



CHARITY REGISTRATION NUMBER: 1096111

THE COUNCIL OF EUROPEAN JAMAATS

CONSOLIDATED FINANCIAL STATEMENTS

31st December 2021

BRIAN PAUL LIMITED

Chartered Accountants & Statutory Auditors

Chase Green House

42 Chase Side

Enfield

Middlesex

THE COUNCIL OF EUROPEAN JAMAATS
CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED 31 December 2021

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THE COUNCIL OF EUROPEAN JAMAATS

TRUSTEES' ANNUAL REPORT YEAR ENDED 31 December 2021

The trustees present their report and the financial statements of the Charity for the year ended 31 December 2021.

Reference and administrative details

Registered charity No: 1096111 (England & Wales)

Principal Office The Council of European Jamaats
Unit 401, 1st floor
Metroline House, 118-122 College Road
HA1 1BQ

Trustees:	Mr Salim Rehmatullah	Appointed 9/10/2021	President
	Mr Murtaza Kanani	Appointed 09/10/2021	Vice President
	Ms Sabira Lakha	Appointed 09/10/2021	Secretary General
	Mr Mohammed Ali Muraj	Appointed 09/10/2021	Honorary Treasurer
	Mr Farhan Jamal	Appointed 09/10/2021	Assistant Secretary General
	Mr Naïme Vally	Appointed 09/10/2021	Assistant Honorary Treasurer
	Dr Akber Mohamedali	Resigned 10 October 2021	
	Mr Mahmood Hooda	Resigned 10 October 2021	
	Mr Murtaza Bharwani	Appointed 12/03/2021	
	Mr Mohamed Hassan Visram	Resigned 10 October 2021	
	Mr Arif Hirdjee		
	Mr Tawfiq Jivraj	Resigned 10 October 2021	
	Mr Murtaza Gulamhusein	Resigned 10 October 2021	
	Mrs Waheeda Rahim	Resigned 10 October 2021	
	Dr Husein Jiwa		
	Syed Mohammed Naqvi	Resigned 10 October 2021	
	Miss Esmat Jeraj	Resigned 10 October 2021	
	Mr Makbul Jaffer	Resigned 10 October 2021	
	Mr Salim Hamir		
	Dr Rizwan Alidina		
	Mrs Ismat Ramji		
	Mr Imran Najafi		
	Mr Rasool Bhamani		
	Mr Fayyaz Haji	Resigned 10 October 2021	
	Mr Salim Govani	Resigned 10 October 2021	
	Mr Mukhtarali Hirani	Resigned 10 October 2021	
	Mr Hussein-Ali Rahemtulla		
	Mr Mohamedtaki Mohamedali Jaffer	Resigned 10 October 2021	
	Mr Kamran Shah		
	Mr Shaneabbas Fidahusseini Rajani	Resigned 10 October 2021	
	Mr Komeil Rajani	Resigned 10 October 2021	
	Mr Shakir Rahemtulla		
	Mrs Mariam Hassam	Resigned 10 October 2021	
	Mr Rizwan Rahemtulla		
	Mr Irad Michael Hassanaly	Resigned 10 October 2021	
	Mr Mohammed Mohsin Asaria		
	Dr Hassanali Dewji		
	Mr Hamid Pirbhai	Resigned 29 October 2021	
	Mr Sibtain Allibhai		
	Mr Moshin Kassam		
	Mr Soudjad Cassam Chenai		
	Mr Arif Kassam	Appointed 09/05/2021	
	Mr Azad Poptani	Appointed 09/10/2021	
	Mr Mounisse Cheraly	Appointed 01/11/2021	
	Mr Muntazir Haji	Appointed 09/10/2021	
	Mrs Nasima Karim	Appointed 12/11/2021	
	Mr Riaz Kaba	Appointed 09/10/2021	
	Mr Zaheer Allarakhia	Appointed 14/03/2021	
	Ms Zainab Ladha	Appointed 09/10/2021	

