

MASJID-E-UMER TRUST

Report and Financial Statements

Year ended 31 December 2020

Charity no. 1083652

MASJID-E-UMER TRUST

Contents	Page
Legal and Administrative Information	3
Report of the Trustees	4 - 6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9
Notes to the Financial Statements	10 - 12

MASJID-E-UMER TRUST

Legal and Administrative Information

The Masjid-E-Umer Trust was constituted by deed made on 22 October 2000 and its property ('the trust fund') is administered and managed by the trustees who have served in office throughout the year and to the date of this report except where indicated. They are:

Trustees

Musaji Ahmed Hariff	Oosman Suleman Dadabhoy
Ali Azam Esmail	Usmangani Ismail Vawda
Sooleman Ahmed Dadabhoy	Abdullah Ebrahim Dadabhoy
Ahmed Ismail Vawda	Abdual Kader M.H Toorawa
Shabbir Ahmed Kazi	Iqbal Ebrahim Mehtar
Yusuf Yacoob Vawda	Ismail Yacoob Dadabhai
Mohammed Yusoof	Casim Mahmood Patel
Ebrahim Yousuf Vawda	Muhammad Saeed Mulla
Suleman Ahmed Parekh	Ayoub Kaka
Salim Ahmed Kazi	Anwar Murad

The Board of Trust collectively take all decision on behalf of the trust. Under delegated authority from the Board the following office bearers have been appointed:

Chairman	Musaji Ahmed Hariff
Secretary	Ebrahim Yousuf Vawda
Assistant Secretary	Muhammad Saeed Mulla
Treasurer	Iqbal Ebrahim Mehtar

Bankers

Lloyds Bank Plc	180-182 High Street Walthamstow, London E17 7JH
Barclay Bank plc	278 Hoe Street Walthamstow, London E17 9QE
Al Rayan Bank	97-99 Whitechapel Road London, E1 1DT

Independent Examiner

Jayson & Co
Chartered Certified Accountants & Registered Auditors
4 Blenheim Avenue
Gants Hill
IG2 6JG

MASJID-E-UMER TRUST

Report of the trustees for the year ended 31st December 2020

The trustees present their report with the financial statements of the charity for the year ended 31st December 2020. The charity's accounts have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland -Statement of Recommended Practice (SORP FRS 102) issued in October 2019.

The trust have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing the aim and objectives and in planning the charity's future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives set.

Structure, Governance and Management

Governing document

The trust is constituted by a Trust Deed and registered with the Charity Commission under charity number 1083652.

Risk management

The trustees are responsible for the management of risks faced by the charity. The trustees have undertaken a full risk assessment of the organization and have introduced various key controls. These controls are reviewed annually.

The trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

Charitable objects

The object of the Trust shall be to help the local community of Walthamstow and the surrounding area:

- (i) for the advancement of the religion of Islam in accordance with the tenets and doctrines of the Hanafi Sunni Sect of Islam;
- (ii) for the relief of poverty, sickness and distress; and
- (iii) to provide and assist in the provision of facilities for the recreation and other leisure time occupation of the Muslim inhabitants of the area which will help in improving their social environment and conditions of life.

Organisation

The Board of trustees meet regularly to administer the Trust.

Related parties

At 31st December 2020 there were interest free loans from the trustees amounting to £1,350 (2019 - £1,350)

MASJID-E-UMER TRUST

Report of the trustees for the year ended 31st December 2020

Review of activities

The results for the year under review are as shown in the attached Financial Statements

To cater for the large Muslim community at the time of Eid, the Trust hired the Pavilion Hall in Walthamstow and arranged two Eid prayers; one at the hall and one in the masjid.

The Trust runs a Madressah (Arabic school) with approximately 200 boys and girls ranging from age of 5 to 18 years in the evenings on Monday to Friday. The aim is to teach children about Islam and learn the Holy Qur'an, as well as learning the values and ethos of the religion. In addition to this, to support our children during their youth whilst preparing them for the future and making them proud of the peaceful, loving religion they follow.

The Trust runs classes that specializes in the memorization of the Holy Qur'an. These classes accommodate approximately 20 students. These classes are run in the evenings, from Monday to Friday.

The weekly talks by Moulana Muhammad Patel Sahib on the Tafsir of Qur'an and Islah of Nafs (Self Rectification) have continued and have maintained a large audience, both in person and via audio streaming. During weekly Friday Khutba (sermon), our two Imams Moulana Muhammad Shoaib Sahib and Moulana Zaid Sahib address number of topical and current issues and Islamic Jurisprudence affecting our youth and elderly community. These are delivered in both English and Urdu to achieve maximum target audience. The Trust recognises and promotes the work by both Imams concerning youth, women and education. The Trust invites respected scholars to the Masjid for talks on various topics.

