,284,802</u>
Expenditure				
Bookstore & Publications				
Opening Stock	-	161,430	161,430	26,748
Purchases/ Direct Costs	-	450,653	450,653	347,736
Closing Stock	-	(142,316)	(142,316)	(161,430)
	-	<u>469,767</u>	<u>469,767</u>	<u>213,054</u>
Charitable Expenditure				
Overseas Aid Projects	-	217,364	217,364	183,545
Educational Conferences/ Projects	-	116,018	116,018	99,038
	-	<u>333,382</u>	<u>333,382</u>	<u>282,583</u>
Operating & Administration Expenditure				
Wages, Social Security & Pension	-	201,811	201,811	183,322
Rent, Rates, Water & Insurance	-	91,772	91,772	77,564
Heat & Light	-	41,474	41,474	31,724
Telephone & Internet	-	1,705	1,705	1,827
Stationery, Postage & IT Costs	-	14,665	14,665	14,812
Travel Costs	-	2,794	2,794	3,071
Waste Collection	-	3,121	3,121	3,154
Office Costs	-	5,553	5,553	10,259
Advertising	-	3,125	3,125	2,705
Bank Charges	-	6,773	6,773	6,636
Depreciation	-	24,365	24,365	8,907
	-	<u>397,158</u>	<u>397,158</u>	<u>343,981</u>
Governance				
Book-Keeping, Accountancy & Audit	-	18,600	18,600	13,600
Legal & Professional Fees	-	2,540	2,540	3,385
Trustees' Travel Expenses	-	588	588	275
	-	<u>21,728</u>	<u>21,728</u>	<u>17,260</u>
TOTAL EXPENDITURE	-	<u>1,222,035</u>	<u>1,222,035</u>	<u>856,878</u>
EXCESS INCOME OVER EXPENDITURE	-	<u>10,086</u>	<u>10,086</u>	<u>427,924</u>

SALAFI BOOKSTORE AND ISLAMIC CENTRE

England & Wales - Charity number 1083080

Accounts

REGISTERED CHARITY NUMBER: 1083080

SALAFI BOOKSTORE AND ISLAMIC CENTRE

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2023

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

	Page
Trustee's Report	1
Independent Auditor's Report	9
Statement Of Financial Activities	12
Balance Sheet	13
Statement of Cash Flows	14
Notes To The Financial Statements	15
Income & Expenditure Statement	21

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

The Trustees present their report and audited financial statements of the charity for the year ended 30 September 2023.

REFERENCE AND ADMINISTRATIVE DETAILS

CHARITY NUMBER:	1083080
REGISTERED ADDRESS	472 Coventry Road Small Heath Birmingham B10 0UG
EXECUTIVE COMMITTEE CHAIRMAN	Mr Nigel Andrew Francis
EXECUTIVE COMMITTEE SECRETARY	Mr Amjad Rafiq
TRUSTEES	Mr Amjad Rafiq Mr Amjad Hussain Mr Nigel Andrew Francis
ACCOUNTANTS/ AUDITORS	MAT Global Limited 5 Highgate Business Centre Highgate Road Birmingham B12 8EA
BANKERS	Lloyds Bank

SALAFI BOOKSTORE AND ISLAMIC CENTRE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2023

The Trustees present their annual report and audited financial statements for the year ended 30 September 2023 and confirm that they comply with the Charities Act 2011, the Trust Deed and the Charities SORP applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Administrative Information

Trustees who have served for the year ended 30 September 2023 were as follows:

Mr Amjad Rafiq	- Trustee
Mr Amjad Hussain	- Trustee
Mr Nigel Andrew Francis	- Trustee

1. Governance, Structure and Management

Governing Document

Salafi Bookstore and Islamic Centre was constituted as a Charitable Trust registered with Charity Commission on 30 October 2000 under the charity number 1083080. It is governed by a Trust Deed, dated 23rd July 1999, amended on 1st July 2019.

Organisational Structure

The trustees are appointed by a resolution of the trustees passed at a special meeting called under clause "D" of the Deed of Trust. The trustees are responsible for the following:

- The day to day running of the bookstore and online bookstore;
- Organising fundraising activities;
- Organising events for propagation of the goals of the charity;
- All administrative affairs connected to the charity.

2. Objectives and Activities

Our Aims

The objectives of the charity are set out in the Charity's Trust Deed and can be expressed as follows in slightly more detail:

- To publish books and leaflets to advance the understanding of the Salafi beliefs and practices
- To provide a bookstore in a safe and welcoming environment open to all religions and persuasions to come and learn Salafi beliefs and practices
- To advance the education of the community, in particular Muslims through the maintenance of educational establishments and mosques

- To advance the moderate pietist Salafi beliefs and practices that call to living alongside all people peacefully whilst maintaining one's faith
- To encourage good behavior and kind conduct between Muslims and non-Muslims
- To teach that following different religions should not lead to extremism or intolerance within communities
- Working with schools, colleges and universities to advance the understanding of Salafi beliefs and practices
- Enhance a sense of belonging and strengthen commitment to society and its betterment
- To educate Muslims and non-Muslims about the dangers of extremism and in particular violent/terrorist extremism that is not sanctioned in Islam in anyway, form or manner. In this regard we continuously produce leaflets, audio lectures and books that aim to educate and play a role in de-radicalisation
- To cooperate with local police [Counter Terrorism Unit] and the "Prevent Team" to help in countering extremist ideologies. In this regard one of our trustees delivered a lecture at the Police headquarters in Birmingham
- Empower the community to become aspiring, effective and productive members of the British society

Our objectives are set to reflect the Islamic Salafi faith and community aims. Each year our trustees review our objectives and activities to ensure they continue to reflect our aims. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit.

Our aim remains to provide the community, Muslims and non-Muslims alike, the opportunity to learn about Salafi Islamic tenets, practices and worship.

Our ambition is to build the self confidence of the Muslims in their faith and through our efforts and activities help make our society peaceful, vibrant and harmonious.

Strategies

An important part of our strategy is community spiritual welfare and education. All our community activities including classes and seminars are advertised and we welcome the participation of all in our local community, Muslims and non-Muslims alike. All of our activities are free and supported by public donations.

3. Recruitment and Appointment of Trustees

The existing trustees are responsible for the recruitment of new trustees but in doing so the trustees seek the views and recommendations of both elders and young representation. The trustees believe this approach ensures the new trustees are respected members of the faith and community and to ensure that good relations are fostered between the charity and the people of the community that we serve.

In selecting new trustees, we seek to identify people who regularly attend events and functions organised by the charity and are willing to volunteer to help in our broader community work. Potential trustees are invited to attend trustees meetings as observers and are given more details of the charity's aims and activities and, if all agree, they are then proposed as new trustees at the subsequent trustees' meeting. This process allows due consideration of the person's eligibility, personal competence, specialist knowledge and skills.

Induction and Training of Trustees

Following appointment, new trustees are introduced to their new role and given copies of the Trust Deed and a guide to the policies and procedures adopted by our charity. A number of publications from the charities commission are also provided including the guidance on charities and public benefit and on the advancement of religion for the public benefit. This ensures that new trustees are aware of the scope of their responsibilities under the Charities Act. Initially, new trustees work with an existing trustee assisting on particular activities and projects run by the charity. After satisfactory feedback from existing trustees, they are then given the task of leading a particular activity or project, reporting progress at trustees meetings.


4. Achievements and Performance

We are pleased to report on the substantial completion of the construction and refurbishment work at the Aston Mosque in Birmingham. It is now functional and regular prayers are held and community services delivered.

We are grateful for the ongoing support of the local community in supporting this important endeavour.

Overseas Aid

We have raised funds to help poor and needy people throughout the year in Bangladesh, Pakistan and across Africa. We have included some images of work done overseas. We would like to thank everyone for participating in these efforts both here in the UK and locally.

 **AI-Ikhlaas Trust @IkhlaasTrust - 09/09/2022**
[UPDATE] Flood Relief

Food ration packs & medicines have been distributed in:

Thatha among:
4 villages
65 families
470 persons

Next

Makli
3 villages
70 families
120 persons

Manjhund:
4 villages
187 families

ikhlaastrust.com/donations
salafibookstore.com/ikhlaas

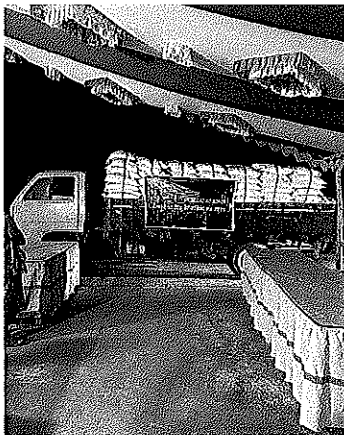
Pakistan 2022



Image: From our distribution efforts in Bangladesh 2017



👁 50 ❤️ 76 ↕



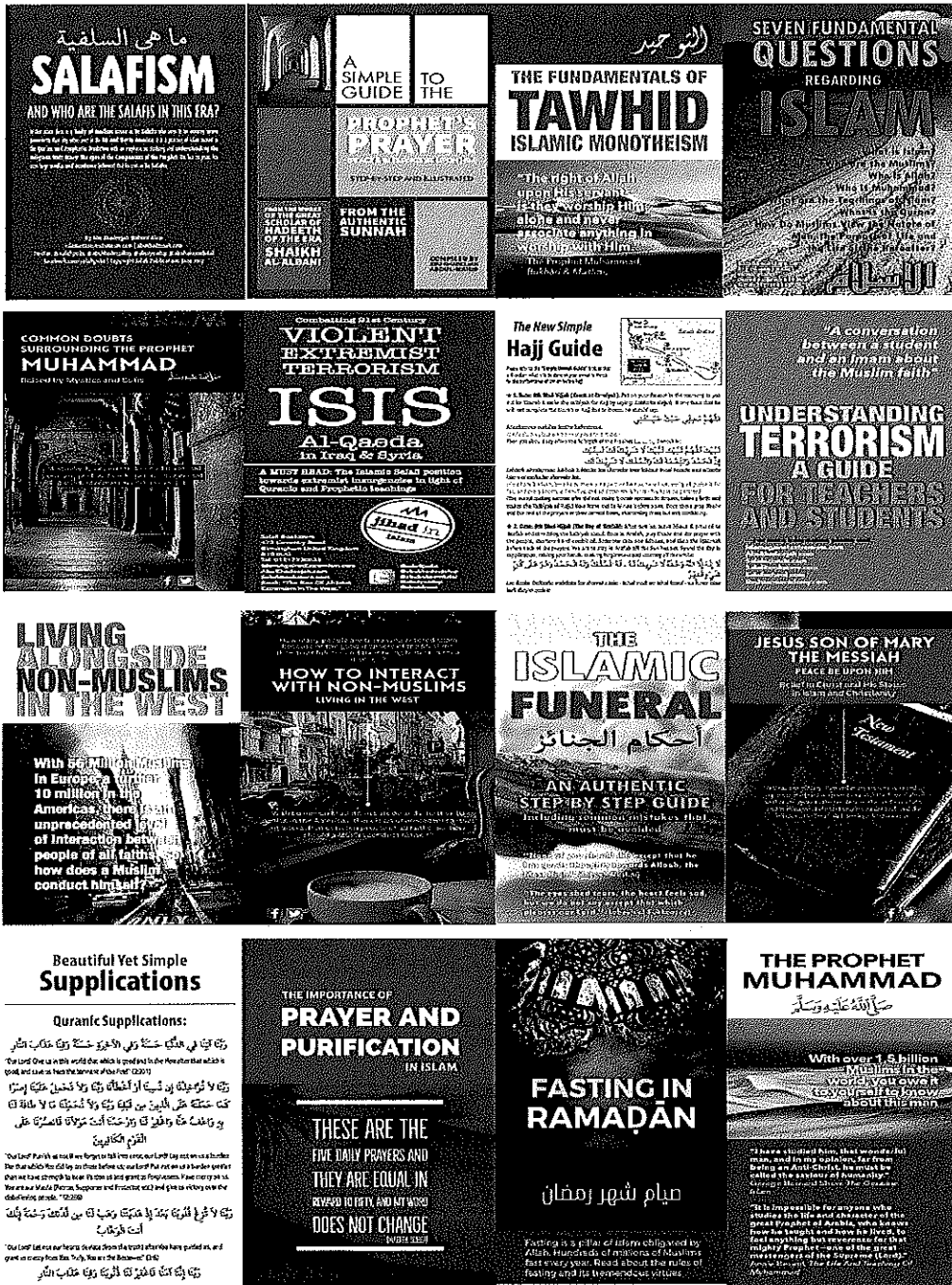
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salafibookstore.com/ikhlaas

Ref. Flood Relief

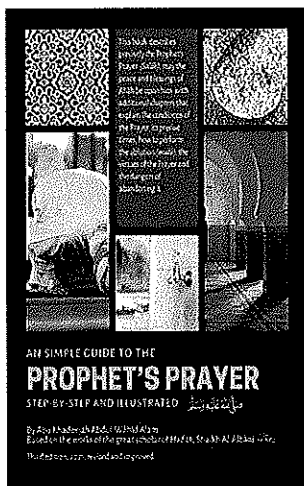
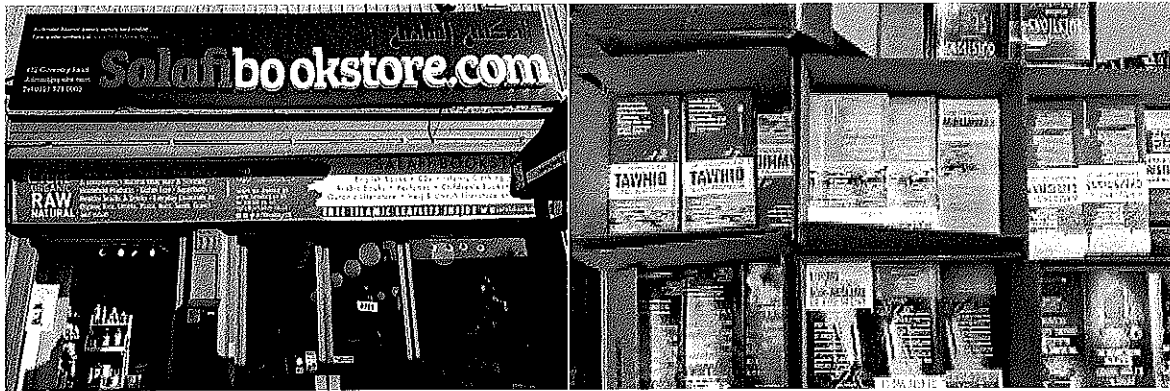


👁 2 🗒 34 ❤️ 64 ↕

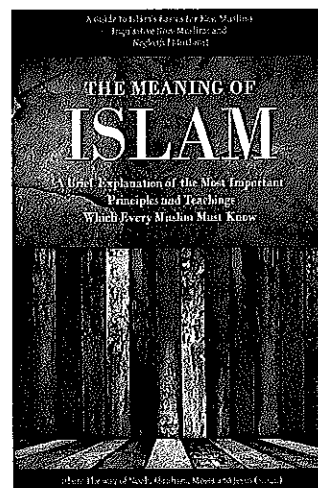
Hundreds and thousands of free leaflets have been produced by the charity and distributed. Here is a selection of them:



Additionally, we have several book publications that are sold through the physical bookstore and the online bookstore, again for the purpose of disseminating and understanding the Salafi doctrine.