Auditors: Brian Paul Limited
Chartered Accountants & Statutory Auditor
Chase Green House
42 Chase Side
Enfield
Middlesex EN2 6NF

THE COUNCIL OF EUROPEAN JAMAATS

TRUSTEES' ANNUAL REPORT *(continued)* YEAR ENDED 31 December 2021

Bankers:

Habib Bank AG Zurich	National Westminster bank PLC
Habib House	Cathedral square
42 Moorgate, London	Peterborough
EC2R 6JJ	PE1 1XH

Structure, governance and management

The Charity is governed by its constitution and is constituted as a charitable trust. The constitution was adopted on 15 December 2002 as amended on 01 December 2013.

The trustees of The Council of European Jamaats are the members of the council of management. They are for the purposes of the constitution, officers of the Charity.

The trustees are responsible for the overall management and control of the Charity and meet regularly to manage its affairs. Staff and volunteer resources are divided into religious, finance and administration.

Objectives and activities

The object for which the Charity has been established is to promote and advance the Islamic Religion in accordance with the principles of the Shia Ithna-Asheri faith. The Charity through its Executive Committee shall have the power:

- (a) To encourage the practice of the Islamic Religion as taught by Shia Ithna-Asheri Sharia throughout Europe,
- (b) To eradicate poverty,
- (c) To advance education amongst the community,
- (d) To relieve those in need by reason of youth, age, ill health, and disability, financial hardship or other disadvantages, and
- (e) To do all such other things as shall further the above-mentioned object.

The trustees confirm that they have referred to the Charity Commission's guidance on public benefit when reviewing the Trust's aims and objectives, in planning future activities, and setting the grant making policy for the year.

In addition to the above objectives, during 2022 the Charity intends to hold courses, covering a variety of academic subjects at various levels to assist students in their quest for educational excellence.

The Charity also aims to foster closer relationships amongst the elderly by facilitating various meetings and seminars as well as holding social events in the year.

THE COUNCIL OF EUROPEAN JAMAATS

TRUSTEES' ANNUAL REPORT *(continued)* FOR THE YEAR ENDED 31 December 2021

Achievements and performance

The trustees are pleased that the achievements and performance of the Trust, as set out below, demonstrate concrete progress during the year.

The Charity has organised several events, activities and programmes to fulfil its objectives using all mediums at its disposal to promote the services provided.

Amongst the activities held during the year were the following:

- Publishing:
 - Regular publications for members
 - Religious materials for use by members
 - Arranging seminars and events
- Organising:
 - Media training
 - Seminars and events for women and senior citizens
 - Annual conferences for religious scholars and students
 - Fund raising activities for a number of relief and humanitarian projects
- Enhancing relationships with other charities
- Working with government departments and Charity Commission on mutual projects
- Promotion of education, both secular and religious through seminars, courses and camps
- Provide Mediation Services
- Revamp and maximize the utilization of the Charity's website
- Due to COVID-19 Pandemic, many of CoEJ projects had to be cancelled.

Developments and improvements across all main areas during 2021 have enabled the Charity to enhance its services to its members. Furthermore, we hope to resume face to face events from 2022 onwards when the COVID-19 restrictions would have been lifted.

Financial review

The results of the group's activities are shown on pages 10 to 25 of the financial statements.

The incoming resources of the Group decreased by 57% to £1,818,074 and the Outgoing Group's Resources decreased by 64% to £1,972,975

Unrestricted funds amounted to £1,167,803 (2020 - £1,027,789) at the balance sheet date. These are unrestricted funds which are available for use at the discretion of the trustees to further the general objects of the Charity and which have not been designated for other purposes.

Restricted funds comprise unexpended balances of donations held on trust to be applied for specific purposes.