The Trust has always encouraged links with schools in the borough of Waltham Forest. This provides an ideal opportunity for students to learn about Islam and help to clarify any misconceptions and misunderstandings that exist. The Trust continues to have a dialogue with the Metropolitan Police on the matters affecting the local community.

To enhance community cohesion, the doors of the Masjid are always open, and all people of faith and no faith are welcome to visit the Masjid. During the year, the Trust organised collection of food and other essentials for local charities who support the needy people of the Walthamstow community.

The Trust continues to provide counselling services for women by women. Female counselors provide this service, which continues to be beneficial. Women can discuss their personal issues and get advice and guidance.

Accounting and reporting responsibilities

The Charities Act 2011 requires the trustees to prepare financial statements for each financial year which give a true and fair view of the Trust financial activities during the year and of its financial position at the end of the year.

In preparing the financial statements the trustees should follow best practice and

Select suitable accounting policies and apply them consistently.

Make judgments and estimates that are reasonable and prudent.

MASJID-E-UMER TRUST

Report of the Trustees for the year ended 31st December 2020 (cont'd)

Follow applicable accounting standards and the Charities SORP (FRS 102), disclosing and explaining any departures in the financial statements; and

Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the Trust will continue in operation.

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

Going Concern

Covid 19 had affected Trust along with many other charity organisations in the year. Trustees carried out the risk assessment of the building, employees, volunteers, students and worshipers for their safety and wellbeing. The government guidelines were followed in this respect. This has impacted income stream due to closure of the mosque during the lock downs and reduced praying capacity. Trustees' setup the online donations from the worshipers which was successful. Trustees are of the opinion that all the activities will continue on normal basis for the foreseeable future with the donations, investment income and positive net assets position of the Trust.

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



M Hariff
Chairman

Date: 27/07/2021.

MASJID-E-UMER TRUST

Independent Examiner's report

To the Trustees of Masjid-E-Umer Trust – Registration No: 1083652

I report on the accounts of the Trust for the year ended 31 December 2020, which are set out on pages 8 to 12.

Respective responsibilities of trustees and examiner

As charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 and that an independent examination is needed.


I report in respect of my examination of the Charity's accounts carried out under section 145 of the Charities Act 2011 and carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the 2011 Act; or
- the accounts did not accord with the accounting records; or
- 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 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.


I. Ramgoolam
Jayson & Co
Chartered Certified Accountants
Blenheim Avenue
Gants Hill, Essex
IG2 6JG

Date: 27/10/2021

MASJID-E-UMER TRUST
Statements of financial activities
For the year ended 31 December 2020

	Notes	Unrestricted Funds £	Restricted Funds (Building) £	Restricted Funds (Other) £	Total Funds 2020 £	Total Funds 2019 £
Incoming resources						
Donations	1	139,694	-	11,468	151,162	153,918
Investment income	2	23,311	-	-	23,311	24,180
Gift-Aid		12,382	-	-	12,382	5,467
Net incoming resources available for charitable application		175,387	-	11,468	186,855	183,565
Charitable expenditure						
Salaries and NIC		98,982	-	-	98,982	103,466
Pension		1,128	-	-	1,128	1,005
Furlough repayments		(5,082)	-	-	(5,082)	-
Insurance		5,028	-	-	5,028	4,510
Water rates		1,239	-	-	1,239	2,338
Light and heat		5,301	-	-	5,301	7,483
Telephone & internet		1,272	-	-	1,272	1,158
Repairs and maintenance - Building		2,610	-	-	2,610	8,822
- Equipment		4,647	-	-	4,647	5,137
Accountancy fee		1,200	-	-	1,200	1,300
Sundry expenses		437	-	-	437	626
Cleaning materials		143	-	-	143	565
License fee		185	-	-	185	185
Professional fees		500	-	-	500	549
Depreciation		3,005	25,117	-	28,122	28,122
Motor expenses		-	-	1,550	1,550	1,330
Covid 19 expenses		1,703	-	-	1,703	-
Repayments made to charities		-	-	3,700	3,700	22,728
Total charitable expenditure		122,298	25,117	5,150	152,565	189,324
Total resources expended		122,298	25,117	5,150	152,565	189,324
Net incoming resources		53,089	(25,117)	6,318	34,290	(5,759)
Increase in fair value of investment property		-	-	-	-	526,016
Net movement in fund						
Funds balances at 31 December 2019		1,116,350	2,081,366	15,405	3,213,121	2,692,864
Funds balances at 31 December 2020		1,169,439	2,056,249	21,723	3,247,411	3,213,121

All accounts derive from continuing activities. All gains and losses recognized in the year are included in the statement of Financial Activities.