POCKETSIZE



Several new publications were published during this year, and that is reflected on the Salafi Bookstore's website {www.salafibookstore.com} as well as in store.

5. Financial review

The trustees regularly review the reserves of the charity. Their policy is to hold enough funds to meet a minimum of three months operating costs of the charity excluding the depreciation and one off cost of major refurbishments/acquisitions. The net operating costs for the charity in the year ended 30 September 2023 after excluding depreciation provision of £8,907 (2022: £10,244) was £29,361 (2022: £26,722) per month. The charity has a combined bank and cash in hand reserves amounting to £950,932 (2022: £629,898).

The trustees reserves policy relating to its shop and publications operating costs is not only based on bank or cash reserves. It is also to ensure that the margin between shop sales and cost of sales is sufficient to provide enough surplus to keep up with its operating costs.

Principal funding sources

The charity's main source of income is through shop sales (Books and other products). In addition it also receives public donations which contribute towards fulfilling the aims and goals of the charity.

During the year total bookstore & publications income was £826,148 (2022: £731,448). Total donations raised during the year were £427,058 (2022: £319,696), these were general public donations.

The charity also received rental income of £31,596 (2022: £31,596) from sharing excess part of the premises, rented out to another non for profit organisation with similar objectives.

6. Risk Management

The trustees actively review the major risks which the charity faces on a regular basis and believe that maintaining reserves at 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 other operational and business risks faced by the charity and confirm that they have established systems to mitigate the significant risks.

7. Trustee's Responsibilities in relation to the Financial Statements

The charity trustees are responsible for preparing an annual report and financial statements in accordance with applicable law of United Kingdom Accounting Standards (United Kingdom Generally Accepted Practice).

The law applicable to charities in England and Wales require the charity trustees to prepare financial statements for each period 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 the financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Observe the method and principles in the charities SORP (FRS 102)
- Make judgments and estimates that are reasonable and prudent
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011 and SORP (FRS 102). They are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

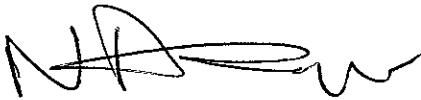
The trustees for the purposes of charity law who served during the period up to the date of this report are set out on page 2.

This report has been prepared in accordance with the Charities Act 2011, the Trust Deed and the Charities SORP applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK & Republic of Ireland (FRS 102).

Appointment of Auditors

MAT Global Limited has been appointed as Auditor in accordance with Section 144 of the Charities Act 2011.

Approved on 29 July 2024 by the trustees and signed on their behalf by:



Mr Nigel Andrew Francis Trustee

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
SALAFI BOOKSTORE AND ISLAMIC CENTRE
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

Opinion

We have audited the financial statements of Salafi Bookstore and Islamic Centre ('the charity') for the year ended 30 September 2023 which comprise the Statement of Financial Activities, Balance Sheet, Cashflow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 September 2023 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustee's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least 12 months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, including the trustees' report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on pages 7-8, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with trustees and other management, and from our commercial knowledge and experience of the Islamic religious sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Charities Act 2011, taxation legislation, data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence' and
- identified laws and regulations which were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit. We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:
- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations;

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias;
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims;
- reviewing correspondence with the company's legal advisors.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities.

This description forms part of our auditor's report.

MAT Global Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor under Section 144 of the Charities Act.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and the regulations made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Mohammed Shabir (*Senior Statutory Auditor*)
MAT Global Limited
5 Highgate Business Centre
Highgate Road
Birmingham
B12 8EA

Dated: 29 July 2024

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

<u>Incoming Resources</u>	Notes	Restricted Funds £	Unrestricted Funds £	TOTAL Funds 2023 £	TOTAL Funds 2022 £
Incoming Resources from generating funds:					
Donations, legacies and similar	2	-	427,058	427,058	319,696
Incoming Resources from Charitable activities	3	-	826,148	826,148	731,448
Incoming Resources from Rental Income	3	-	31,596	31,596	31,596
Government Grant	3	-	-	-	3,684
TOTAL INCOMING RESOURCES		-	1,284,802	1,284,802	1,086,424
Resources Expended					
Costs of Generating funds	4	-	143,142	143,142	147,910
Charitable Activities	5	-	696,476	696,476	769,644
Governance Costs	6	-	17,260	17,260	14,733
TOTAL RESOURCES EXPENDED		-	856,878	856,878	932,287
OTHER RECOGNISED GAINS/(LOSSES):					
Gains on revaluation of fixed assets for the charity's own use		-	-	-	-
NET MOVEMENT IN FUNDS		-	427,924	427,924	154,137
RECONCILIATION OF FUNDS					
TOTAL FUNDS Brought forward		-	1,534,862	1,534,862	1,380,725
TOTAL FUNDS Carried forward		-	1,962,786	1,962,786	1,534,862

SALAFI BOOKSTORE AND ISLAMIC CENTRE

BALANCE SHEET AS AT 30 SEPTEMBER 2023

	Notes	2023		2022	
<u>FIXED ASSETS</u>	11	£	£	£	£
Freehold Property & Improvements			811,527		816,418
Equipment			4,181		5,575
Plant & Machinery			6,187		8,250
Fixtures & Fittings			1,677		2,236
			823,572		832,479
<u>CURRENT ASSETS</u>					
Stock	12	161,430		26,748	
Debtors	13	50,063		59,155	
Cash & Bank Account Balances		950,932		629,898	
		1,162,425		715,801	
<u>LESS CREDITORS: Amounts</u>					
Falling Due Within One Year	14	(23,211)		(13,418)	
NET CURRENT (LIABILITIES) ASSETS			1,139,214		702,383
			1,962,786		1,534,862
<u>LESS CREDITORS: Amounts Falling</u>					
Due after more than One Year	15		-		-
TOTAL ASSETS LESS TOTAL LIABILITIES			1,962,786		1,534,862
<u>THE FUNDS OF THE CHARITY:</u>					
<u>Unrestricted Funds</u>					
General/ Designated Purpose Funds B/Fwd	17	1,534,862		1,380,725	
General Purpose Funds For The Year		427,924		154,137	
Designated Purpose Funds For The Year		-		-	
			1,962,786		1,534,862
<u>Restricted Funds</u>					
Specific Funds B/fwd		NIL		NIL	
Specific Funds For the Period		NIL		NIL	
			NIL		NIL
TOTAL CHARITY FUNDS			1,962,786		1,534,862

The notes at pages 15 to 20 form part of these accounts.

The financial statements were approved by the Board of Trustees on 29 July 2024 and were signed on its behalf by:



Mr Nigel Andrew Francis Trustee

SALAFI BOOKSTORE AND ISLAMIC CENTRE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 SEPTEMBER 2023

	Notes	2023		2022	
		£	£	£	£
Net cash used in operating activities	18		289,438		217,479
Cash flows from investing activities:					
Rental income		31,596		31,596	
Purchase of tangible assets		-		(15,278)	
		-----		-----	
Net cash provided by investing activities			31,596		16,318
Cash flows from financing activities:					
Receipt/ (Payment) of finance		-		-	
		-----		-----	
Net cash provided by financing activities			-		-
			-----		-----
Change in cash and cash equivalents in the year			321,034		233,797
Cash and cash equivalents brought forward			629,898		396,101
			-----		-----
Cash and cash equivalents carried forward			950,932		629,898
			-----		-----

SALAFI BOOKSTORE AND ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2023

1. Accounting Policies

(a) Basis of Preparation

The accounts (financial statements) have been prepared under the historic cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements 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) and the Charities Act 2011.

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

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

(b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was needed. No restatements were required.

(c) Funds structure

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have set aside resources for a specific purpose.

(d) Incoming resources

All incoming resources are recognised once the charity has entitlement to the resources, it is certain that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of donations, grants 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 grants, where there are performance or service deliverables required by the terms of the grant, are accounted for as the charity earns the right to payment through its performance.
- Donated services and facilities are included at the value to the charity where this can be quantified. The value of services donated by volunteers has not been included in these accounts, except where the services provided are in the nature of professional services where a fee would otherwise be charged, in which case the donated service is valued at their chargeable rate.
- Investment income is included when receivable.
- Income from charitable trading activity is accounted for when earned.

Tax reclaims on donations and gifts

Incoming resources from tax claims are included in the SOFA at the same time as the gift to which they relate, to the extent that tax recoverability is certain.

Incoming resources from fund raising

These are reported gross in the SOFA.

Gifts in kind for sale or distribution

These are included in the accounts as gifts only when sold or distributed by the charity. Gifts in kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.

Gifts in kind for use by the charity

These are included in the SOFA as incoming resources when receivable.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2023

Intangible income (e.g. donated facilities)

This is only included in the accounts when the benefit received is actually quantifiable, receivable and material, and the cost is being borne by a third party. When included it is valued at the lower of the cost borne by the third party, and the reasonable estimate of the value to the charity.

(e) Expenditure Recognition

Liabilities are recognised as resources are expended as soon as there is a legal or constructive obligation committing the charity to the expenditure, it is probably that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

(f) Irrecoverable VAT

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

(g) Allocation of overhead and support costs

Support costs include administration office functions and have been allocated to activity cost categories on a basis consistent with the use of resources, allocating property costs on floor areas, staff costs by the time spent and other costs on a measure of usage.

(h) Costs of generating funds

Costs of generating funds are those costs incurred in attracting voluntary income, or incurred in trading activities undertaken to raise funds.

(i) Tangible Fixed Assets (Depreciation)

These are only capitalised when they can be used for more than a year and cost more than £250. They are valued at cost or a reasonable value on receipt. The charity does not have a policy of revaluation. Depreciation is charged as follows:

- Plant & Machinery	25% at reducing balance basis
- Equipment	25% at reducing balance basis
- Fixtures & Fittings	25% at reducing balance basis
- Buildings	2% straight line basis
- Land	Nil

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the reducing balance method.

(j) Pensions

Employees of the charity are entitled to join a defined contribution "Nest Pension" scheme. The charity contribution is restricted to the minimum contributions defined by the regulatory body "Pension Regulator". The costs of the defined contribution scheme are included within charitable activities, shop (faith and worship) costs and charges to the unrestricted funds of the charity.

(k) Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to sell. At each reporting date, stocks are assessed for indicators of impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to sell. The impairment loss is recognised in the profit and loss account.

(l) Debtors

Short-term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are subsequently measured at amortised cost using the effective interest method, less any impairment.

(m) Cash and cash equivalents

Cash is represented by cash on hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments which mature in no more than three months from the date of acquisition and which are readily convertible into known amounts of cash with insignificant risk of change in value. In the statement of cash flows, cash and cash equivalents are shown net of bank overdrafts which are repayable on demand and form an integral part of the Trust's cash management.

(n) Creditors

Short-term creditors are measured at transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction and are subsequently measured at amortised cost using the effective interest method.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

2. Incoming Resources from Voluntary Income

	Restricted Funds £	Unrestricted Funds £	TOTAL 2023 £	TOTAL 2022 £
Donations - General	-	427,058	427,058	319,696
Donations - Restricted	-	-	-	-
	-	427,058	427,058	319,696

3. Incoming Resources from charitable Activities

	Restricted Funds £	Unrestricted Funds £	TOTAL 2023 £	TOTAL 2022 £
<u>Funds from Shop Activities</u>				
Shop Sales & Publications	-	826,148	826,148	731,448
	-	826,148	826,148	731,448

Incoming Resources from Other Resources

	Restricted Funds £	Unrestricted Funds £	TOTAL 2023 £	TOTAL 2022 £
Rental Income	-	31,596	31,596	31,596
Government Grant	-	-	-	3,684
	-	31,596	31,596	35,280

4. Cost of Generating Funds

	Restricted Funds £	Unrestricted Funds £	Unrestricted Support Costs £	Total 2023 £	Total 2022 £
Support Costs	-	-	143,142	143,142	147,910

5. Charitable activities

Shop (Faith and worship):					
Shop & Mosque	-	413,893	-	413,893	482,437
Community activities:					
Donations & Conference Costs	-	282,583	-	282,583	287,207
Total charitable activities	-	696,476	-	696,476	769,644

6. Governance costs

	-	17,260	-	17,260	14,733
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SALAFI BOOKSTORE AND ISLAMIC CENTRE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

7. Support Costs

	Cost of Generating Funds £	Premises £	Sundry £	Governance £	Total 2023 £	Total 2022 £
Rent, Rates & Utilities	-	109,288	-	-	109,288	118,174
Waste Collection	-	3,154	-	-	3,154	2,822
Office Costs	12,086	-	-	-	12,086	11,692
Bank Charges	6,636	-	-	-	6,636	4,772
Travel	3,071	-	-	-	3,071	206
Depreciation	8,907	-	-	-	8,907	10,244
	<u>30,700</u>	<u>112,442</u>	<u>-</u>	<u>-</u>	<u>143,142</u>	<u>147,910</u>

8. Corporation tax

The charity is exempt from corporation tax on its charitable activities.