THE COUNCIL OF EUROPEAN JAMAATS

TRUSTEES' ANNUAL REPORT *(continued)* **FOR THE YEAR ENDED 31 December 2021**

With respect to the Charity's subsidiary, European Hajj Company Limited, the unprecedented and rapid spread of COVID-19 has put a temporary restriction on the performance of the company's activities. Therefore during this period the company did not carry out the activities from which it generates most of its income.

Key management personnel remuneration

The Office Bearers, comprising the President, Vice President, Secretary General, Honorary Treasurer, Assistant Secretary General and Assistant Honorary Treasurer are considered to be the key management personnel of the Charity, in charge of directing and controlling the Charity and running its day to day operations. All trustees give of their time freely and no trustee remuneration was paid in the year.

Trustees are required to disclose all relevant interests and register them with the Board of Trustees, and, in accordance with the Trust's policy, withdraw from decisions where a conflict of interest arises.

Details of trustee expenses and related party transactions are disclosed in note 19 to the accounts.

Risk management

The trustees have assessed the major risks to which the charity may be exposed, in particular those relating to meeting payments to suppliers and the use of restricted funds. The trustees are also satisfied that systems are in place to mitigate exposure to these risks and the processes implemented are designed to minimise any impact on the Charity, should any of these risks materialise.

Reserves policy

The trustees aim to maintain reserves in unrestricted funds at a level which equates to approximately three months of unrestricted charitable expenditure approximately £30,000. The trustees consider that a level of three months will provide sufficient funds to cover any unexpected expenditure requirements.

Plans for future periods

With respect to the charity, we hope for 2022 and subsequent to be more positive year despite the ongoing and unprecedented potential impact of COVID-19 putting a temporary restriction on the current and future activities. This is closely being monitored as the restrictions are eased in the coming months.

Auditors

The auditors, Brian Paul Limited, were appointed late in 2022 to fill a casual vacancy and are eligible for re-appointment.

THE COUNCIL OF EUROPEAN JAMAATS

TRUSTEES' ANNUAL REPORT *(continued)* YEAR ENDED 31 December 2021

Fundraising policy

Although the charity is not a member of the Institute of Fundraising it does however abide by the principles of good fundraising practices. The charity doesn't work with or employ third party fundraisers. A complain policy is in operation and the trustees are pleased to confirm that no complain on fundraising or any other matter has come to light.

Trustees' responsibilities statement

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

The law applicable to charities in England and Wales requires the Charity trustees to prepare financial statements for each year 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 these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK 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 in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees' annual report was approved on 21/02/23 and signed on behalf of the board of trustees by:

Salim Rehmatullah

Mr S Rehmatullah
President

M.Muraj

Mr M Muraj
Honorary Treasurer

THE COUNCIL OF EUROPEAN JAMAATS
INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF THE COUNCIL OF EUROPEAN JAMAATS
YEAR ENDED 31 December 2021

Opinion

We have audited the financial statements of The Council of European Jamaats (the "Charity") for the year ended 31 December 2021 which comprise the consolidated statement of financial activities, consolidated statement of financial position, charity statement of financial position, consolidated statement of cash flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 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 31 December 2021 and of its incoming resources and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. 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.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

THE COUNCIL OF EUROPEAN JAMAATS
INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF THE COUNCIL OF EUROPEAN JAMAATS (continued)
YEAR ENDED 31 December 2021

Opinions on other matters prescribed by the Charities Act 2011

In our opinion, based on the work undertaken in the course of the audit:

the information given in the trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and

the trustees' report has been prepared in accordance with applicable requirements.

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' Annual Report. We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement set out on page 5, 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 they 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

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 extent to which the audit was considered capable of detecting irregularities including fraud.

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- 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 directors and other management, and from our knowledge and experience of the charity sector;

THE COUNCIL OF EUROPEAN JAMAATS

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE COUNCIL OF EUROPEAN JAMAATS *(continued)* YEAR ENDED 31 December 2021

- 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 Companies Act 2006, Charities Act 2011, UK Taxes Acts, 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 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 charity'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;
- investigated the rationale behind significant or unusual transactions; and

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;
- enquiring of management as to actual and potential litigation and claims;

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.