MASJID-E-UMER TRUST

Balance Sheet as at 31 December 2020

	Notes	£	2020 £	2019 £
Fixed assets	3		2,209,550	2,237,672
Investment property	4		600,000	600,000
			2,809,550	2,837,672
Current assets				
Debtors and prepayments	5	9,369	8,589	
Bank current account		301,305	240,458	
Bank deposit account		143,903	142,192	
Cash		35	35	
		454,612	391,274	
Creditors due within one year				
Creditors and accruals	6	<u>16,851</u>	<u>437,761</u>	<u>375,449</u>
Total assets less current liabilities			3,247,311	3,213,121
Total net assets			3,247,311	3,213,121
Restricted funds	7		2,077,872	2,096,771
Unrestricted funds	8		1,169,439	1,116,350
Total funds			3,247,311	3,213,121

Approved by the board of trustees and signed on its behalf by

I Mehtar
Treasurer

E Vawda
Secretary

Date: 27-10-2021

MASJID-E-UMER TRUST

Notes forming part of the financial statement

For the year ended 31st December 2020

1. Principal accounting policies

The financial statement of the Trust have been prepared in accordance with the Statements of Recommended Practice: Accounting and Reporting by Charities (SORP – FRS 102) issued in October 2019, and with applicable UK Accounting Standards and the Charities Act 2011. These financial statements are drawn up on the historical cost accounting basis.

(a) Donations and fund accounting

Donations received for the general purpose of the Trust are included as unrestricted funds. Donations received for the purpose of construction and extension of the mosque and for helping needy and deprived children are taken to restricted funds.

(b) Resources expended

Resources expended are accounted for on an accrual basis. The irrecoverable element of VAT is included with the item of expense to which it relates.

(c) Tax refund on gift aid

Income tax refunds on donation under gift aid are accounted for when received.

(d) Depreciation

Depreciation is provided on fixed asset from the date of acquisition and up to the date of disposal at the following annual rates which are estimated to write off their expected useful lives.

Freehold Building	Over 50 years
Furniture, fitting and equipment	5/10/25 % on cost

(e) Investment property

Investment property which is held to earn rentals and/or capital appreciation, is initially recognised at cost. Subsequently, it is measured at fair value at the reporting date. Changes in fair value are recognised in profit or loss.

MASJID-E-UMER TRUST

Notes forming part of the financial statements

For the year ended 31st December 2020

2 Investment income	2020	2019
	£	£
Return on bank deposit account	1,711	1,695
Rental income	21,600	22,485
	<u>23,311</u>	<u>24,180</u>

3 Tangible fixed assets	Freehold land & buildings	Furniture fitting & equipment	Ambulance	Total
	£	£	£	£
Cost or valuation				
At 1 January 2020	2,255,856	80,505	24,070	2,360,431
Additions	-	-	-	-
At 31 December 2020	<u>2,255,856</u>	<u>80,505</u>	<u>24,070</u>	<u>2,360,431</u>
Depreciation				
At 01 January 2020	50,234	64,505	8,020	122,759
Charge for the year	25,117	1,000	2,005	28,122
At 31 December 2020	<u>75,351</u>	<u>65,505</u>	<u>10,025</u>	<u>150,881</u>
Net book value				
At 31 December 2020	<u>2,180,505</u>	<u>15,000</u>	<u>14,045</u>	<u>2,209,550</u>
At 31 December 2020	<u>2,205,622</u>	<u>16,000</u>	<u>1,6050</u>	<u>2,237,672</u>

4 Investment Property

	Total
Fair value	£
At 1 January 2020	600,000
Revaluation	-
At 31 December 2020	<u>600,000</u>

The valuation of the investment property was made by the Trustees of the trust, on an open market basis. No depreciation is provided in respect of this property as the property value in London is quite stable.

MASJID-E-UMER TRUST

Notes forming part of the financial statements

For the year ended 31st December 2020

5 Debtors and prepayments			2020	2019
			£	£
Prepayments			9,369	8,489
			<u>9,369</u>	<u>8,489</u>
6 Creditors and accruals			2020	2019
			£	£
Interest free loans			12,350	12,350
Accruals and other creditors			4,501	3,475
			<u>16,851</u>	<u>15,825</u>
7. Restricted funds	Building	Other	Total	Total
			2020	2019
	£	£	£	£
At 01 January 2020	2,081,366	15,405	2,096,771	2,125,038
Net addition in the year	-	11,468	11,468	20,908
Repayments	-	(5,250)	(5,250)	(24,058)
Depreciation	(25,117)	-	(25,117)	(25,117)
At 31 December 2020	<u>2,056,249</u>	<u>21,623</u>	<u>2,077,872</u>	<u>2,096,771</u>
8. Unrestricted funds	Revaluation Reserve	General Reserve	Total	Total
	£	£	2020	2019
			£	£
At 01 January 2020	526,016	590,334	1,116,350	567,826
Surplus/(Deficit) for the year	-	53,089	53,089	548,524
At 31 December 2020	<u>526,016</u>	<u>643,423</u>	<u>1,169,439</u>	<u>1,116,350</u>