

CHARITY REGISTRATION NUMBER: 1085713

ALULBAYT FOUNDATION
Unaudited Financial Statements
31 March 2023

FAIRMAN DAVIS
Chartered accountants
3 Exhibition House
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London
W14 8XP

ALULBAYT FOUNDATION

Financial Statements

Year ended 31 March 2023

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ALULBAYT FOUNDATION

Trustees' Annual Report

Year ended 31 March 2023

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2023.

Reference and administrative details

Registered charity name ALULBAYT FOUNDATION

Charity registration number 1085713

Principal office 75 Brondesbury Park
London
NW6 7AX

The trustees

Mr Fadhil Mehdi
Mr Mohsen Mousavi
Mr Hamid Asmail

Independent examiner Fairman Davis
3 Exhibition House
Addison Bridge Place
London
W14 8XP

Structure, governance and management

Governing Documents

The organisation was registered as charity on 21st March 2001 and is governed by its Trust Deed dated 19th March 2000.

Organisation Structure

Alulbayt Foundation has a Management Committee which meets quarterly and is responsible for the strategic direction and policy of the charity.

Risk Management

The Management Committee has conducted a review of the major risks to which the charity is exposed to and continues to monitor this on an ongoing basis. Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Internal control risks are minimised by the implementation of procedures for authorisation of all transactions and projects. Procedures are in place to ensure compliance with health and safety of volunteers, clients and visitors to the centre. The procedures are periodically reviewed to ensure that they continue to meet the needs of the charity.

Objectives and activities

The charity's objective and its principal activity continue to be that of providing relief of poverty, sickness, distress and the advancement of education in particular amongst people who are of Islamic Faith.

ALULBAYT FOUNDATION

Trustees' Annual Report *(continued)*

Year ended 31 March 2023

Achievements and performance

The Trustees consider that the performance of the charity this year has been satisfactory.

Financial review

Against the backdrop of limited resources the charity has continued to plan or develop its services. With the aid of sound financial management and the support of both its staff and volunteers, the charity has achieved a satisfactory outcome for the year, with sufficient resources to continue its normal activities in the forthcoming years.

Plans for future periods

The charity intends to continue its activities in pursuance of its defined objectives.

The trustees' annual report was approved on 18 September 2023 and signed on behalf of the board of trustees by:



Mr Mohsen Mousavi
Trustee

ALULBAYT FOUNDATION

Independent Examiner's Report to the Trustees of ALULBAYT FOUNDATION

Year ended 31 March 2023

I report to the trustees on my examination of the financial statements of ALULBAYT FOUNDATION ('the charity') for the year ended 31 March 2023.

Responsibilities and basis of report

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

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

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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 financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



A. V. R. S. I.

Fairman Davis
Independent Examiner

3 Exhibition House
Addison Bridge Place
London
W14 8XP

ALULBAYT FOUNDATION
Statement of Financial Activities
Year ended 31 March 2023

	Note	Unrestricted funds £	2023 Restricted funds £	Total funds £	2022 Total funds £
Income and endowments					
Donations and legacies	4	150,784	272,166	422,950	400,506
Total income		<u>150,784</u>	<u>272,166</u>	<u>422,950</u>	<u>400,506</u>
Expenditure					
Expenditure on charitable activities	5,6	238,919	278,901	517,820	446,102
Total expenditure		<u>238,919</u>	<u>278,901</u>	<u>517,820</u>	<u>446,102</u>
Net expenditure and net movement in funds		<u>(88,135)</u>	<u>(6,735)</u>	<u>(94,870)</u>	<u>(45,596)</u>
Reconciliation of funds					
Total funds brought forward		296,719	6,735	303,454	349,050
Total funds carried forward		<u>208,584</u>	<u>—</u>	<u>208,584</u>	<u>303,454</u>

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

The notes on pages 6 to 13 form part of these financial statements.

ALULBAYT FOUNDATION

Statement of Financial Position

31 March 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	12	106,040	154,507
Current assets			
Debtors	13	32,957	9,925
Cash at bank and in hand		<u>74,555</u>	<u>143,317</u>
		107,512	153,242
Creditors: amounts falling due within one year	14	<u>4,968</u>	<u>4,295</u>
Net current assets		102,544	148,947
Total assets less current liabilities		<u>208,584</u>	<u>303,454</u>
Net assets		<u>208,584</u>	<u>303,454</u>
Funds of the charity			
Restricted funds		—	6,735
Unrestricted funds		<u>208,584</u>	<u>296,719</u>
Total charity funds	17	<u>208,584</u>	<u>303,454</u>

These financial statements were approved by the board of trustees and authorised for issue on 18 September 2023, and are signed on behalf of the board by:



Mr Mohsen Mousavi
Trustee

The notes on pages 6 to 13 form part of these financial statements.

ALULBAYT FOUNDATION

Notes to the Financial Statements

Year ended 31 March 2023

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 75 Brondesbury Park, London, NW6 7AX.

2. Statement of compliance

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

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Fund accounting

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

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

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

ALULBAYT FOUNDATION

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Incoming resources

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

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

Resources expended

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It included both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them. Governance costs include those costs associated with meeting the charity's constitutional and statutory requirements as well as costs linked to the strategic management of the charity.

Tangible assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold Property	-	10% straight line
Fixtures & Fittings	-	25% straight line
Motor Vehicles	-	25% straight line
Equipment	-	25% straight line

Impairment of fixed assets

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

ALULBAYT FOUNDATION

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Impairment of fixed assets *(continued)*

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

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

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial instruments

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

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

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

Debt instruments are subsequently measured at amortised cost.