As part of an audit in accordance with ISAs (UK), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions,

Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we

THE COUNCIL OF EUROPEAN JAMAATS
INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF THE COUNCIL OF EUROPEAN JAMAATS (continued)
YEAR ENDED 31 December 2021

Use of our report

This report is made solely to the charity's members, as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's members 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 and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Paul Phillips

Paul Phillips (Senior Statutory Auditor)

For and on behalf of
Brian Paul Limited
Chartered Accountants & Statutory Auditors
Chase Green House
42 Chase Side
Enfield
Middlesex
EN2 6NF

21st February 2023
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THE COUNCIL OF EUROPEAN JAMAATS

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31 December 2021

	Notes	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Total Funds 2020 £
Income and endowments					
Donations and legacies	4	77,698	1,073,391	1,151,089	3,159,508
Other income	5	197,515	-	197,515	7,170
Total income		275,213	1,073,391	1,348,604	3,166,678
Expenditure					
Expenditure on charitable activities	6,7	(135,199)	(998,314)	(1,133,513)	(3,097,782)
Other expenditure	8	-	1,542	1,542	(7,164)
Total expenditure		(135,199)	(996,772)	(1,131,971)	(3,104,946)
Net income		140,014	76,619	216,633	61,733
Reconciliation of funds					
Total funds brought forward		1,027,789	91,930	1,119,719	1,057,985
Total funds carried forward		1,167,803	168,549	1,336,352	1,119,718

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

THE COUNCIL OF EUROPEAN JAMAATS

**CONSOLIDATED BALANCE SHEET
AS AT 31 December 2021**

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible fixed assets	12	-		-	
Investment property	14	270,000		270,000	
Investment	13	<u>645,105</u>	915,105	<u>645,107</u>	915,107
Current assets					
Debtors	15	346,898		493,787	
Cash at bank and in hand	16	<u>464,127</u>		<u>241,686</u>	
		811,025		735,473	
CREDITORS : amounts falling due within one year	17	<u>(389,778)</u>		<u>(530,860)</u>	
NET CURRENT ASSETS			<u>421,247</u>		<u>204,612</u>
Total assets less current liabilities			<u>1,336,352</u>		<u>1,119,719</u>
Net assets			<u><u>1,336,352</u></u>		<u><u>1,119,719</u></u>
Funds					
Restricted funds	21		168,549		91,930
Unrestricted funds	21		1,167,803		1,027,789
Total charity funds			<u><u>1,336,352</u></u>		<u><u>1,119,719</u></u>

These financial statements were approved by the board of trustees and authorised for issue on 23/02/23 and are signed on behalf of the board by:

Salim Rehmatullah

.....

Mr Salim Rehmatullah

President

M.Muraj

.....

Mr Mohammed Muraj

Honorary Treasurer

THE COUNCIL OF EUROPEAN JAMAATS

BALANCE SHEET (CHARITY)

AS AT 31 December 2021

	Notes	2021 £	2020 £
Fixed assets			
Tangible assets	12	270,000	270,000
Investments	13	645,206	645,208
		<u>915,206</u>	<u>915,208</u>
Current assets			
Debtors	15	316,550	463,436
Cash at bank and in hand	16	382,967	156,993
		<u>699,516</u>	<u>620,429</u>
CREDITORS : amounts falling due within one year	17	<u>(251,942)</u>	<u>(387,948)</u>
NET CURRENT ASSETS		447,574	232,481
Total assets less liabilities		<u>1,362,780</u>	<u>1,147,689</u>
Net assets		<u><u>1,362,780</u></u>	<u><u>1,147,689</u></u>
Funds			
Restricted funds	21	125,096	50,019
Unrestricted funds	21	1,237,684	1,097,670
Total charity funds		<u><u>1,362,780</u></u>	<u><u>1,147,689</u></u>

These financial statements were approved by the board of trustees and authorised for issue on 21/02/23 and are signed on behalf of the board by:

Salim Rehmatullah
.....