9. Net incoming/(outgoing) resources for the period are stated after charging (crediting) the following:

	2023 £	2022 £
Auditors remuneration	7,000	7,000
Depreciation	8,907	10,244
	<u>15,907</u>	<u>17,244</u>

10. Staff costs

	2023 £	2022 £
Wages and salaries	171,506	149,460
Social security costs	11,816	12,142
	<u>183,322</u>	<u>161,602</u>

Average number of employees for the period	14	13
	<u>14</u>	<u>13</u>

No employees were paid more than £60,000.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

11. FIXED ASSETS

	Land & Building £	Plant & Machinery £	Equipment £	Fixtures & Fittings £	Total £
<u>COST</u>					
As At 1 October 2022	862,882	11,000	19,753	22,297	915,932
Additions	-	-	-	-	-
Revaluation	-	-	-	-	-
As At 30 September 2023	862,882	11,000	19,753	22,297	915,932
<u>DEPRECIATION</u>					
As At 1 October 2022	46,464	2,750	14,178	20,061	83,453
Charge For The Year	4,891	2,063	1,394	559	8,907
As At 30 September 2023	51,355	4,813	15,572	20,620	92,360
<u>NET BOOK VALUES</u>					
AS AT 30 September 2023	811,527	6,187	4,181	1,677	823,572
AS AT 30 September 2022	816,418	8,250	5,575	2,236	832,479

12. STOCK

	2023 £	2022 £
Goods for resale	161,430	26,748

13. DEBTORS

	2023 £	2022 £
Trade Debtors & Prepayments	-	-
Other Debtors	50,063	59,155
	50,063	59,155

Other Debtors include payments to non for profit organisations with similar objectives.

14. CREDITORS: Amounts falling due within one year

	2023 £	2022 £
Trade Creditors	5,028	9,796
Taxation & Social Security Costs	17,516	3,622
Other Creditors	667	-
	23,211	13,418

15. CREDITORS: Amounts falling due after one year

	2023 £	2022 £
Other Creditors	-	-
	-	-

16. Contingent Liabilities

Except as reflected in the Financial Statements, there were no Contingent Liabilities at 30 September 2023 (2022: £NIL)

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

17. Reserves	2023	2022
	£	£
As At 1 October 2022	1,534,862	1,380,725
Net Surplus for the period	<u>427,924</u>	<u>154,137</u>
As At 30 September 2023	<u>1,962,786</u>	<u>1,534,862</u>

Included within the reserves of £1,957,121 (2022: £1,534,862) is an amount of £823,572 (2022: £832,479) relating to fixed assets.

18. Reconciliation of net movement in funds to net cash flow from operation activities

	2023	2022
	£	£
Net movement in funds	427,924	154,137
Add back depreciation charge	8,907	10,244
Deduct depreciation on disposed off asset	-	-
Add back loss on disposal of assets	-	-
Decrease/ (Increase) in stock	(134,682)	31,142
Deduct income shown in investing activities	(31,596)	(31,596)
Add loss on revaluation of assets	-	-
Decrease/ (Increase) in debtors	9,092	46,940
Increase/ (Decrease) in creditors	9,793	6,612
Deduct short-term loan shown in financing activities	-	-
Net cash used in operating activities	<u>289,438</u>	<u>217,479</u>

19. Related party transactions

During the year, Mr Amjad Rafiq was paid £275 out of pocket expenses.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2023**

	Restricted Funds £	Unrestricted Funds £	Total 2023 £	Total 2022 £
<u>INCOME</u>				
Bookstore & Publications	-	826,148	826,148	731,448
Donations - General	-	427,058	427,058	319,696
Rental Income	-	31,596	31,596	31,596
Government Grant	-	-	-	3,684
	-	<u>1,284,802</u>	<u>1,284,802</u>	<u>1,086,424</u>
<u>Expenditure</u>				
<u>Bookstore & Publications</u>				
Opening Stock	-	26,748	26,748	57,890
Purchases/ Direct Costs	-	347,736	347,736	283,025
Closing Stock	-	(161,430)	(161,430)	(26,748)
	-	<u>213,054</u>	<u>213,054</u>	<u>314,167</u>
<u>Charitable Expenditure</u>				
Overseas Aid Projects	-	183,545	183,545	266,026
Educational Conferences/ Projects	-	99,038	99,038	21,181
	-	<u>282,583</u>	<u>282,583</u>	<u>287,207</u>
<u>Operating & Administration Expenditure</u>				
Wages, Social Security & Pension	-	183,322	183,322	161,602
Rent, Rates, Water & Insurance	-	77,564	77,564	78,309
Heat & Light	-	31,724	31,724	39,865
Telephone & Internet	-	1,827	1,827	1,474
Stationery, Postage & IT Costs	-	14,812	14,812	5,032
Travel Costs	-	3,071	3,071	206
Waste Collection	-	3,154	3,154	2,822
Office Costs	-	10,259	10,259	10,218
Advertising	-	2,705	2,705	1,636
Bank Charges	-	6,636	6,636	4,772
Depreciation	-	8,907	8,907	10,244
	-	<u>343,981</u>	<u>343,981</u>	<u>316,180</u>
<u>Governance</u>				
Book-Keeping, Accountancy & Audit	-	13,600	13,600	13,250
Legal & Professional Fees	-	3,385	3,385	1,483
Trustees' Travel Expenses	-	275	275	-
	-	<u>17,260</u>	<u>17,260</u>	<u>14,733</u>
TOTAL EXPENDITURE	-	<u>856,878</u>	<u>856,878</u>	<u>932,287</u>
EXCESS INCOME OVER EXPENDITURE	-	<u>427,924</u>	<u>427,924</u>	<u>154,137</u>

SALAFI BOOKSTORE AND ISLAMIC CENTRE

England & Wales - Charity number 1083080

Accounts

REGISTERED CHARITY NUMBER: 1083080

SALAFI BOOKSTORE AND ISLAMIC CENTRE

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2022

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	Page
Trustee's Report	1
Independent Auditor's Report	9
Statement Of Financial Activities	12
Balance Sheet	13
Statement of Cash Flows	14
Notes To The Financial Statements	15
Income & Expenditure Statement	21

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

The Trustees present their report and audited financial statements of the charity for the year ended 30 September 2022.

REFERENCE AND ADMINISTRATIVE DETAILS

CHARITY NUMBER:	1083080
REGISTERED ADDRESS	472 Coventry Road Small Heath Birmingham B10 0UG
EXECUTIVE COMMITTEE CHAIRMAN	Mr Nigel Andrew Francis
EXECUTIVE COMMITTEE SECRETARY	Mr Amjad Rafiq
TRUSTEES	Mr Amjad Rafiq Mr Amjad Hussain Mr Nigel Andrew Francis
ACCOUNTANTS/ AUDITORS	MAT Global Limited 5 Highgate Business Centre Highgate Road Birmingham B12 8EA
BANKERS	Lloyds Bank

SALAFI BOOKSTORE AND ISLAMIC CENTRE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2022

The Trustees present their annual report and audited financial statements for the year ended 30 September 2022 and confirm that they comply with the Charities Act 2011, the Trust Deed and the Charities SORP applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Administrative Information

Trustees who have served for the year ended 30 September 2022 were as follows:

Mr Amjad Rafiq	- Trustee
Mr Amjad Hussain	- Trustee
Mr Nigel Andrew Francis	- Trustee

1. Governance, Structure and Management

Governing Document

Salafi Bookstore and Islamic Centre was constituted as a Charitable Trust registered with Charity Commission on 30 October 2000 under the charity number 1083080. It is governed by a Trust Deed, dated 23rd July 1999, amended on 1st July 2019.

Organisational Structure

The trustees are appointed by a resolution of the trustees passed at a special meeting called under clause "D" of the Deed of Trust. The trustees are responsible for the following:

- The day to day running of the bookstore and online bookstore;
- Organising fundraising activities;
- Organising events for propagation of the goals of the charity;
- All administrative affairs connected to the charity.

2. Objectives and Activities

Our Aims

The objectives of the charity are set out in the Charity's Trust Deed and can be expressed as follows in slightly more detail:

- To publish books and leaflets to advance the understanding of the Salafi beliefs and practices
- To provide a bookstore in a safe and welcoming environment open to all religions and persuasions to come and learn Salafi beliefs and practices
- To advance the education of the community, in particular Muslims through the maintenance of educational establishments and mosques

- To advance the moderate pietist Salafi beliefs and practices that call to living alongside all people peacefully whilst maintaining one's faith
- To encourage good behavior and kind conduct between Muslims and non-Muslims
- To teach that following different religions should not lead to extremism or intolerance within communities
- Working with schools, colleges and universities to advance the understanding of Salafi beliefs and practices
- Enhance a sense of belonging and strengthen commitment to society and its betterment
- To educate Muslims and non-Muslims about the dangers of extremism and in particular violent/terrorist extremism that is not sanctioned in Islam in anyway, form or manner. In this regard we continuously produce leaflets, audio lectures and books that aim to educate and play a role in de-radicalisation
- To cooperate with local police [Counter Terrorism Unit] and the "Prevent Team" to help in countering extremist ideologies. In this regard one of our trustees delivered a lecture at the Police headquarters in Birmingham
- Empower the community to become aspiring, effective and productive members of the British society

Our objectives are set to reflect the Islamic Salafi faith and community aims. Each year our trustees review our objectives and activities to ensure they continue to reflect our aims. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit.

Our aim remains to provide the community, Muslims and non-Muslims alike, the opportunity to learn about Salafi Islamic tenets, practices and worship.

Our ambition is to build the self confidence of the Muslims in their faith and through our efforts and activities help make our society peaceful, vibrant and harmonious.

Strategies

An important part of our strategy is community spiritual welfare and education. All our community activities including classes and seminars are advertised and we welcome the participation of all in our local community, Muslims and non-Muslims alike. All of our activities are free and supported by public donations.

3. Recruitment and Appointment of Trustees

The existing trustees are responsible for the recruitment of new trustees but in doing so the trustees seek the views and recommendations of both elders and young representation. The trustees believe this approach ensures the new trustees are respected members of the faith and community and to ensure that good relations are fostered between the charity and the people of the community that we serve.

In selecting new trustees, we seek to identify people who regularly attend events and functions organised by the charity and are willing to volunteer to help in our broader community work. Potential trustees are invited to attend trustees meetings as observers and are given more details of the charity's aims and activities and, if all agree, they are then proposed as new trustees at the subsequent trustees' meeting. This process allows due consideration of the person's eligibility, personal competence, specialist knowledge and skills.

Induction and Training of Trustees

Following appointment, new trustees are introduced to their new role and given copies of the Trust Deed and a guide to the policies and procedures adopted by our charity. A number of publications from the charities commission are also provided including the guidance on charities and public benefit and on the advancement of religion for the public benefit. This ensures that new trustees are aware of the scope of their responsibilities under the Charities Act. Initially, new trustees work with an existing trustee assisting on particular activities and projects run by the charity. After satisfactory feedback from existing trustees, they are then given the task of leading a particular activity or project, reporting progress at trustees meetings.

4. Achievements and Performance

We are pleased to report that considerable progress has been made on the construction and refurbishment work at the Aston Mosque in Birmingham. We anticipate that it will be fully functional for prayer and community services before the end of the year. Further details shall be provided in the next set of accounts. In the meantime we are grateful for the ongoing support of the local community in supporting this important endeavour.

Overseas Aid

We have raised funds to help poor and needy people throughout the year in Bangladesh, Pakistan and across Africa. We have included some images of work done overseas. We would like to thank everyone for participating in these efforts both here in the UK and locally.