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

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

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

ALULBAYT FOUNDATION

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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

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

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

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Donations			
Donations	129,014	272,166	401,180
Grants			
Government grant income	21,770	—	21,770
	<u>150,784</u>	<u>272,166</u>	<u>422,950</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations			
Donations	179,181	191,705	370,886
Grants			
Government grant income	29,620	—	29,620
	<u>208,801</u>	<u>191,705</u>	<u>400,506</u>

ALULBAYT FOUNDATION

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

5. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Charitable activity	76,703	278,901	355,604
Support costs	162,216	—	162,216
	<u>238,919</u>	<u>278,901</u>	<u>517,820</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Charitable activity	117,932	182,066	299,998
Support costs	146,104	—	146,104
	<u>264,036</u>	<u>182,066</u>	<u>446,102</u>

6. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2023 £	Total fund 2022 £
Charitable activity	355,604	159,989	515,593	442,817
Governance costs	—	2,227	2,227	3,285
	<u>355,604</u>	<u>162,216</u>	<u>517,820</u>	<u>446,102</u>

7. Analysis of support costs

	Analysis of support costs activity 1 £	Total 2023 £	Total 2022 £
Staff costs	86,772	86,772	78,343
Premises	66,408	66,408	58,567
General office	6,810	6,810	5,909
Governance costs	1,920	1,920	3,285
	<u>161,910</u>	<u>161,910</u>	<u>146,104</u>

8. Net expenditure

Net expenditure is stated after charging/(crediting):

	2023 £	2022 £
Depreciation of tangible fixed assets	<u>50,283</u>	<u>49,829</u>

ALULBAYT FOUNDATION

Notes to the Financial Statements (continued)

Year ended 31 March 2023

9. Independent examination fees

	2023 £	2022 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>1,920</u>	<u>1,860</u>

10. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2023 £	2022 £
Wages and salaries	84,871	75,750
Social security costs	490	1,074
Employer contributions to pension plans	<u>1,410</u>	<u>1,519</u>
	<u>86,771</u>	<u>78,343</u>

The average head count of employees during the year was 5 (2022: 5).

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

11. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

12. Tangible fixed assets

	Land and buildings £	Fixtures and fittings £	Motor vehicles £	Equipment £	Total £
Cost					
At 1 April 2022	489,877	3,948	5,900	19,227	518,952
Additions	—	—	—	1,816	1,816
At 31 March 2023	<u>489,877</u>	<u>3,948</u>	<u>5,900</u>	<u>21,043</u>	<u>520,768</u>
Depreciation					
At 1 April 2022	337,055	3,946	5,899	17,545	364,445
Charge for the year	48,988	—	—	1,295	50,283
At 31 March 2023	<u>386,043</u>	<u>3,946</u>	<u>5,899</u>	<u>18,840</u>	<u>414,728</u>
Carrying amount					
At 31 March 2023	<u>103,834</u>	<u>2</u>	<u>1</u>	<u>2,203</u>	<u>106,040</u>
At 31 March 2022	<u>152,822</u>	<u>2</u>	<u>1</u>	<u>1,682</u>	<u>154,507</u>

13. Debtors

	2023 £	2022 £
Other debtors	<u>32,957</u>	<u>9,925</u>

ALULBAYT FOUNDATION

Notes to the Financial Statements (continued)

Year ended 31 March 2023

14. Creditors: amounts falling due within one year

	2023	2022
	£	£
Accruals and deferred income	1,920	1,860
Social security and other taxes	2,689	2,435
Other creditors	359	—
	<u>4,968</u>	<u>4,295</u>

15. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £1,410 (2022: £1,519).

16. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2023	2022
	£	£
Recognised in income from donations and legacies:		
Government grants income	<u>21,770</u>	<u>29,620</u>

17. Analysis of charitable funds

Unrestricted funds

	At 1 April 2022	Income	Expenditure	Transfers	At 31 March 2023
	£	£	£	£	£
General funds	<u>296,719</u>	<u>150,784</u>	<u>(238,919)</u>	<u>—</u>	<u>208,584</u>

	At 1 April 2021	Income	Expenditure	Transfers	At 31 March 2022
	£	£	£	£	£
General funds	<u>14,899</u>	<u>208,801</u>	<u>(264,036)</u>	<u>337,055</u>	<u>296,719</u>

Restricted funds

	At 1 April 2022	Income	Expenditure	Transfers	At 31 March 2023
	£	£	£	£	£
Restricted Funds	<u>6,735</u>	<u>272,166</u>	<u>(278,901)</u>	<u>—</u>	<u>—</u>

	At 1 April 2021	Income	Expenditure	Transfers	At 31 March 2022
	£	£	£	£	£
Restricted Funds	<u>334,151</u>	<u>191,705</u>	<u>(182,066)</u>	<u>(337,055)</u>	<u>6,735</u>

ALULBAYT FOUNDATION

Notes to the Financial Statements *(continued)*

Year ended 31 March 2023

18. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Tangible fixed assets	106,040	—	106,040
Current assets	107,512	—	107,512
Creditors less than 1 year	(4,968)	—	(4,968)
Net assets	<u>208,584</u>	<u>—</u>	<u>208,584</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	154,507	—	154,507
Current assets	146,507	6,735	153,242
Creditors less than 1 year	(4,295)	—	(4,295)
Net assets	<u>296,719</u>	<u>6,735</u>	<u>303,454</u>