

Charity number: 1088511

Madrasatul Imam Muhammad Zakariya Preston

Report of the Trustees and Unaudited Financial Statements

For the year ended 31 August 2021

Madrasatul Imam Muhammad Zakariya Preston  
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For the year ended 31 August 2021

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**Madrasatul Imam Muhammad Zakariya Preston**  
**Report of the Trustees**  
**For the year ended 31 August 2021**

The Trustees have pleasure in presenting their report and the financial statements for the charity for the year ended 31 August 2021. The Trustees have adopted the provisions of 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 the Republic of Ireland (FRS 102) (effective 1 January 2019).

**OBJECTIVES AND ACTIVITIES**

In setting our objectives, and planning our activities, we have given careful consideration to Charity Commission's guidelines on public benefit.

Students are increasingly encouraged to pursue education at British Schools. The trust aims to foster an awareness within students about their surroundings and society in an environment that is both conducive to their learning and moral welfare. The school also aims to give students a sense of citizenship and a concern for human welfare and its values multi-culturalism within society.

At the moment there are no pupils with any special needs or learning difficulties. As education providers, the trust endeavours to provide all its pupils as many opportunities to experience and equip themselves with the seven areas of learning and essentials or any well considered curriculum, linguistic, mathematical, scientific, human and social skills, aesthetic, technological and physical education.

This is a friendly school where you learn to get on with others, have the opportunity to meet people from different cultural backgrounds, improve the life skills, learn independence and increase faith. The trust ensures pupils appreciate the opportunity they have to study with students of diverse cultural heritages and cultural awareness is raised by pupils studying and engaging in weekend activities and taking part in cultural events. The trust continues to help pupils achieve a high level of self-confidence and capacity on reflection, to ensure pupil behaviour is consistently outstanding and pupils demonstrate a high level of self-discipline on a daily basis. This in turn will show an exceptionally positive attitude to school, and the maintenance of a high standard of attendance, their willingness to participate in lessons and their visible enjoyment. The trust ensures that they gain a strong sense of community and an insight into the spiritual and social benefits of communal life.

The school is committed to providing a safe and secure Islamic environment for all their children and staff. This enables the pupils to feel safe, enjoy and achieve an enriched school experience that encompasses the very best National Curriculum and a range of extra-curricular activities.

The school offers admission to boys and girls aged between 4 and 11 years and is committed to providing an education that fosters their creativity and gives them a lifetime passion for learning.

**ACHIEVEMENTS AND PERFORMANCE**

The trustees, parents and teachers are very pleased with the performance of the school. Madrasatul Imam Muhammad Zakariya Preston is a unique community and an environment in which pupils can learn and experience a vast array of social and academic skills in a safe and highly organised school and endeavours to make pupils schooling highly fruitful and memorable. The school day is structured such that pupils utilise their time well and in a balanced manner.

The school has high expectations of the pupils to achieve the highest level of academic excellence, character development and physical achievement. The majority of the pupils are from the local community. However, the school operates an open admissions policy that enables children from outside of Preston to gain admission.

The charity regularly evaluates and revises the curriculum to suit the pupils' needs and to prepare pupils positively for external assessments and examinations. By maintaining the policy, the school has achieved high standards of teaching and assessment as well as exceptional behaviour.

The education provided to the pupils enables them to deal with daily demands of adult life in a mature and responsible manner.

The Ofsted report rated the school as Good, which is very pleasing and is a testament to the excellent contributions made by staff, pupils, and the support provided by parents.

Madrasatul Imam Muhammad Zakariya Preston  
Report of the Trustees Continued  
For the year ended 31 August 2021

## FINANCIAL REVIEW

### Reserves

It is the policy of the charity to maintain unrestricted funds at a level which equates to approximately 12 months unrestricted expenditure. This provides sufficient funds to cover management and administration and support costs. Unrestricted funds are maintained at above this level throughout the year.

The school's principal funding source is from school fees which amounted to £84,150 (2020: £50,700). The school has recovered from the drop in fees due to Covid. The average no of students is 74 generating an average fee of £1,200 per student however 6 students are from under privileged families hence their fees were reduced. Nursery LCC Funding of £15,593.98 was also received by the charity during the year. There was Income of £10,683.74 from donations and JRS grants were claimed for £12,360.16 in this financial year. Preston Council paid the charity £10,508 for Covid/Lockdown grants during this financial year. A further £500 was paid to the charity from a fund source called Get Set Academy.