Al-Ikhlaas Trust @IkhlaasTrust · 09/09/2022
[UPDATE] Flood Relief

Food ration packs & medicines have been distributed in:

Thatha among:
4 villages
65 families
470 persons

Next

Makli
3 villages
70 families
120 persons

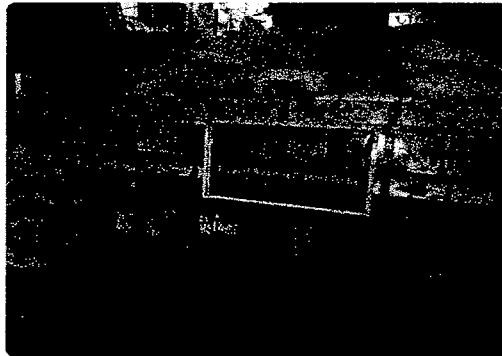
Manjhund:
4 villages
187 families

ikhlaastrust.com/donations
salafibookstore.com/ikhlaas

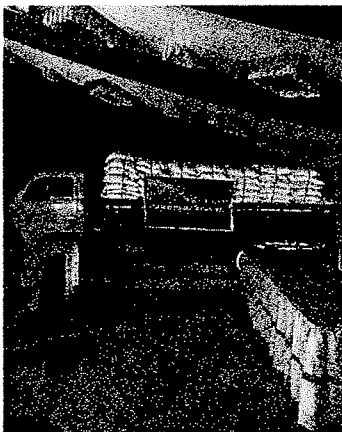
Pakistan 2022



Image: From our distribution efforts in Bangladesh 2017



50 76



ikhlaastrust.com/donations
salafibookstore.com/ikhlaas

Ref. Flood Relief

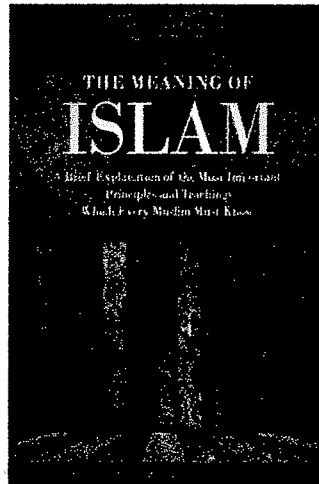
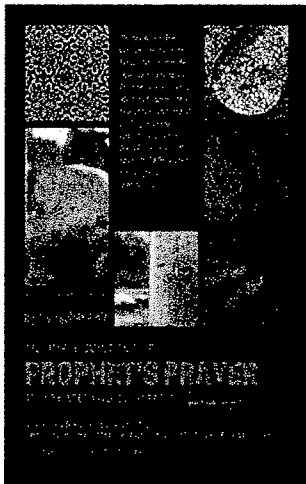
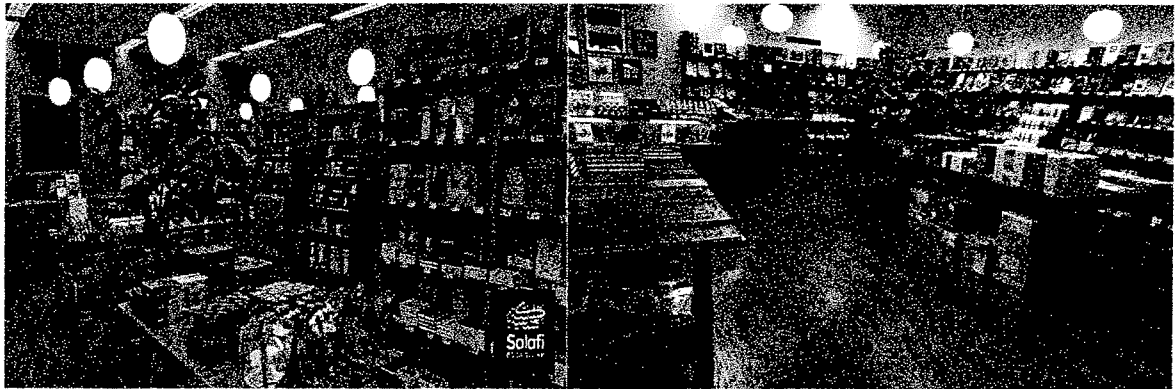


2 34 64

Hundreds and thousands of free leaflets have been produced by the charity and distributed. Here is a selection of them:



Additionally, we have several book publications that are sold through the physical bookstore and the online bookstore, again for the purpose of disseminating and understanding the Salafi doctrine.



POCKETSIZE

Several new publications were published during this year, and that is reflected on the Salafi Bookstore's website {www.salafibookstore.com} as well as in store.

5. Financial review

The trustees regularly review the reserves of the charity. Their policy is to hold enough funds to meet a minimum of three months operating costs of the charity excluding the depreciation and one off cost of major refurbishments/acquisitions. The net operating costs for the charity in the year ended 30 September 2022 after excluding depreciation provision of £10,244 (2021: £6,937) was £26,722 (2021: £19,258) per month. The charity has a combined bank and cash in hand reserves amounting to £629,898 (2021: £396,101).

The trustees reserves policy relating to its shop and publications operating costs is not only based on bank or cash reserves. It is also to ensure that the margin between shop sales and cost of sales is sufficient to provide enough surplus to keep up with its operating costs.

Principal funding sources

The charity's main source of income is through shop sales (Books and other products). In addition it also receives public donations which contribute towards fulfilling the aims and goals of the charity.

During the year total bookstore & publications income was £731,448 (2021: £447,352). Total donations raised during the year were £319,696 (2021: £361,339), these were general public donations.

The charity also received rental income of £31,596 (2021: £34,096) from sharing excess part of the premises, rented out to another non for profit organisation with similar objectives.

Due to the Covid-19 Pandemic, charity received government grants totalling £3,684 (2021: £51,930). This was due to closure of the shop in order to comply with the public lockdown. The above figure includes grants received towards job retention scheme and were expensed in full according to the scheme conditions.

6. Risk Management

The trustees actively review the major risks which the charity faces on a regular basis and believe that maintaining reserves at 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 other operational and business risks faced by the charity and confirm that they have established systems to mitigate the significant risks.

7. Trustee's Responsibilities in relation to the Financial Statements

The charity trustees are responsible for preparing an annual report and financial statements in accordance with applicable law of United Kingdom Accounting Standards (United Kingdom Generally Accepted Practice).

The law applicable to charities in England and Wales require the charity trustees to prepare financial statements for each period 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 the financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Observe the method and principles in the charities SORP (FRS 102)
- Make judgments and estimates that are reasonable and prudent
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011 and SORP (FRS 102). They are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees for the purposes of charity law who served during the period up to the date of this report are set out on page 2.

This report has been prepared in accordance with the Charities Act 2011, the Trust Deed and the Charities SORP applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK & Republic of Ireland (FRS 102).

Appointment of Auditors

MAT Global Limited has been appointed as Auditor in accordance with Section 144 of the Charities Act 2011.

Approved on 25 September 2023 by the trustees and signed on their behalf by:



Mr Nigel Andrew Francis Trustee

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
SALAFI BOOKSTORE AND ISLAMIC CENTRE
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

Opinion

We have audited the financial statements of Salafi Bookstore and Islamic Centre ('the charity') for the year ended 30 September 2022 which comprise the Statement of Financial Activities, Balance Sheet, Cashflow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 September 2022 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustee's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least 12 months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, including the trustees' report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on pages 7-8, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with trustees and other management, and from our commercial knowledge and experience of the Islamic religious sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Charities Act 2011, taxation legislation, data protection, anti-bribery, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence and
- identified laws and regulations which were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit. We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:
- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations; and

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias;
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- enquiring of management as to actual and potential litigation and claims;
- reviewing correspondence with the company's legal advisors.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities.

This description forms part of our auditor's report.

MAT Global Limited is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor under Section 144 of the Charities Act.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and the regulations made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Dated: 25 September 2023

Mohammed Shabir (*Senior Statutory Auditor*)
MAT Global Limited
5 Highgate Business Centre
Highgate Road
Birmingham
B12 8EA

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

<u>Incoming Resources</u>	Notes	Restricted Funds £	Unrestricted Funds £	TOTAL Funds 2022 £	TOTAL Funds 2021 £
Incoming Resources from generating funds:					
Donations, legacies and similar	2	-	319,696	319,696	361,339
Incoming Resources from Charitable activities	3	-	731,448	731,448	447,352
Incoming Resources from Rental Income	3	-	31,596	31,596	34,096
Government Grant	3	3,684	-	3,684	51,930
TOTAL INCOMING RESOURCES		3,684	1,082,740	1,086,424	894,717
<u>Resources Expended</u>					
Costs of Generating funds	4	-	147,910	147,910	100,125
Charitable Activities	5	3,684	765,960	769,644	656,324
Governance Costs	6	-	14,733	14,733	7,005
TOTAL RESOURCES EXPENDED		3,684	928,603	932,287	763,454
OTHER RECOGNISED GAINS/(LOSSES):					
Gains on revaluation of fixed assets for the charity's own use		-	-	-	-
NET MOVEMENT IN FUNDS		-	154,137	154,137	131,263
<u>RECONCILIATION OF FUNDS</u>					
TOTAL FUNDS Brought forward		-	1,380,725	1,380,725	1,249,462
TOTAL FUNDS Carried forward		-	1,534,862	1,534,862	1,380,725

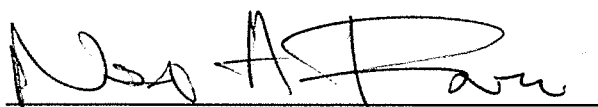
SALAFI BOOKSTORE AND ISLAMIC CENTRE

BALANCE SHEET AS AT 30 SEPTEMBER 2022

	Notes	2022		2021	
<u>FIXED ASSETS</u>	11	£	£	£	£
Freehold Property & Improvements			816,418		821,309
Equipment			5,575		4,464
Plant & Machinery			8,250		-
Fixtures & Fittings			2,236		1,672
			<u>832,479</u>		<u>827,445</u>
<u>CURRENT ASSETS</u>					
Stock	12	26,748		57,890	
Debtors	13		59,155		106,095
Cash & Bank Account Balances		629,898		396,101	
			<u>715,801</u>		<u>560,086</u>
<u>LESS CREDITORS: Amounts</u>					
Falling Due Within One Year	14	<u>(13,418)</u>		<u>(6,806)</u>	
<u>NET CURRENT (LIABILITIES) ASSETS</u>					
			<u>702,383</u>		<u>553,280</u>
			1,534,862		1,380,725
<u>LESS CREDITORS: Amounts Falling</u>					
Due after more than One Year	15		<u>-</u>		<u>-</u>
TOTAL ASSETS LESS TOTAL LIABILITIES			<u>1,534,862</u>		<u>1,380,725</u>
<u>THE FUNDS OF THE CHARITY:</u>					
<u>Unrestricted Funds</u>					
General/ Designated Purpose Funds B/Fwd	17	1,380,725		1,249,462	
General Purpose Funds For The Year		154,137		131,263	
Designated Purpose Funds For The Year		<u>-</u>		<u>-</u>	
			<u>1,534,862</u>		<u>1,380,725</u>
<u>Restricted Funds</u>					
Specific Funds B/fwd		NIL		NIL	
Specific Funds For the Period		<u>NIL</u>		<u>NIL</u>	
			<u>NIL</u>		<u>NIL</u>
TOTAL CHARITY FUNDS			<u>1,534,862</u>		<u>1,380,725</u>

The notes at pages 15 to 20 form part of these accounts.

The financial statements were approved by the Board of Trustees on 25 September 2023 and were signed on its behalf by:


 Mr Nigel Andrew Francis Trustee

SALAFI BOOKSTORE AND ISLAMIC CENTRE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

	Notes	2022		2021	
		£	£	£	£
Net cash used in operating activities	18		217,479		98,719
Cash flows from investing activities:					
Rental income		31,596		34,096	
Purchase of tangible assets		(15,278)		(7,384)	
		<hr/>		<hr/>	
Net cash provided by investing activities			16,318		26,712
Cash flows from financing activities:					
Receipt/ (Payment) of finance		-		-	
		<hr/>		<hr/>	
Net cash provided by financing activities			-		-
			<hr/>		<hr/>
Change in cash and cash equivalents in the year			233,797		125,431
Cash and cash equivalents brought forward			396,101		270,670
			<hr/>		<hr/>
Cash and cash equivalents carried forward			629,898		396,101
			<hr/>		<hr/>

SALAFI BOOKSTORE AND ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2022

1. Accounting Policies

(a) Basis of Preparation

The accounts (financial statements) have been prepared under the historic cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements 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) and the Charities Act 2011.

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

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

(b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing that accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was needed. No restatements were required.

(c) Funds structure

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have set aside resources for a specific purpose.

(d) Incoming resources

All incoming resources are recognised once the charity has entitlement to the resources, it is certain that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of donations, grants 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 grants, where there are performance or service deliverables required by the terms of the grant, are accounted for as the charity earns the right to payment through its performance.
- Donated services and facilities are included at the value to the charity where this can be quantified. The value of services donated by volunteers has not been included in these accounts, except where the services provided are in the nature of professional services where a fee would otherwise be charged, in which case the donated service is valued at their chargeable rate.
- Investment income is included when receivable.
- Income from charitable trading activity is accounted for when earned.

Tax reclaims on donations and gifts

Incoming resources from tax claims are included in the SOFA at the same time as the gift to which they relate, to the extent that tax recoverability is certain.

Incoming resources from fund raising

These are reported gross in the SOFA.

Gifts in kind for sale or distribution

These are included in the accounts as gifts only when sold or distributed by the charity. Gifts in kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.

Gifts in kind for use by the charity

These are included in the SOFA as incoming resources when receivable.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2022

Intangible income (e.g. donated facilities)

This is only included in the accounts when the benefit received is actually quantifiable, receivable and material, and the cost is being borne by a third party. When included it is valued at the lower of the cost borne by the third party, and the reasonable estimate of the value to the charity.

(e) Expenditure Recognition

Liabilities are recognised as resources are expended as soon as there is a legal or constructive obligation committing the charity to the expenditure, it is probably that settlement will be required and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs and governance costs are allocated or apportioned to the applicable expenditure headings.

(f) Irrecoverable VAT

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

(g) Allocation of overhead and support costs

Support costs include administration office functions and have been allocated to activity cost categories on a basis consistent with the use of resources, allocating property costs on floor areas, staff costs by the time spent and other costs on a measure of usage.

(h) Costs of generating funds

Costs of generating funds are those costs incurred in attracting voluntary income, or incurred in trading activities undertaken to raise funds.

(i) Tangible Fixed Assets (Dépreciation)

These are only capitalised when they can be used for more than a year and cost more than £250. They are valued at cost or a reasonable value on receipt. The charity does not have a policy of revaluation. Depreciation is charged as follows:

- Plant & Machinery	25% at reducing balance basis
- Equipment	25% at reducing balance basis
- Fixtures & Fittings	25% at reducing balance basis
- Buildings	2% straight line basis
- Land	Nil

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the reducing balance method.

(j) Pensions

Employees of the charity are entitled to join a defined contribution "Nest Pension" scheme. The charity contribution is restricted to the minimum contributions defined by the regulatory body "Pension Regulator". The costs of the defined contribution scheme are included within charitable activities, shop (faith and worship) costs and charges to the unrestricted funds of the charity.

(k) Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to sell. At each reporting date, stocks are assessed for indicators of impairment. If stocks are impaired, the carrying amount is reduced to its selling price less costs to sell. The impairment loss is recognised in the profit and loss account.

(l) Debtors

Short-term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are subsequently measured at amortised cost using the effective interest method, less any impairment.

(m) Cash and cash equivalents

Cash is represented by cash on hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments which mature in no more than three months from the date of acquisition and which are readily convertible into known amounts of cash with insignificant risk of change in value. In the statement of cash flows, cash and cash equivalents are shown net of bank overdrafts which are repayable on demand and form an integral part of the Trust's cash management.

