

THE MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

CHARITY REGISTRATION NO: 1084651

THE MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

CONTENTS

For The Year Ended 31 December 2021

	Page
1. Trustees' Report	1-2
2. Independent examiner's report	3
3. Statement of Financial Activities	4
4. Statement of Financial Position	5
5. Notes to the Financial Statements	6-9

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

TRUSTEES REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The below Trustees were in office at the year-end:

Mr. H R Khan
Mr. N Jaffer (Appointed 27/04/21)
Dr. M S Shafi
Dr A Mohamedali

At the end of 2021, the entity had total closing reserves of £99,836 (2020: £79,459), of which £53,471 are free unrestricted reserves. The entity has embarked on several projects throughout the year, of which the two largest funded areas are detailed below:

Centre for Media Monitoring (CfMM)

2021 was a busy year for the Centre for Media Monitoring despite the ongoing constraints of Covid 19 & lockdown. They published their bumper bi-annual report "British Media's Coverage of Muslims & Islam 2018-2020" and held a very successful launch and panel discussion with distinguished editors, journalists, and academics.

CfMM was also engaged in high level talks with the BBC, News UK, Reach PLC, ITN, The Bureau for Investigative Journalism, as well as with Diversity & Inclusion Leads from over 20 other media outlets regarding their work & delivering "Conscious Journalism" training to newsrooms.

CfMM delivered a series of Masterclasses at various schools of journalism throughout the country including City, Cardiff, Goldsmiths, Oxford Brookes, Middlesex, Sheffield, Newcastle, Liverpool, Bournemouth & Falmouth to mention a few.

With many media outlets and regulators recognising CfMM's expertise, they were called upon as consultants on various projects including "Trolls Out" by the Media Diversity Institute, "Racism in Newsrooms" by the Ethical Journalism Network and "Gendered based Islamophobia in the Media" by a European Union based project in Spain & Belgium. They fed into the press regulator IMPRESS's consultation into their Standards and Codes Review as well as into the Online Safety Bill Public Committee's Inquiry. CfMM also continues to sit on various advisory boards, train community organisations on how to engage with the media proactively and appears on panel discussions at various media festivals & conferences. CfMM was awarded the "Best Islamic Fair Media Coverage Advocacy" award by Acquisition International - a Global business online magazine read by hundreds of companies and thousands of individuals.

DWP Kickstart Scheme

The DWP Kickstart Scheme was launched during the COVID19 pandemic to supporting young people in unemployment to gain access to work experience, by supporting employers with the salary costs of the young person for up to 6 months. The scheme initially required employers intending to recruit less than 30 employees to register via a Gateway Employer. MCBCF acted as a Gateway Employer, enabling 98 young people to access employment opportunities with 18 employers for up to 6 months.

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

TRUSTEES REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

Trustees' Responsibilities

The Trustees are responsible for preparing financial statements for each financial year which give a true and fair view of the state of affairs of the organisation and of the incoming resources and application of resources of the organisation for that period. In preparing these financial statements, the Treasurer followed best practice and is required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 (FRS 102);
- make judgements 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 organisation 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 organisation and following best practice enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the organisation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.



Mr H R Khan
Trustee

25 October 2022

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

INDEPENDENT EXAMINER'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2021 which are set out on pages 4 to 9.

Responsibilities and basis of report

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

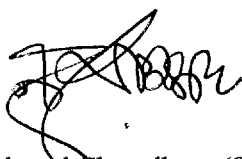
I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records
3. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS102).

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.



Mr Nur Ahmed Chowdhury (Senior Statutory Auditor)

For and on behalf of Abacus Partners (Ldn) LLP
Statutory Auditor
Unit A, Abbots Wharf
93 Stainsby Road
London E14 6JL

27th October 2022

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME & EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Restated funds 2020 £
Income from:					
Donations and legacies	2	100,765	416,635	517,400	259,647
Other fund generating income	3				69,063
Total income		<u>100,765</u>	<u>416,635</u>	<u>517,400</u>	<u>328,710</u>
Expenditure on:					
Cost of Generating funds	4	46,508	4,871	51,379	33,100
Charitable activities	5		425,535	425,535	250,796
Administration costs	6	20,109		20,109	28,582
Total resources expended		<u>66,617</u>	<u>430,406</u>	<u>497,023</u>	<u>312,478</u>
Net surplus/ (deficit) for the year		34,148	(13,771)	20,377	16,232
Net movement in funds					
Fund balances at 1 January 2021 (restated)		55,077	24,382	79,459	63,227
Transfer between funds		(35,754)	35,754		
Fund balances at 31 December 2021		<u>53,471</u>	<u>46,365</u>	<u>99,836</u>	<u>79,459</u>

All of the charity's activities derived from continuing operations during the above financial periods.

The charity has no recognised gains and losses other than those shown above.

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

STATEMENT OF FINANCIAL POSITION

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 £	Restated 2020 £
Current assets			
Debtors	8	30,209	30,209
Cash at bank and in hand		<u>76,227</u>	<u>56,450</u>
		106,436	86,659
 Creditors: amounts falling due within one year	 9	 <u>6,600</u>	 <u>7,200</u>
 Net current assets		 <u>99,836</u>	 <u>79,459</u>
 Income funds			
Restricted funds	10	46,365	24,382
Unrestricted funds	11	<u>53,471</u>	<u>55,077</u>
		<u>99,836</u>	<u>79,459</u>
		<u>99,836</u>	<u>79,459</u>

The financial statements were approved by the Trustees on, 25 October 2022



Mr H R Khan
Trustee



Mr Navshir Jaffer
Trustee

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting Policies

1.1 Basis of preparation of accounts:

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) - (Charities SORP 2015 (FRS 102), and the Charities Act 2011.