## FUTURE DEVELOPMENTS

The school is improving and advancing each year however currently the charity is using its full ability to recover and catch up on education which was lost during Covid Lockdown.

## STRUCTURE, GOVERNANCE AND MANAGEMENT

### Governing document

The trust is an unincorporated trust, constituted under a trust deed dated 8 December 2000 and is a registered charity, number 1088511. The trust was established to promote the advancement of education and the advancement of Islamic faith particularly by establishing and operating an institution. They ensure that their rich and diverse curriculum promotes the spiritual, moral, social and cultural development and positive British values, which includes respect for those who belong to other faiths/ no faiths.

### Recruitment and appointment of new trustees

The trustees are appointed by the board of trustees. The trust deed provides for 5 trustees. The principal for the time being of the institution if not otherwise a trustee shall be additional trustee ex-officio. The appointment of trustees is vested in the continuing trustees (excluding any retiring Trustees). The appointment of teacher's administrators and other persons required for the running of the Institution is in the hands of the principal. The trustees have responsibility for appointing a principal.

### Organisational structure

The trustees may from time to time make such rules and regulations in their absolute discretion think fit for the management of the Institution and may at any time vary such rules and regulations. At trustees' meetings each term the trustees agree the area of activity for the trust, policies and performance.

### Location and history

Madrasatul Imam Muhammad Zakariya is located in Preston and accepts students from the age of four to eleven, providing a primary education for students as well as Islamic education. Preston is a city and the administrative centre of Lancashire, located on the north bank of the River Ribble. It is an urban settlement and unparished area that when combined surrounding rural civil parishes forms City of Preston local government district of Lancashire. The whole district obtained city status in 2002, becoming England's 50th year of Queen Elizabeth II's reign. The settlement or unparished area of Preston has a population of 114,300, the whole city of Preston district has a population of 132,000 and the Preston built up area has a population 313,322. Preston is derived from Old English words meaning "Priest Settlement".

### Risk management

The trustees continue to monitor and review risks which the charity is exposed to and where necessary control and implement systems and procedures to manage those risks.

## REFERENCE AND ADMINISTRATIVE INFORMATION

Name of Charity	Madrasatul Imam Muhammad Zakariya Preston
Charity registration number	1088511
Principal address	2 Bairstow Street Preston Lancashire PR1 3TN

Madrasatul Imam Muhammad Zakariya Preston  
Report of the Trustees Continued  
For the year ended 31 August 2021

**Trustees**

The trustees and officers serving during the year and since the year end were as follows:

Mr Said Yakub Ahmed  
Mr Ibrahim Cassim Ounia  
Mr Bilal Nakhuda  
Mr Zaqir Hussein Patel  
Mr Mohmed Imran Yakub Desai


**Independent examiners**

Adam & Co Accountants  
Adamson House  
251 Derby Street  
Bolton  
Lancashire  
BL3 6LA

**Bankers**

National Westminster Bank Plc  
Ramsbottom Branch  
15 Bridge Street  
Ramsbottom  
Bury Lancashire  
BL0 9WN

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

  
.....  
Mr Bilal Nakhuda

22 September 2022

Madrasatul Imam Muhammad Zakariya Preston  
Independent Examiners Report to the Trustees  
For the year ended 31 August 2021

I report to the trustees on my examination of the accounts of the charity for the year ended 31 August 2021.

**Responsibilities and basis of report**

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

I report in respect of my examination of the charity's accounts 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 examiners statement**

I have completed my examination. I confirm that no 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 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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.



Adam & Co Accountants  
Adamson House  
251 Derby Street  
Bolton  
Lancashire  
BL3 6LA

22 September 2022

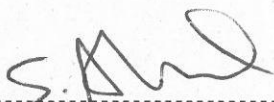
Madrasatul Imam Muhammad Zakariya Preston  
Statement of Financial Activities  
For the year ended 31 August 2021

	Notes	Unrestricted funds £	2020 £
<b>Income and endowments from:</b>			
Charitable activities	2	133,796	140,225
<b>Total</b>		<b>133,796</b>	<b>140,225</b>
<b>Expenditure on:</b>			
Charitable activities	3/4	(106,464)	(125,127)
<b>Total</b>		<b>(106,464)</b>	<b>(125,127)</b>
<b>Net income</b>		<b>27,332</b>	<b>15,098</b>
<b>Reconciliation of funds</b>			
Total funds brought forward		228,484	213,384
<b>Total funds carried forward</b>		<b>255,816</b>	<b>228,482</b>