(n) Creditors

Short-term creditors are measured at transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction and are subsequently measured at amortised cost using the effective interest method.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022

2. Incoming Resources from Voluntary Income

	Restricted Funds £	Unrestricted Funds £	TOTAL 2022 £	TOTAL 2021 £
Donations - General	-	319,696	319,696	361,339
Donations - Restricted	-	-	-	-
	-	319,696	319,696	361,339

3. Incoming Resources from charitable Activities

	Restricted Funds £	Unrestricted Funds £	TOTAL 2022 £	TOTAL 2021 £
Funds from Shop Activities				
Shop Sales & Publications	-	731,448	731,448	447,352
	-	731,448	731,448	447,352

Incoming Resources from Other Resources

	Restricted Funds £	Unrestricted Funds £	TOTAL 2022 £	TOTAL 2021 £
Rental Income	-	31,596	31,596	34,096
Government Grant	3,684	-	3,684	51,930
	3,684	31,596	35,280	86,026

	Restricted Funds £	Unrestricted Funds £	Unrestricted Support Costs £	Total 2022 £	Total 2021 £
4. Cost of Generating Funds					
Support Costs	-	-	147,910	147,910	100,125
5. Charitable activities					
Shop (Faith and worship):					
Shop & Mosque	3,684	478,753	-	482,437	398,574
Community activities:					
Donations & Conference Costs	-	287,207	-	287,207	257,750
Total charitable activities	3,684	765,960	-	769,644	656,324
6. Governance costs	-	14,733	-	14,733	7,005

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

7. Support Costs

	Cost of Generating Funds £	Premises £	Sundry £	Governance £	Total 2022 £	Total 2021 £
Rent, Rates & Utilities	-	118,174	-	-	118,174	82,479
Waste Collection	-	2,822	-	-	2,822	3,005
Office Costs	11,692	-	-	-	11,692	5,272
Bank Charges	4,772	-	-	-	4,772	1,887
Travel	206	-	-	-	206	545
Depreciation	10,244	-	-	-	10,244	6,937
	<u>26,914</u>	<u>120,996</u>	<u>-</u>	<u>-</u>	<u>147,910</u>	<u>100,125</u>

8. Corporation tax

The charity is exempt from corporation tax on its charitable activities.

9. Net incoming/(outgoing) resources for the period are stated after charging (crediting) the following:

	2022 £	2021 £
Auditors remuneration	7,000	-
Depreciation	10,244	6,937
	<u>17,244</u>	<u>6,937</u>

10. Staff costs

	2022 £	2021 £
Wages and salaries	149,460	118,607
Social security costs	12,142	8,135
	<u>161,602</u>	<u>126,742</u>

Average number of employees for the period	13	11
	<u>13</u>	<u>11</u>

No employees were paid more than £60,000.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

11. FIXED ASSETS

	Land & Building £	Plant & Machinery £	Equipment £	Fixtures & Fittings £	Total £
<u>COST</u>					
As At 1 October 2021	862,882	-	16,784	20,988	900,654
Additions	-	11,000	2,969	1,309	15,278
Revaluation	-	-	-	-	-
As At 30 September 2022	862,882	11,000	19,753	22,297	915,932
<u>DEPRECIATION</u>					
As At 1 October 2021	41,573	-	12,320	19,316	73,209
Charge For The Year	4,891	2,750	1,858	745	10,244
As At 30 September 2022	46,464	2,750	14,178	20,061	83,453
<u>NET BOOK VALUES</u>					
AS AT 30 September 2022	816,418	8,250	5,575	2,236	832,479
AS AT 30 September 2021	821,309	-	4,464	1,672	827,445

12. STOCK

	2022 £	2021 £
Goods for resale	<u>26,748</u>	<u>57,890</u>

13. DEBTORS

	2022 £	2021 £
Trade Debtors & Prepayments	-	32,400
Other Debtors	<u>59,155</u>	<u>73,695</u>
	<u>59,155</u>	<u>106,095</u>

Other Debtors include payments to non for profit organisations with similar objectives.

14. CREDITORS: Amounts falling due within one year

	2022 £	2021 £
Trade Creditors	9,796	3,541
Taxation & Social Security Costs	3,622	-
Other Creditors	-	3,265
	<u>13,418</u>	<u>6,806</u>

15. CREDITORS: Amounts falling due after one year

	2022 £	2021 £
Other Creditors	-	-
	<u>-</u>	<u>-</u>

16. Contingent Liabilities

Except as reflected in the Financial Statements, there were no Contingent Liabilities at 30 September 2022 (2021: £NIL)

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

17. Reserves	2022	2021
	£	£
As At 1 October 2021	1,380,725	1,249,462
Net Surplus for the period	<u>154,137</u>	<u>131,263</u>
As At 30 September 2022	<u>1,534,862</u>	<u>1,380,725</u>

Included within the reserves of £1,534,862 (2021: £1,380,725) is an amount of £832,479 (2021: £827,445) relating to fixed assets.

18. Reconciliation of net movement in funds to net cash flow from operation activities

	2022	2021
	£	£
Net movement in funds	154,137	131,263
Add back depreciation charge	10,244	6,937
Deduct depreciation on disposed off asset	-	-
Add back loss on disposal of assets	-	-
Decrease/ (Increase) in stock	31,142	(6,407)
Deduct income shown in investing activities	(31,596)	(34,096)
Add loss on revaluation of assets	-	-
Decrease/ (Increase) in debtors	46,940	(420)
Increase/ (Decrease) in creditors	6,612	1,442
Deduct short-term loan shown in financing activities	-	-
Net cash used in operating activities	<u>217,479</u>	<u>98,719</u>

19. Related party transactions

There are no transactions to report for Trustees.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2022**

	Restricted Funds £	Unrestricted Funds £	Total 2022 £	Total 2021 £
<u>INCOME</u>				
Bookstore & Publications	-	731,448	731,448	447,352
Donations - General	-	319,696	319,696	361,339
Rental Income	-	31,596	31,596	34,096
Government Grant	3,684	-	3,684	51,930
	<u>3,684</u>	<u>1,082,740</u>	<u>1,086,424</u>	<u>894,717</u>
<u>Expenditure</u>				
<u>Bookstore & Publications</u>				
Opening Stock	-	57,890	57,890	51,483
Purchases/ Direct Costs	-	283,025	283,025	274,081
Closing Stock	-	(26,748)	(26,748)	(57,890)
	<u>-</u>	<u>314,167</u>	<u>314,167</u>	<u>267,674</u>
<u>Charitable Expenditure</u>				
Overseas Aid Projects	-	266,026	266,026	247,337
Educational Conferences	-	21,181	21,181	10,413
	<u>-</u>	<u>287,207</u>	<u>287,207</u>	<u>257,750</u>
<u>Operating & Administration Expenditure</u>				
Wages, Social Security & Pension	3,684	157,918	161,602	126,742
Rent, Rates, Water & Insurance	-	78,309	78,309	70,116
Heat & Light	-	39,865	39,865	12,363
Telephone & Internet	-	1,474	1,474	2,005
Stationery, Postage & IT Costs	-	5,032	5,032	3,629
Travel Costs	-	206	206	545
Waste Collection	-	2,822	2,822	3,005
Office Costs	-	10,218	10,218	3,267
Advertising	-	1,636	1,636	529
Bank Charges	-	4,772	4,772	1,887
Depreciation	-	10,244	10,244	6,937
	<u>3,684</u>	<u>312,496</u>	<u>316,180</u>	<u>231,025</u>
<u>Governance</u>				
Book-Keeping, Accountancy & Audit	-	13,250	13,250	6,000
Legal & Professional Fees	-	1,483	1,483	1,005
Trustees' Travel Expenses	-	-	-	-
	<u>-</u>	<u>14,733</u>	<u>14,733</u>	<u>7,005</u>
TOTAL EXPENDITURE	<u>3,684</u>	<u>928,603</u>	<u>932,287</u>	<u>763,454</u>
EXCESS INCOME OVER EXPENDITURE	<u>-</u>	<u>154,137</u>	<u>154,137</u>	<u>131,263</u>

SALAFI BOOKSTORE AND ISLAMIC CENTRE

England & Wales - Charity number 1083080

Accounts

REGISTERED CHARITY NUMBER: 1083080

SALAFI BOOKSTORE AND ISLAMIC CENTRE

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2021

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

	Page
Trustee's Report	1
Independent Examiner's Report	7
Statement Of Financial Activities	8
Balance Sheet	9
Notes To The Financial Statements	10
Income & Expenditure Statement	16

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

The Trustees present their report and unaudited financial statements of the charity for the year ended 30 September 2021.

REFERENCE AND ADMINISTRATIVE DETAILS

CHARITY NUMBER: 1083080

REGISTERED ADDRESS 472 Coventry Road
Small Heath
Birmingham
B10 0UG

EXECUTIVE COMMITTEE CHAIRMAN Mr Nigel Andrew Francis

EXECUTIVE COMMITTEE SECRETARY Mr Amjad Rafiq

TRUSTEES Mr Amjad Rafiq
Mr Amjad Hussain
Mr Nigel Andrew Francis

ACCOUNTANTS Mayfield
1st Floor, 5 Highgate Business Centre
Highgate Road
Birmingham
B12 8EA

BANKERS Lloyds Bank

SALAFI BOOKSTORE AND ISLAMIC CENTRE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2021

The Trustees present their annual report and unaudited financial statements for the year ended 30 September 2021 and confirm that they comply with the Charities Act 2011, as amended by the Charities Act 2006, the Trust Deed and the Charities SORP applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Administrative Information

Trustees who have served for the year ended 30 September 2021 were as follows:

Mr Amjad Rafiq	- Trustee
Mr Amjad Hussain	- Trustee
Mr Nigel Andrew Francis	- Trustee

1. Governance, Structure and Management

Governing Document

Salafi Bookstore and Islamic Centre was constituted as a Charitable Trust registered with Charity Commission on 30 October 2000 under the charity number 1083080. It is governed by a Trust Deed, dated 23rd July 1999, amended on 1st July 2019.

Organisational Structure

The trustees are appointed by a resolution of the trustees passed at a special meeting called under clause "D" of the Deed of Trust. The trustees are responsible for the following:

- The day to day running of the bookstore and online bookstore;
- Organising fundraising activities;
- Organising events for propagation of the goals of the charity;
- All administrative affairs connected to the charity.

2. Objectives and Activities

Our Aims

The objectives of the charity are set out in the Charity's Trust Deed and can be expressed as follows in slightly more detail:

- To publish books and leaflets to advance the understanding of the Salafi beliefs and practices
- To provide a bookstore in a safe and welcoming environment open to all religions and persuasions to come and learn Salafi beliefs and practices
- To advance the education of the community, in particular Muslims through the maintenance of educational establishments and mosques

- To advance the moderate pietist Salafi beliefs and practices that call to living alongside all people peacefully whilst maintaining one's faith
- To encourage good behavior and kind conduct between Muslims and non-Muslims
- To teach that following different religions should not lead to extremism or intolerance within communities
- Working with schools, colleges and universities to advance the understanding of Salafi beliefs and practices
- Enhance a sense of belonging and strengthen commitment to society and its betterment
- To educate Muslims and non-Muslims about the dangers of extremism and in particular violent/terrorist extremism that is not sanctioned in Islam in anyway, form or manner. In this regard we continuously produce leaflets, audio lectures and books that aim to educate and play a role in de-radicalisation
- To cooperate with local police [Counter Terrorism Unit] and the "Prevent Team" to help in countering extremist ideologies. In this regard one of our trustees delivered a lecture at the Police headquarters in Birmingham
- Empower the community to become aspiring, effective and productive members of the British society

Our objectives are set to reflect the Islamic Salafi faith and community aims. Each year our trustees review our objectives and activities to ensure they continue to reflect our aims. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit.

Our aim remains to provide the community, Muslims and non-Muslims alike, the opportunity to learn about Salafi Islamic tenets, practices and worship.

Our ambition is to build the self confidence of the Muslims in their faith and through our efforts and activities help make our society peaceful, vibrant and harmonious.

Strategies

An important part of our strategy is community spiritual welfare and education. All our community activities including classes and seminars are advertised and we welcome the participation of all in our local community, Muslims and non-Muslims alike. All of our activities are free and supported by public donations.

3. Recruitment and Appointment of Trustees

The existing trustees are responsible for the recruitment of new trustees but in doing so the trustees seek the views and recommendations of both elders and young representation. The trustees believe this approach ensures the new trustees are respected members of the faith and community and to ensure that good relations are fostered between the charity and the people of the community that we serve.

In selecting new trustees, we seek to identify people who regularly attend events and functions organised by the charity and are willing to volunteer to help in our broader community work. Potential trustees are invited to attend trustees meetings as observers and are given more details of the charity's aims and activities and, if all agree, they are then proposed as new trustees at the subsequent trustees' meeting. This process allows due consideration of the person's eligibility, personal competence, specialist knowledge and skills.

Induction and Training of Trustees

Following appointment, new trustees are introduced to their new role and given copies of the Trust Deed and a guide to the policies and procedures adopted by our charity. A number of publications from the charities commission are also provided including the guidance on charities and public benefit and on the advancement of religion for the public benefit. This ensures that new trustees are aware of the scope of their responsibilities under the Charities Act. Initially, new trustees work with an existing trustee assisting on particular activities and projects run by the charity. After satisfactory feedback from existing trustees, they are then given the task of leading a particular activity or project, reporting progress at trustees meetings.