Items are recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s). The functional currency for presentation is sterling, with balances rounded to the nearest pound.

1.2 Income:

Income is recognised in the period when the charity is entitled to it, the income can be measured reliably, and it is probable that the income will be received.

Donations are recognised when the charity has confirmation of the amount and settlement date. Income with performance related conditions is deferred until the conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity, and probably to be fulfilled in the period.

1.3 Expenditure categories:

Expenditure is included in the statement of financial activities when incurred, and includes attributable VAT which cannot be recovered. It is categorised as below:

Fundraising expenditure:

These relate to the costs of resources in running events for public collection, as well as processing fees on donation platforms.

Charitable activity costs:

These expenditures are for deliverance of objectives set out in the Trustees' report, and relate mainly to direct charitable work conducted, in addition to direct costs incurred in facilitating those projects.

Fundraising and Administration

Fundraising costs are those associated with sourcing or the costs of appeals to raise funds to provide the entity with resources to deliver its objectives. Administration costs relate to the costs of governance, IT, finance and other activities involved in managing the organisation.

1.4 Funds:

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund.

1.5 Going concern:

At the time of approving the accounts, the trustees have assessed that the charity has adequate resources to continue in operational existence for at least another 12 months, thus adopting the going concern basis of accounts presentation. The Trustees did not consider COVID-19 to have been severely detrimental to collections, and there are no longstanding effects to continuity from the pandemic.

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

2 Donations and legacies

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
General donations	94,188		94,188
Just Giving donations			
Visit My Mosque		4,850	4,850
OMOF Our Mosques Our Future and LMR project			
Media Monitoring Project		52,800	52,800
Elderly Care Project			
Kickstart		350,839	350,839
Youth Futures Foundation		4,871	4,871
Sri Lanka		3,275	3,275
Charities Aid foundation	6,577		6,577
	<u>100,765</u>	<u>416,635</u>	<u>517,400</u>

3 Other fund generating income

	2021 £	2020 £
Digital panel partnership		69,063
	<u>0</u>	<u>69,063</u>

4 Cost of generating funds

	2021 £	Restated 2020 £
Fundraising consultancy	24,171	8,100
Digital marketing	19,708	
Hire of advertising panels	7,500	25,000
	<u>51,379</u>	<u>33,100</u>

5 Charitable activity costs

	2021 £	2020 £
Media monitoring project	42,800	193,074
Visit My Mosque	7,772	4,850
OMOF Our Mosques Our Future and LMR project		11,400
Islamophobia	10,000	
Elderly Care Project		7,058
PMB	2,100	
General donations		34,413
Kickstart	338,856	
Sri Lanka	24,007	
	<u>425,535</u>	<u>250,795</u>

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

6 Administration costs

	2021	Restated 2020
	£	£
Administrative expenses	16,000	22,611
Computer expenses	512	1,125
Light and heat	1,451	3,432
Subscriptions	217	
Insurance	729	214
Accountancy	1,200	1,200
	<u>20,109</u>	<u>28,582</u>

Administrative expenses relate to service charge fees payable to the Muslim Council of Britain in respect of expenses related to the use of property. The restated 2020 balance relates to prior year service charges not being accounted for. The £19,000 adjustment has led to revisions in the opening unrestricted reserves, and an adjustment to the prior year Other debtors balance (Note 8).

7 Trustees and related party transactions

No Trustees, or any persons connected to them, received any remuneration or benefits from the Charity during the year.

8 Debtors

	2021	Restated 2020
	£	£
Amounts falling due within one year:		
Trade debtors	14,531	14,531
Other debtors	15,678	15,678
	<u>30,209</u>	<u>30,209</u>

Other debtors include a loan with the Muslim Council of Britain, which is repayable on demand.

9 Creditors: amounts falling due within one year

	2021	2020
	£	£
Accruals and deferred income	6,600	7,200
	<u>6,600</u>	<u>7,200</u>

MUSLIM COUNCIL OF BRITAIN CHARITABLE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

10 Restricted funds

	Restated Balance at 01/01/2021 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31/12/2021 £
Chaplaincy Project	14,555				14,555
Leadership Project	1,991				1,991
Mass gathering & Global Health Conference	7,836				7,836
Media Monitoring Project		52,800	(42,800)		10,000
Visit My Mosque		4,850	(7,772)	2,922	
Islamophobia			(10,000)	10,000	
OMOF and LMR Project					
Sri Lanka		3,275	(24,007)	20,732	
Kickstart		350,839	(338,856)		11,983
Youth Futures Foundation		4,871	(4,871)		
PMB			(2,100)	2,100	
	24,382	416,635	(430,406)	35,754	46,365

The prior year restricted fund closing balance, has been restated in the current year opening reserves. A £6,325 transfer has been made to the unrestricted reserves, to reclassify prior year general collections via the Charities Aid Foundation.

11 Movement in funds:

	Unrestricted Funds £	Restricted Funds £	Total £
As at 1 Jan 2021	55,077	24,382	79,459
Current year	34,148	(13,771)	20,377
Current year transfer	(35,754)	35,754	
As at 31 December 2021	53,471	46,365	99,836

12 Taxation

The entity is a registered charity and does not undertake non-charitable activities, hence entitling it to tax exemptions.

13 Events after the reporting period

There were no significant post balance sheet events to disclose.

14 Gifts In Kind And Volunteers

During the year the charity benefited from unpaid work performed by volunteers.

15 Government grants

During the year MCBCF helped facilitate utilisation of the Kickstart scheme, aimed at spurring employment amongst young people. The receipts and payments relating to these funds are in Note 10.