Madrasatul Imam Muhammad Zakariya Preston  
Statement of Financial Position  
As at 31 August 2021

	Notes	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	9	228,817	216,079
		<b>228,817</b>	<b>216,079</b>
<b>Current assets</b>			
Debtors	10	15,778	8,898
Cash at bank and in hand		10,296	21,085
		<b>26,074</b>	<b>29,983</b>
<b>Creditors: amounts falling due within one year</b>	11	921	(17,577)
<b>Net current assets</b>		<b>26,995</b>	<b>12,406</b>
<b>Total assets less current liabilities</b>		<b>255,812</b>	<b>228,485</b>
<b>Net assets</b>		<b>255,812</b>	<b>228,485</b>
<b>The funds of the charity</b>			
Unrestricted income funds	12	255,816	228,482
<b>Total funds</b>		<b>255,816</b>	<b>228,482</b>

The financial statements were approved and authorised for issue by the Board and signed on its behalf by:



Mr Said Yakub Ahmed  
Trustee

22 September 2022

Madrasatul Imam Muhammad Zakariya Preston  
Notes to the Financial Statements  
For the year ended 31 August 2021

## 1. Accounting Policies

### Basis of accounting

The financial statements have been prepared under the historical cost convention, except for investments which are included at market value and the revaluation of certain fixed assets and in accordance with the Charities SORP (FRS 102) '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) (effective 1 January 2019)', Financial Reporting Standard 102 the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102), and the Charities Act 2011.

Madrasatul Imam Muhammad Zakariya Preston meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

### Incoming resources

All incoming resources are included in the statement of financial activities when the Charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

### Resources expended

Liabilities are recognised as resources expended when there is a legal or constructive obligation committing the Charity to the expenditure:

### Tangible fixed assets

Tangible fixed assets, other than freehold land, are stated at cost or valuation less depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Plant and machinery	20% Straight line
Fixtures and fittings	15% Straight line

## 2. Income from charitable activities

	2021 £	2020 £
<b>Unrestricted funds</b>		
<i>School Activities</i>		
Lillah	10,684	52,558
School Fees	84,150	50,700
Grant	38,962	36,967
	<b>133,796</b>	<b>140,225</b>
	<b>133,796</b>	<b>140,225</b>

## 3. Costs of charitable activities by fund type

	2021 £	2020 £
<b>Unrestricted funds</b>		
Support costs	106,464	125,127

Madrasatul Imam Muhammad Zakariya Preston  
Notes to the Financial Statements Continued  
For the year ended 31 August 2021

4. Costs of charitable activities by activity type

	2021 £	2020 £
<b>Support costs</b>		
School Activities	103,616	123,247
Activity 10	2,848	1,880
	<b>106,464</b>	<b>125,127</b>

5. Analysis of support costs

	2021 £	2020 £
<b>School Activities</b>		
Staff Wages	72,499	86,558
Rates & Water	7,376	8,008
Insurance	941	1,236
Light & Heat	12,606	11,647
Repairs	503	891
Telephone	1,042	882
Cleaning	1,331	1,180
Books & School trips	6,520	10,347
Governance costs	3,646	4,378
	<b>106,464</b>	<b>125,127</b>

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6. Net income/(expenditure) for the year

This is stated after charging/(crediting):

	2021 £	2020 £
Depreciation of owned fixed assets	1,116	1,730

Madrasatul Imam Muhammad Zakariya Preston  
Notes to the Financial Statements Continued  
For the year ended 31 August 2021

**7. Staff costs**

Total staff costs for the year ended 31 August 2021 were:

	2021 £	2020 £
Salaries and wages	72,499	86,558
	<b>72,499</b>	<b>86,558</b>

**8. Comparative for the Statement of Financial Activities**

The comparative year values on the Statement of Financial Activities are for unrestricted funds.