4. Achievements and Performance

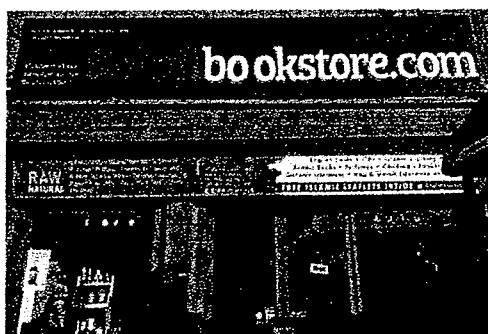
The charity was fortunate enough to be able to purchase two properties for use as Salafi Islamic Centres. Both will be used for the furtherance of activities and goals of the organisation and offering other organisations in the community that share the goals of the Salafi Bookstore and Islamic Centre to use and participate in these centres.

These properties will be used as a places of worship and teaching for the local community in line with our objectives. We intend to record and document all future plans and developments for these sites.

Hundreds and thousands of free leaflets have been produced by the charity and distributed. Here is a selection of them:



Additionally, we have several book publications that are sold through the physical bookstore and the online bookstore, again for the purpose of disseminating and understanding the Salafi doctrine.



5. Financial review

The trustees regularly review the reserves of the charity. Their policy is to hold enough funds to meet minimum of three months operating costs of the charity excluding the depreciation and one off cost of major refurbishments/acquisitions. The net operating costs for the charity in the year ended 30 September 2021 after excluding depreciation provision of £6,937 (2020: £5,157) was £32,668 (2020: £21,236) per month. The charity has a combined bank and cash in hand reserves amounting to £396,101 (2020: £270,670).

The trustees reserves policy relating to its shop & publications operating costs is not only based on bank or cash reserves. It is also to ensure that the margin between shop sales and cost of sales is sufficient to provide enough surplus to keep up with its operating costs.

Principal funding sources

The charity's main source of income is through shop sales (Books and other products). In addition it also receives public donations which contribute towards fulfilling the aims and goals of the charity.

During the year total bookstore & publications income was £447,352 (2020: £487,341). Total donations raised during the year were £264,506 (2020: £107,465), these were general public donations.

The charity also raised £96,833 designated donations during the year. These were all expensed on designated projects.

The charity also received rental income of £34,096 (2020: £29,863) from sharing excess part of the premises, rented out to another non for profit organisation with similar objectives.

Due to Covid-19 Pandemic, charity received government grants totalling £51,930 (2020: £47,115). This was due to closure of the shop in order to comply with the public lockdown. The above figure includes grants received towards job retention scheme and were expensed in full according to the scheme conditions.

6. Risk Management

The trustees actively review the major risks which the charity faces on a regular basis and believe that maintaining reserves at 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 other operational and business risks faced by the charity and confirm that they have established systems to mitigate the significant risks.

7. Covid-19 (Pandemic) Impact

During the above year the Charity has observed a reasonable increase in normal sales. This was due to a public lockdown, which allowed people to have more time at home and perhaps more time to read and contemplate. Since the shop was closed during public lockdown period, online sales increased.

Public has continued to support the charity despite of pandemic, coupled with government support in forms of Council Grant and Job Retention Scheme has helped the charity significantly.

8. Trustee's Responsibilities in relation to the Financial Statements

The charity trustees are responsible for preparing an annual report and financial statements in accordance with applicable law of United Kingdom Accounting Standards (United Kingdom Generally Accepted Practice).

The law applicable to charities in England and Wales require the charity trustees to prepare financial statements for each period 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 the financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Observe the method and principles in the charities SORP (FRS 102)
- Make judgments and estimates that are reasonable and prudent
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011 and SORP (FRS 102). They are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees for the purposes of charity law who served during the period up to the date of this report are set out on page 2.

This report has been prepared in accordance with the Charities Act 2011, as amended by the Charities Act 2006, the Trust Deed and the Charities SORP applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK & Republic of Ireland (FRS 102).

Approval on 22 July 2022 by the trustees and signed on its behalf by:



signed on 22/07/2022, 16:46:09 BST

Mr Nigel Andrew Francis Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES
FOR THE YEAR ENDED 30 SEPTEMBER 2021

I report on the accounts of the Charity for the year ended 30 September 2021, which are set out on pages 8 to 16.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the Charities Act 2011. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of ACCA.

It is my responsibility to:

- 1) examine the accounts under section 145 of the Charities Act 2011
- 2) to follow the procedures laid down in the general directions given by the Charity Commission under section 145(5)(b) of the Charities Act 2011, and
- 3) to state whether particular matters have come to my attention.

Basis of Independent Examiner's Statement

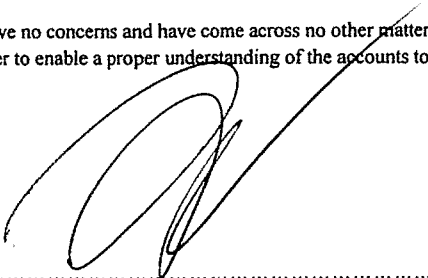
My examination was carried out in accordance with general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Independent Examiner's Statement

In connection with my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect:

- a) the accounting records were not kept in accordance with section 130 of the Charities Act 2011; or
- b) the accounts did not accord with the accounting records; or
- c) the accounts did not comply with the applicable 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.

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.



.....
Waqas Naseem FCCA
Mayfield
5 Highgate Business Centre
Highgate Road
Birmingham
B12 8EA

22 July 2022

SALAFI BOOKSTORE AND ISLAMIC CENTRE

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 SEPTEMBER 2021

<u>Incoming Resources</u>	Notes	Restricted Funds £	Unrestricted Funds £	TOTAL Funds 2021 £	TOTAL Funds 2020 £
Incoming Resources from generating funds:					
Donations, legacies and similar	2	96,833	264,506	361,339	107,465
Incoming Resources from Charitable activities	3	-	447,352	447,352	487,341
Incoming Resources from Rental Income	3	-	34,096	34,096	29,863
TOTAL INCOMING RESOURCES		96,833	745,954	842,787	624,669
<u>Resources Expended</u>					
Costs of Generating funds	4	-	100,125	100,125	105,936
Charitable Activities	5	148,763	507,561	656,324	445,538
Governance Costs	6	-	7,005	7,005	9,238
TOTAL RESOURCES EXPENDED		148,763	614,691	763,454	560,712
OTHER RECOGNISED GAINS/(LOSSES):					
Gains on revaluation of fixed assets for the charity's own use	3	-	-	-	-
Government Grant	3	51,930	-	51,930	47,115
NET MOVEMENT IN FUNDS		-	131,263	131,263	111,072
<u>RECONCILIATION OF FUNDS</u>					
TOTAL FUNDS Brought forward		-	1,249,462	1,249,462	1,138,390
TOTAL FUNDS Carried forward		-	1,380,725	1,380,725	1,249,462

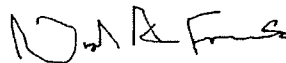
SALAFI BOOKSTORE AND ISLAMIC CENTRE

BALANCE SHEET AS AT 30 SEPTEMBER 2021

	Notes	2021		2020	
<u>FIXED ASSETS</u>	11	£	£	£	£
Freehold Property & Improvements			821,309		826,200
Equipment			4,464		68
Fixtures & Fittings			1,672		730
			827,445		826,998
<u>CURRENT ASSETS</u>					
Stock		57,890		51,483	
Debtors	12	106,095		105,675	
Cash & Bank Account Balances		396,101		270,670	
		560,086		427,828	
<u>LESS CREDITORS: Amounts</u>					
Falling Due Within One Year	13	(6,806)		(5,364)	
NET CURRENT (LIABILITIES) ASSETS					
			553,280		422,464
			1,380,725		1,249,462
<u>LESS CREDITORS: Amounts Falling</u>					
Due after more than One Year	14		-		-
TOTAL ASSETS LESS TOTAL LIABILITIES			1,380,725		1,249,462
<u>THE FUNDS OF THE CHARITY:</u>					
<u>Unrestricted Funds</u>					
General/ Designated Purpose Funds B/Fwd	16	1,249,462		1,138,390	
General Purpose Funds For The Year		131,263		111,072	
Designated Purpose Funds For The Year		-		-	
			1,380,725		1,249,462
<u>Restricted Funds</u>					
Specific Funds B/fwd		NIL		NIL	
Specific Funds For the Period		NIL		NIL	
			NIL		NIL
TOTAL CHARITY FUNDS			1,380,725		1,249,462

The notes at pages 10 to 15 form part of these accounts.

The financial statements were approved by the Board of Trustees on 22 July 2022 and were signed on its behalf by:


 signed on 22/07/2022, 16:46:09 BST

Mr Nigel Andrew Francis Trustee

SALAFI BOOKSTORE AND ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2021

1. Accounting Policies

(a) Basis of Preparation

The financial statements 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) and the Charities Act 2011.

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

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

(b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing that accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was needed. No restatements were required.

(c) Funds structure

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the terms of a specific appeal at Friday prayers or under the terms for public collection of Zakat in accordance with the teachings of Islam.

(d) Incoming resources

All incoming resources are recognised once the charity has entitlement to the resources, it is certain that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of donations, grants 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 grants, where there are performance or service deliverables required by the terms of the grant, are accounted for as the charity earns the right to payment through its performance.
- Donated services and facilities are included at the value to the charity where this can be quantified. The value of services donated by volunteers has not been included in these accounts, except where the services provided are in the nature of professional services where a fee would otherwise be charged, in which case the donated service is valued at their chargeable rate.
- Investment income is included when receivable.
- Income from charitable trading activity is accounted for when earned.

Tax reclaims on donations and gifts

Incoming resources from tax claims are included in the SOFA at the same time as the gift to which they relate, to the extent that tax recoverability is certain.

Incoming resources from fund raising

These are reported gross in the SOFA.

Gifts in kind for sale or distribution

These are included in the accounts as gifts only when sold or distributed by the charity. Gifts in kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.

Gifts in kind for use by the charity

These are included in the SOFA as incoming resources when receivable.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2021

Intangible income (e.g. donated facilities)

This is only included in the accounts when the benefit received is actually quantifiable, receivable and material, and the cost is being borne by a third party. When included it is valued at the lower of the cost borne by the third party, and the reasonable estimate of the value to the charity.

(e) Resources expended

Liabilities are recognised as resources are expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

(f) Irrecoverable VAT

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

(g) Allocation of overhead and support costs

Support costs include administration office functions and have been allocated to activity cost categories on a basis consistent with the use of resources, allocating property costs on floor areas, staff costs by the time spent and other costs on a measure of usage. The only exception is that no allocation of cost is made against Zakat, instead the relevant share is met from general funds of the Mosque.

(h) Costs of generating funds

Costs of generating funds are those costs incurred in attracting voluntary income, or incurred in trading activities undertaken to raise funds.

(i) Depreciation (Tangible fixed assets for us by the charity)

These are only capitalised when they can be used for more than a year and cost more than £250. They are valued at cost or a reasonable value on receipt. The charity does not have a policy of revaluation. Depreciation is charged as follows:

- Fixtures & Fittings	25% at reducing balance basis
- Equipment	25% at reducing balance basis
- Buildings	2% straight line basis
- Land	Nil

SALAFI BOOKSTORE AND ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

2. Incoming Resources from Voluntary Income

	Restricted Funds £	Unrestricted Funds £	TOTAL 2021 £	TOTAL 2020 £
Donations - General	-	264,506	264,506	107,465
Donations - Restricted	96,833	-	96,833	-
	<u>96,833</u>	<u>264,506</u>	<u>361,339</u>	<u>107,465</u>

3. Incoming Resources from charitable Activities

	Restricted Funds £	Unrestricted Funds £	TOTAL 2021 £	TOTAL 2020 £
Funds from Shop Activities				
Shop Sales & Publications	-	447,352	447,352	487,341
	<u>-</u>	<u>447,352</u>	<u>447,352</u>	<u>487,341</u>

Incoming Resources from Other Resources

	Restricted Funds £	Unrestricted Funds £	TOTAL 2021 £	TOTAL 2020 £
Rental Income	-	34,096	34,096	29,863
Government Grant	51,930	-	51,930	47,115
	<u>51,930</u>	<u>34,096</u>	<u>86,026</u>	<u>76,978</u>

	Restricted Funds £	Unrestricted Funds £	Unrestricted Support Costs £	Total 2021 £	Total 2020 £
4. Cost of Generating Funds					
Support Costs	-	-	100,125	100,125	105,936
5. Charitable activities					
Shop (Faith and worship):					
Shop & Mosque	51,930	346,644	-	398,574	385,351
Community activities:					
Donations & Conference Costs	96,833	160,917	-	257,750	60,187
Total charitable activities	<u>148,763</u>	<u>507,561</u>	<u>-</u>	<u>656,324</u>	<u>445,538</u>
6. Governance costs	<u>-</u>	<u>7,005</u>	<u>-</u>	<u>7,005</u>	<u>9,238</u>

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

7. Support Costs

	Cost of Generating Funds £	Premises £	Sundry £	Governance £	Total 2021 £	Total 2020 £
Rent, Rates & Utilities	-	82,479	-	-	82,479	92,422
Waste Collection	-	3,005	-	-	3,005	-
Office Costs	5,272	-	-	-	5,272	6,168
Bank Charges	1,887	-	-	-	1,887	2,006
Travel	545	-	-	-	545	183
Depreciation	6,937	-	-	-	6,937	5,157
	<u>14,641</u>	<u>85,484</u>	<u>-</u>	<u>-</u>	<u>100,125</u>	<u>105,936</u>

8. Corporation tax

The charity is exempt from corporation tax on its charitable activities.