**9. Tangible fixed assets**

Cost or valuation	Land and buildings £	Plant and machinery £	Fixtures and fittings £	Total £
At 01 September 2020	213,146	23,979	13,863	250,988
Additions	13,853	-	-	13,853
At 31 August 2021	<b>226,999</b>	<b>23,979</b>	<b>13,863</b>	<b>264,841</b>
<b>Depreciation</b>				
At 01 September 2020	-	22,192	12,717	34,909
Charge for year	-	643	472	1,115
At 31 August 2021	-	<b>22,835</b>	<b>13,189</b>	<b>36,024</b>
<b>Net book values</b>				
At 31 August 2021	<b>226,999</b>	<b>1,144</b>	<b>674</b>	<b>228,817</b>
At 31 August 2020	<b>213,146</b>	<b>1,787</b>	<b>1,146</b>	<b>216,079</b>

**10. Debtors**

	2021 £	2020 £
<b>Amounts due within one year:</b>		
Trade debtors	14,411	6,385
Prepayments and accrued income	1,367	2,513
	<b>15,778</b>	<b>8,898</b>

Madrasatul Imam Muhammad Zakariya Preston  
Notes to the Financial Statements Continued  
For the year ended 31 August 2021

11. Creditors: amounts falling due within one year

	2021 £	2020 £
Other creditors	(1,521)	4,647
Accruals and deferred income	600	12,930
	<u>(921)</u>	<u>17,577</u>

12. Movement in funds

Unrestricted Funds

	Balance at 01/09/2020 £	Incoming resources £	Outgoing resources £	Balance at 31/08/2021 £
<i>General</i>				
General	228,484	133,796	(106,464)	255,816
	<u>228,484</u>	<u>133,796</u>	<u>(106,464)</u>	<u>255,816</u>

Unrestricted Funds - Previous year

	Balance at 01/09/2019 £	Incoming resources £	Outgoing resources £	Balance at 31/08/2020 £
<i>General</i>				
General	213,384	140,225	(125,127)	228,482
	<u>213,384</u>	<u>140,225</u>	<u>(125,127)</u>	<u>228,482</u>

13. Analysis of net assets between funds

	Tangible fixed assets £	Net current assets / (liabilities) £	Net Assets £
<b>Unrestricted funds</b>			
<i>General</i>			
General	228,817	26,995	255,812
	<u>228,817</u>	<u>26,995</u>	<u>255,812</u>

Madrasatul Imam Muhammad Zakariya Preston  
Notes to the Financial Statements Continued  
For the year ended 31 August 2021

Previous year

	Tangible fixed assets	Net current assets / (liabilities)	Net Assets
	£	£	£
<b>Unrestricted funds</b>			
General			
General	216,079	12,406	228,485
	<b>216,079</b>	<b>12,406</b>	<b>228,485</b>

Madrasatul Imam Muhammad Zakariya Preston  
Detailed Statement of Financial Activities  
For the year ended 31 August 2021

	2021 £	2020 £
<b>INCOME AND ENDOWMENT</b>		
Charitable activities		
Lillah (School Activities)	10,684	52,558
School Fees (School Activities)	84,150	50,700
Grant (School Activities)	38,962	36,967
	<b>133,796</b>	<b>140,225</b>
<b>Total incoming resources</b>	<b>133,796</b>	<b>140,225</b>
<b>SUPPORT COSTS</b>		
Staff Wages		
Staff Wages (School Activities)	(72,499)	(86,558)
	<b>(72,499)</b>	<b>(86,558)</b>
Rates & Water		
Rates & Water (School Activities)	(7,376)	(8,008)
	<b>(7,376)</b>	<b>(8,008)</b>
Insurance		
Insurance (School Activities)	(941)	(1,236)
	<b>(941)</b>	<b>(1,236)</b>
Light & Heat		
Light & Heat (School Activities)	(12,606)	(11,647)
	<b>(12,606)</b>	<b>(11,647)</b>
Repairs		
Repairs (School Activities)	(503)	(891)
	<b>(503)</b>	<b>(891)</b>
Telephone		
Telephone (School Activities)	(1,042)	(882)
	<b>(1,042)</b>	<b>(882)</b>
Cleaning		
Cleaning (School Activities)	(1,331)	(1,180)
	<b>(1,331)</b>	<b>(1,180)</b>
Books & School trips		
Books & School trips (School Activities)	(6,520)	(10,347)
	<b>(6,520)</b>	<b>(10,347)</b>
Governance costs		
Governance costs (School Activities)	(798)	(2,498)
Governance costs (Activity 10)	(2,848)	(1,880)
	<b>(3,646)</b>	<b>(4,378)</b>
<b>Total resources expended</b>	<b>(106,464)</b>	<b>(125,127)</b>
<b>Net Income</b>	<b>27,332</b>	<b>15,098</b>