9. Net incoming/(outgoing) resources for the period are stated after charging (crediting) the following:

	2021 £	2020 £
Auditors remuneration	-	400
Depreciation	6,937	5,157
	<u>6,937</u>	<u>5,557</u>

10. Staff costs

	2021 £	2020 £
Wages and salaries	118,607	77,716
Social security costs	8,135	798
	<u>126,742</u>	<u>78,514</u>

Average number of employees for the period	11	10
	<u>11</u>	<u>10</u>

No employees were paid more than £60,000.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

11. FIXED ASSETS

	Land & Building £	Plant & Machinery £	Equipment £	Fixtures & Fittings £	Total £
<u>COST</u>					
As At 1 October 2020	862,882	-	10,900	19,488	893,270
Additions	-	-	5,884	1,500	7,384
Revaluation	-	-	-	-	-
As At 30 September 2021	862,882	-	16,784	20,988	900,654
<u>DEPRECIATION</u>					
As At 1 October 2020	36,682	-	10,832	18,758	66,272
Charge For The Year	4,891	-	1,488	558	6,937
As At 30 September 2021	41,573	-	12,320	19,316	73,209
<u>NET BOOK VALUES</u>					
AS AT 30 September 2021	821,309	-	4,464	1,672	827,445
AS AT 30 September 2020	826,200	-	68	730	826,998

12. DEBTORS	2021 £	2020 £
Trade Debtors & Prepayments	32,400	-
Other Debtors	73,695	105,675
	<u>106,095</u>	<u>105,675</u>

Other Debtors include payments to non for profit organisations with similar objectives.

13. CREDITORS: Amounts falling due within one year	2021 £	2020 £
Trade Creditors	3,541	4,359
Taxation & Social Security Costs	-	-
Other Creditors	3,265	1,005
	<u>6,806</u>	<u>5,364</u>

14. CREDITORS: Amounts falling due after one year	2021 £	2020 £
Other Creditors	-	-
	<u>-</u>	<u>-</u>

15. Contingent Liabilities

Except as reflected in the Financial Statements, there were no Contingent Liabilities at 30 September 2021 (2020: £NIL)

SALAFI BOOKSTORE AND ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021

16. Reserves	2021 £	2020 £
As At 1 October 2020	1,249,462	1,138,390
Net Surplus for the period	<u>131,263</u>	<u>111,072</u>
As At 30 September 2021	<u>1,380,725</u>	<u>1,249,462</u>

Included within the reserves of £1,380,725 (2020: £1,249,462) is an amount of £827,445 (2020: £826,998) relating to fixed assets.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2021**

	Restricted Funds £	Unrestricted Funds £	Total 2021 £	Total 2020 £
<u>INCOME</u>				
Bookstore & Publications	-	447,352	447,352	487,341
Donations - General	-	264,506	264,506	107,465
Donations - Restricted	96,833	-	96,833	-
Rental Income	-	34,096	34,096	29,863
Government Grant	51,930	-	51,930	47,115
	<u>148,763</u>	<u>745,954</u>	<u>894,717</u>	<u>671,784</u>
<u>Expenditure</u>				
<u>Bookstore & Publications</u>				
Opening Stock	-	51,483	51,483	62,146
Purchases	-	274,081	274,081	290,060
Closing Stock	-	(57,890)	(57,890)	(51,483)
Charitable Projects - Restricted	96,833	-	96,833	-
	<u>96,833</u>	<u>267,674</u>	<u>364,507</u>	<u>300,723</u>
<u>Operating & Administration Expenditure</u>				
Wages & Social Security	51,930	74,812	126,742	78,514
Rent, Rates, Water & Insurance	-	70,116	70,116	73,072
Heat & Light	-	12,363	12,363	19,350
Telephone & Internet	-	2,005	2,005	1,505
Stationery, Postage & IT Costs	-	3,629	3,629	5,010
Travel Costs	-	545	545	183
Waste Collection	-	3,005	3,005	-
Office Costs	-	3,267	3,267	4,663
Donations & Education Conferences	-	160,917	160,917	60,187
Advertising	-	529	529	1,104
Bank Charges	-	1,887	1,887	2,006
Depreciation	-	6,937	6,937	5,157
	<u>51,930</u>	<u>340,012</u>	<u>391,942</u>	<u>250,751</u>
<u>Governance</u>				
Book-Keeping, Accountancy & Audit	-	6,000	6,000	6,140
Legal & Professional Fees	-	1,005	1,005	3,098
Trustees' Travel Expenses	-	-	-	-
	<u>-</u>	<u>7,005</u>	<u>7,005</u>	<u>9,238</u>
TOTAL EXPENDITURE	<u>148,763</u>	<u>614,691</u>	<u>763,454</u>	<u>560,712</u>
EXCESS INCOME OVER EXPENDITURE	<u>-</u>	<u>131,263</u>	<u>131,263</u>	<u>111,072</u>

SALAFI BOOKSTORE AND ISLAMIC CENTRE

England & Wales - Charity number 1083080

Accounts

REGISTERED CHARITY NUMBER: 1083080

SALAFI BOOKSTORE AND ISLAMIC CENTRE

REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2020

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020**

	Page
Trustee's Report	1
Independent Examiner's Report	7
Statement Of Financial Activities	8
Balance Sheet	9
Notes To The Financial Statements	10
Income & Expenditure Statement	16

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 SEPTEMBER 2020**

The Trustees present their report and unaudited financial statements of the charity for the year ended 30 September 2020.

REFERENCE AND ADMINISTRATIVE DETAILS

CHARITY NUMBER:	1083080
REGISTERED ADDRESS	472 Coventry Road Small Heath Birmingham B10 0UG
EXECUTIVE COMMITTEE CHAIRMAN	Mr Waheed Alam
EXECUTIVE COMMITTEE SECRETARY	Mr Amjad Rafiq
TRUSTEES	Mr Waheed Alam Mr Amjad Rafiq Mr Amjad Hussain Mr Nigel Andrew Francis
ACCOUNTANTS	Mayfield 5 Highgate Business Centre Highgate Road Birmingham B12 8EA
BANKERS	Lloyds Bank

SALAFI BOOKSTORE AND ISLAMIC CENTRE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2020

The Trustees present their annual report and unaudited financial statements for the year ended 30 September 2020 and confirm that they comply with the Charities Act 2011, as amended by the Charities Act 2006, the Trust Deed and the Charities SORP applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Administrative Information

Trustees who have served for the year ended 30 September 2020 were as follows:

Mr Waheed Alam	- Trustee
Mr Amjad Rafiq	- Trustee
Mr Amjad Hussain	- Trustee
Mr Nigel Andrew Francis	- Trustee

1. Governance, Structure and Management

Governing Document

Salafi Bookstore and Islamic Centre was constituted as a Charitable Trust registered with Charity Commission on 30 October 2000 under the charity number 1083080. It is governed by a Trust Deed, dated 23rd July 1999, amended on 1st July 2019.

Organisational Structure

The trustees are appointed by a resolution of the trustees passed at a special meeting called under clause "D" of the Deed of Trust. The trustees are responsible for the following:

- The day to day running of the bookstore and online bookstore;
- Organising fundraising activities;
- Organising events for propagation of the goals of the charity;
- All administrative affairs connected to the charity.

2. Objectives and Activities

Our Aims

The objectives of the charity are set out in the Charity's Trust Deed and can be expressed as follows in slightly more detail:

- To publish books and leaflets to advance the understanding of the Salafi beliefs and practices
- To provide a bookstore in a safe and welcoming environment open to all religions and persuasions to come and learn Salafi beliefs and practices
- To advance the education of the community, in particular Muslims through the maintenance of educational establishments and mosques

- To advance the moderate pietist Salafi beliefs and practices that call to living alongside all people peacefully whilst maintaining one's faith
- To encourage good behavior and kind conduct between Muslims and non-Muslims
- To teach that following different religions should not lead to extremism or intolerance within communities
- Working with schools, colleges and universities to advance the understanding of Salafi beliefs and practices
- Enhance a sense of belonging and strengthen commitment to society and its betterment
- To educate Muslims and non-Muslims about the dangers of extremism and in particular violent/terrorist extremism that is not sanctioned in Islam in anyway, form or manner. In this regard we continuously produce leaflets, audio lectures and books that aim to educate and play a role in de-radicalisation
- To cooperate with local police [Counter Terrorism Unit] and the "Prevent Team" to help in countering extremist ideologies. In this regard one of our trustees delivered a lecture at the Police headquarters in Birmingham
- Empower the community to become aspiring, effective and productive members of the British society

Our objectives are set to reflect the Islamic Salafi faith and community aims. Each year our trustees review our objectives and activities to ensure they continue to reflect our aims. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit.

Our aim remains to provide the community, Muslims and non-Muslims alike, the opportunity to learn about Salafi Islamic tenets, practices and worship.

Our ambition is to build the self confidence of the Muslims in their faith and through our efforts and activities help make our society peaceful, vibrant and harmonious.

Strategies

An important part of our strategy is community spiritual welfare and education. All our community activities including classes and seminars are advertised and we welcome the participation of all in our local community, Muslims and non-Muslims alike. All of our activities are free and supported by public donations.

3. Recruitment and Appointment of Trustees

The existing trustees are responsible for the recruitment of new trustees but in doing so the trustees seek the views and recommendations of both elders and young representation. The trustees believe this approach ensures the new trustees are respected members of the faith and community and to ensure that good relations are fostered between the charity and the people of the community that we serve.

In selecting new trustees, we seek to identify people who regularly attend events and functions organised by the charity and are willing to volunteer to help in our broader community work. Potential trustees are invited to attend trustees meetings as observers and are given more details of the charity's aims and activities and, if all agree, they are then proposed as new trustees at the subsequent trustees' meeting. This process allows due consideration of the person's eligibility, personal competence, specialist knowledge and skills.

Induction and Training of Trustees

Following appointment, new trustees are introduced to their new role and given copies of the Trust Deed and a guide to the policies and procedures adopted by our charity. A number of publications from the charities commission are also provided including the guidance on charities and public benefit and on the advancement of religion for the public benefit. This ensures that new trustees are aware of the scope of their responsibilities under the Charities Act. Initially, new trustees work with an existing trustee assisting on particular activities and projects run by the charity. After satisfactory feedback from existing trustees, they are then given the task of leading a particular activity or project, reporting progress at trustees meetings.

4. Achievements and Performance

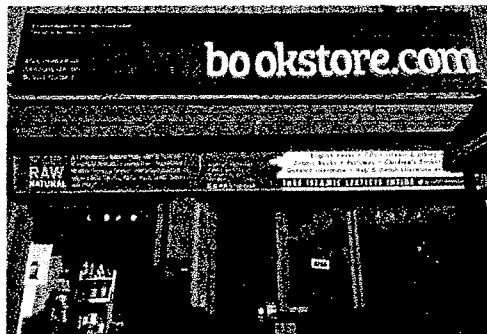
The charity was fortunate enough to be able to purchase two properties for use as Salafī Islamic Centres. Both will be used for the furtherance of activities and goals of the organisation and offering other organisations in the community that share the goals of the Salafī Bookstore and Islamic Centre to use and participate in these centres.

These properties will be used as a places of worship and teaching for the local community in line with our objectives. We intend to record and document all future plans and developments for these sites.

Hundreds and thousands of free leaflets have been produced by the charity and distributed. Here is a selection of them:



Additionally, we have several book publications that are sold through the physical bookstore and the online bookstore, again for the purpose of disseminating and understanding the Salafi doctrine.



5. Financial review

The trustees regularly review the reserves of the charity. Their policy is to hold enough funds to meet minimum of three months operating costs of the charity excluding the depreciation and one off cost of major refurbishments/acquisitions. The net operating costs for the charity in the year ended 30 September 2020 after excluding depreciation provision of £5,157 (2019: £5,245) was £ 21,236 (2019: £25,116) per month. The charity has a combined bank and cash in hand reserves amounting to £270,670 (2019: £141,654).

The trustees reserves policy relating to its shop & publications operating costs is not only based on bank or cash reserves. It is also to ensure that the margin between shop sales and cost of sales is sufficient to provide enough surplus to keep up with its operating costs.

Principal funding sources

The charity's main source of income is through shop sales (Books and other products). In addition it also receives public donations which contribute towards fulfilling the aims and goals of the charity.

During the year total bookstore & publications income was £487,341 (2019: £339,653). Total donations raised during the year were £107,465 (2019: £107,663), these were general public donations. The charity also received rental income of £29,863 (2019: £33,996) from sharing excess part of the premises, rented out to another non for profit organisation with similar objectives.

Due to Covid-19 Pandemic, charity received government grants totalling £47,115. This was due to closure of the shop in order to comply with the public lockdown. The above figure includes combination of council grant as well as job retention scheme.

6. Risk Management

The trustees actively review the major risks which the charity faces on a regular basis and believe that maintaining reserves at 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 other operational and business risks faced by the charity and confirm that they have established systems to mitigate the significant risks.

7. Covid-19 (Pandemic) Impact

During the above year the Charity has observed a reasonable increase in normal sales. This was due to a public lockdown, which allowed people to have more time at home and perhaps more time to read and contemplate. Since the shop was closed during public lockdown period, online sales increased.

Public has continued to support the charity despite of pandemic, coupled with government support in forms of Council Grant and Job Retention Scheme has helped the charity significantly.

8. Trustee's Responsibilities in relation to the Financial Statements

The charity trustees are responsible for preparing an annual report and financial statements in accordance with applicable law of United Kingdom Accounting Standards (United Kingdom Generally Accepted Practice).

The law applicable to charities in England and Wales require the charity trustees to prepare financial statements for each period 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 the financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Observe the method and principles in the charities SORP (FRS 102)
- Make judgments and estimates that are reasonable and prudent
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011 and SORP (FRS 102). They are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees for the purposes of charity law who served during the period up to the date of this report are set out on page 2.

This report has been prepared in accordance with the Charities Act 2011, as amended by the Charities Act 2006, the Trust Deed and the Charities SORP applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK & Republic of Ireland (FRS 102).

Approval on 27 July 2021 by the trustees and signed on its behalf by:



Mr Nigel Andrew Francis Trustee

SALAFI BOOKSTORE AND ISLAMIC CENTRE

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES
FOR THE YEAR ENDED 30 SEPTEMBER 2020

I report on the accounts of the Charity for the year ended 30 September 2020, which are set out on pages 8 to 16.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the Charities Act 2011. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of ACCA.

It is my responsibility to:

- 1) examine the accounts under section 145 of the Charities Act 2011
- 2) to follow the procedures laid down in the general directions given by the Charity Commission under section 145(5)(b) of the Charities Act 2011, and
- 3) to state whether particular matters have come to my attention.

Basis of Independent Examiner's Statement

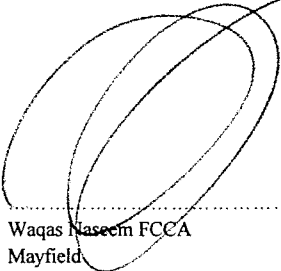
My examination was carried out in accordance with general directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Independent Examiner's Statement

In connection with my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect:

- a) the accounting records were not kept in accordance with section 130 of the Charities Act 2011; or
- b) the accounts did not accord with the accounting records; or
- c) the accounts did not comply with the applicable 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.

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.



Waqas Naseem FCCA
Mayfield
5 Highgate Business Centre
Highgate Road
Birmingham
B12 8EA

27 July 2021

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 SEPTEMBER 2020**

<u>Incoming Resources</u>	Notes	Restricted Funds £	Unrestricted Funds £	TOTAL Funds 2020 £	TOTAL Funds 2019 £
Incoming Resources from generating funds:					
Donations, legacies and similar	2	NIL	107,465	107,465	107,663
Incoming Resources from Charitable activities	3	NIL	487,341	487,341	339,653
Incoming Resources from Rental Income	3	NIL	29,863	29,863	33,996
TOTAL INCOMING RESOURCES		NIL	624,669	624,669	481,312
<u>Resources Expended</u>					
Costs of Generating funds	4	NIL	105,936	105,936	107,951
Charitable Activities	5	NIL	445,538	445,538	345,112
Governance Costs	6	NIL	9,238	9,238	8,390
TOTAL RESOURCES EXPENDED		NIL	560,712	560,712	461,453
OTHER RECOGNISED GAINS/(LOSSES):					
Gains on revaluation of fixed assets for the charity's own use	3	NIL	-	-	-
Government Grant	3	NIL	47,115	47,115	-
NET MOVEMENT IN FUNDS		NIL	111,072	111,072	19,859
<u>RECONCILIATION OF FUNDS</u>					
TOTAL FUNDS Brought forward		NIL	1,138,390	1,138,390	1,118,531
TOTAL FUNDS Carried forward		NIL	1,249,462	1,249,462	1,138,390

SALAFI BOOKSTORE AND ISLAMIC CENTRE

BALANCE SHEET AS AT 30 SEPTEMBER 2020

	Notes	2020		2019	
<u>FIXED ASSETS</u>	11	£	£	£	£
Freehold Property & Improvements			826,200		831,091
Equipment			68		91
Fixtures & Fittings			730		973
			826,998		832,155
<u>CURRENT ASSETS</u>					
Stock		51,483		62,146	
Debtors	12	105,675		105,675	
Cash & Bank Account Balances		270,670		141,654	
			427,828		309,475
<u>LESS CREDITORS: Amounts</u>					
Falling Due Within One Year	13	(5,364)		(3,240)	
NET CURRENT (LIABILITIES) ASSETS					
			422,464		306,235
			1,249,462		1,138,390
<u>LESS CREDITORS: Amounts Falling</u>					
Due after more than One Year	14		-		-
TOTAL ASSETS LESS TOTAL LIABILITIES			1,249,462		1,138,390
<u>THE FUNDS OF THE CHARITY:</u>					
<u>Unrestricted Funds</u>					
General/ Designated Purpose Funds B/Fwd	16	1,138,390		1,118,531	
General Purpose Funds For The Year		111,072		19,859	
Designated Purpose Funds For The Year		-		-	
			1,249,462		1,138,390
<u>Restricted Funds</u>					
Specific Funds B/fwd		NIL		NIL	
Specific Funds For the Period		NIL		NIL	
			NIL		NIL
TOTAL CHARITY FUNDS			1,249,462		1,138,390

The notes at pages 10 to 15 form part of these accounts.

The financial statements were approved by the Board of Trustees on 27 July 2021 and were signed on its behalf by:



 Mr Nigel Andrew Francis Trustee

SALAFI BOOKSTORE AND ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2020

1. Accounting Policies

(a) Basis of Preparation

The financial statements 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) and the Charities Act 2011.

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

The trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern.

(b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing that accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 a restatement of comparative items was needed. No restatements were required.

(c) Funds structure

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the terms of a specific appeal at Friday prayers or under the terms for public collection of Zakat in accordance with the teachings of Islam.

(d) Incoming resources

All incoming resources are recognised once the charity has entitlement to the resources, it is certain that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability. The following specific policies are applied to particular categories of income:

- Voluntary income is received by way of donations, grants 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 grants, where there are performance or service deliverables required by the terms of the grant, are accounted for as the charity earns the right to payment through its performance.
- Donated services and facilities are included at the value to the charity where this can be quantified. The value of services donated by volunteers has not been included in these accounts, except where the services provided are in the nature of professional services where a fee would otherwise be charged, in which case the donated service is valued at their chargeable rate.
- Investment income is included when receivable.
- Income from charitable trading activity is accounted for when earned.

Tax reclaims on donations and gifts

Incoming resources from tax claims are included in the SOFA at the same time as the gift to which they relate, to the extent that tax recoverability is certain.

Incoming resources from fund raising

These are reported gross in the SOFA.

Gifts in kind for sale or distribution

These are included in the accounts as gifts only when sold or distributed by the charity. Gifts in kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.

Gifts in kind for use by the charity

These are included in the SOFA as incoming resources when receivable.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

Intangible income (e.g. donated facilities)

This is only included in the accounts when the benefit received is actually quantifiable, receivable and material, and the cost is being borne by a third party. When included it is valued at the lower of the cost borne by the third party, and the reasonable estimate of the value to the charity.

(e) Resources expended

Liabilities are recognised as resources are expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

(f) Irrecoverable VAT

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

(g) Allocation of overhead and support costs

Support costs include administration office functions and have been allocated to activity cost categories on a basis consistent with the use of resources, allocating property costs on floor areas, staff costs by the time spent and other costs on a measure of usage. The only exception is that no allocation of cost is made against Zakat, instead the relevant share is met from general funds of the Mosque.

(h) Costs of generating funds

Costs of generating funds are those costs incurred in attracting voluntary income, or incurred in trading activities undertaken to raise funds.

(i) Depreciation (Tangible fixed assets for us by the charity)

These are only capitalised when they can be used for more than a year and cost more than £250. They are valued at cost or a reasonable value on receipt. The charity does not have a policy of revaluation. Depreciation is charged as follows:

- Fixtures & Fittings	25% at reducing balance basis
- Equipment	25% at reducing balance basis
- Buildings	2% straight line basis
- Land	Nil

SALAFI BOOKSTORE AND ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

2. Incoming Resources from Voluntary Income

	Restricted Funds £	Unrestricted Funds £	TOTAL 2020 £	TOTAL 2019 £
Donations - General	NIL	107,465	107,465	107,663
Donations - Designated	NIL	-	-	-
	<u>NIL</u>	<u>107,465</u>	<u>107,465</u>	<u>107,663</u>

3. Incoming Resources from charitable Activities

	Restricted Funds £	Unrestricted Funds £	TOTAL 2020 £	TOTAL 2019 £
Funds from Shop Activities				
Shop Sales & Publications	NIL	487,341	487,341	339,653
	<u>NIL</u>	<u>487,341</u>	<u>487,341</u>	<u>339,653</u>

Incoming Resources from Other Resources

	Restricted Funds £	Unrestricted Funds £	TOTAL 2020 £	TOTAL 2019 £
Rental Income	NIL	29,863	29,863	33,996
Government Grant	NIL	47,115	47,115	-
	<u>NIL</u>	<u>76,978</u>	<u>76,978</u>	<u>33,996</u>

	Restricted Funds £	Unrestricted Funds £	Unrestricted Support Costs £	Total 2020 £	Total 2019 £
4. Cost of Generating Funds					
Support Costs	NIL	-	105,936	105,936	107,951

5. Charitable activities

Shop (Faith and worship):					
Shop & Mosque	NIL	385,351	-	385,351	291,694
Community activities:					
Conference Costs	NIL	60,187	-	60,187	53,418
Total charitable activities	<u>NIL</u>	<u>445,538</u>	<u>-</u>	<u>445,538</u>	<u>345,112</u>

6. Governance costs	<u>NIL</u>	<u>9,238</u>	<u>-</u>	<u>9,238</u>	<u>8,390</u>
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SALAFI BOOKSTORE AND ISLAMIC CENTRE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020**

7. Support Costs

	Cost of Generating Funds £	Premises £	Sundry £	Governance £	Total 2020 £	Total 2019 £
Rent, Rates & Utilities	-	92,422	-	-	92,422	93,473
Repairs & Renewals	-	-	-	-	-	-
Office Costs	6,168	-	-	-	6,168	6,463
Bank Charges	2,006	-	-	-	2,006	1,480
Travel	183	-	-	-	183	1,290
Depreciation	5,157	-	-	-	5,157	5,245
	<u>13,514</u>	<u>92,422</u>	<u>-</u>	<u>-</u>	<u>105,936</u>	<u>107,951</u>

8. Corporation tax

The charity is exempt from corporation tax on its charitable activities.

9. Net incoming/(outgoing) resources for the period are stated after charging (crediting) the following:

	2020 £	2019 £
Auditors remuneration	400	4,800
Depreciation	5,157	5,245
	<u>5,557</u>	<u>10,045</u>

10. Staff costs

	2020 £	2019 £
Wages and salaries	77,716	111,210
Social security costs	798	1,407
	<u>78,514</u>	<u>112,617</u>

Average number of employees for the period	10	11
	<u>10</u>	<u>11</u>

No employees were paid more than £60,000.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020**

11. FIXED ASSETS

	Land & Building £	Plant & Machinery £	Equipment £	Fixtures & Fittings £	Total £
<u>COST</u>					
As At 1 October 2019	862,882	-	10,900	19,488	893,270
Additions	-	-	-	-	-
Revaluation	-	-	-	-	-
As At 30 September 2020	862,882	-	10,900	19,488	893,270
<u>DEPRECIATION</u>					
As At 1 October 2019	31,791	-	10,809	18,515	61,115
Charge For The Year	4,891	-	23	243	5,157
As At 30 September 2020	36,682	-	10,832	18,758	66,272
<u>NET BOOK VALUES</u>					
AS AT 30 September 2020	826,200	-	68	730	826,998
AS AT 30 September 2019	831,091	-	91	973	832,155

	2020 £	2019 £
12. DEBTORS		
Trade Debtors & Prepayments	-	-
Other Debtors	105,675	105,675
	<u>105,675</u>	<u>105,675</u>

Other Debtors include payments to non for profit organisations with similar objectives.

	2020 £	2019 £
13. CREDITORS: Amounts falling due within one year		
Trade Creditors	4,359	1,057
Taxation & Social Security Costs	-	-
Other Creditors	1,005	2,183
	<u>5,364</u>	<u>3,240</u>

	2020 £	2019 £
14. CREDITORS: Amounts falling due after one year		
Friendly Loans	-	-
	<u>-</u>	<u>-</u>

15. Contingent Liabilities

Except as reflected in the Financial Statements, there were no Contingent Liabilities at 30 September 2020 (2019: £NIL)

SALAFI BOOKSTORE AND ISLAMIC CENTRE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2020

16. Reserves	2020	2019
	£	£
As At 1 October 2019	1,138,390	1,118,531
Net Surplus for the period	<u>111,072</u>	<u>19,859</u>
As At 30 September 2020	<u>1,249,462</u>	<u>1,138,390</u>

Included within the reserves of £1,249,462 (2019: £1,138,390) is an amount of £826,998 (2019: £832,155) relating to fixed assets.

SALAFI BOOKSTORE AND ISLAMIC CENTRE

**INCOME & EXPENDITURE STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2020**

	Restricted Funds £	Unrestricted Funds £	Total 2020 £	Total 2019 £
<u>INCOME</u>				
Bookstore & Publications	NIL	487,341	487,341	339,653
Donations - General	NIL	107,465	107,465	107,663
Donations - Designated	NIL	-	-	-
Rental Income	NIL	29,863	29,863	33,996
Government Grant	NIL	47,115	47,115	-
		<u>671,784</u>	<u>671,784</u>	<u>481,312</u>
<u>Expenditure</u>				
<u>Bookstore & Publications</u>				
Opening Stock	NIL	62,146	62,146	50,692
Purchases	NIL	290,060	290,060	166,269
Closing Stock	NIL	(51,483)	(51,483)	(62,146)
		<u>300,723</u>	<u>300,723</u>	<u>154,815</u>
<u>Operating & Administration Expenditure</u>				
Wages & Social Security	NIL	78,514	78,514	112,617
Rent, Rates, Water & Insurance	NIL	73,072	73,072	71,518
Heat & Light	NIL	19,350	19,350	21,955
Telephone & Internet	NIL	1,505	1,505	1,631
Stationery, Postage & IT Costs	NIL	5,010	5,010	22,190
Travel Costs	NIL	183	183	1,290
Repairs & Renewals	NIL	-	-	-
Office Costs	NIL	4,663	4,663	4,832
Donations & Education Conferences	NIL	60,187	60,187	53,418
Advertising	NIL	1,104	1,104	2,072
Bank Charges	NIL	2,006	2,006	1,480
Depreciation	NIL	5,157	5,157	5,245
		<u>250,751</u>	<u>250,751</u>	<u>298,248</u>
<u>Governance</u>				
Book-Keeping, Accountancy & Audit	NIL	6,140	6,140	7,680
Legal & Professional Fees	NIL	3,098	3,098	710
Trustees' Travel Expenses	NIL	-	-	-
		<u>9,238</u>	<u>9,238</u>	<u>8,390</u>
TOTAL EXPENDITURE	<u>NIL</u>	<u>560,712</u>	<u>560,712</u>	<u>461,453</u>
EXCESS INCOME OVER EXPENDITURE	<u>NIL</u>	<u>111,072</u>	<u>111,072</u>	<u>19,859</u>