Mr Salim Rehmatullah

President

M.Muraj
.....

Mr Mohammed Muraj

Honorary Treasurer

THE COUNCIL OF EUROPEAN JAMAATS

CONSOLIDATED STATEMENT OF CASH FLOWS

AS AT 31 December 2021

	2021	2020
	£	£
Cash flows from operating activities		
Net income for the year	216,633	61,733
Adjustments for:		
Dividends, interest and rents from investments	(197,515)	-
Write off from CoEJ Investment Ltd	(30,033)	-
Depreciation	-	1,515
(Increase)/decrease in debtors	146,889	(135,196)
Increase/(decrease) in creditors	(141,082)	138,920
Net cash from operating activities	(5,107)	66,972
Cash flows from investing activities		
Dividends, interest and rents received from investments	227,548	-
Disposal/purchase of investments	-	(15,000)
Net Cash (used in) investing activities	227,548	(15,000)
Change in cash and cash equivalents in the year	222,441	51,972
Cash and cash equivalents at the beginning of the year	241,686	189,714
Cash and cash equivalents at end of year	464,127	241,686

THE COUNCIL OF EUROPEAN JAMAATS
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 December 2021

1. General information

The Charity is a registered charity in England and Wales and is unincorporated. The financial statements are prepared in sterling, which is the functional currency of the entity.

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.

Basis of consolidation

The financial statements consolidate the results of the Charity and its subsidiary undertaking on a line-by-line basis. The entity consolidated is listed in note 23 of the accounts with further analysis provided. A separate Statement of Financial Activities for the Charity has not been presented as the Charity has taken advantage of the exemption afforded by section 408 of the Companies Act 2006. The surplus of the parent Charity was £215,091 (2020: £62,325 surplus). Uniform SORP accounting policies have been applied.

Going concern

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

Fund accounting

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

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.

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 confirmed and its amount can be measured reliably

THE COUNCIL OF EUROPEAN JAMAATS
NOTES TO THE FINANCIAL STATEMENTS (*continued*)
YEAR ENDED 31 December 2021

3. Accounting policies (continued)

• 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

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

• expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.

• expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.

• other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

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	- over the life of the asset
Fixtures and fittings	- 20% straight line
Equipment	- 20% straight line

Investments

Unlisted equity investments are initially recorded at cost, and subsequently measured at fair value. If fair value cannot be reliably measured, assets are measured at cost less impairment.

Listed investments are measured at fair value with changes in fair value being recognised in income or expenditure.

THE COUNCIL OF EUROPEAN JAMAATS
NOTES TO THE FINANCIAL STATEMENTS (*continued*)
YEAR ENDED 31 December 2021

3. Accounting policies (continued)

Investment properties are measured initially at cost, and subsequently at fair value at the reporting date.

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

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.

THE COUNCIL OF EUROPEAN JAMAATS
NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 31 December 2021

4 Donations and legacies

Consolidated	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	2021	2020
			£	£
Donations				
Donations	35,133	-	35,133	54,568
Subscriptions	13,600	-	13,600	22,177
East Africa trip	1	-	1	-
Marriage seminar	180	-	180	80
MAMT	-	-	-	588
Capacity building	290	-	290	-
Leadership Development Program	-	-	-	700
Mediation	250	-	250	2,320
CoEJ/WF heritage project	50	-	50	-
Wellbeing	1,280	-	1,280	1,080
Scholars/ICRA	3,854	-	3,854	-
Womens retreat	75	-	75	-
Young Girls camp	-	-	-	(850)
Youth conference	-	-	-	50
Madrasah Centre of Excellence	3,508	-	3,508	6,606
DBS checks	1,648	-	1,648	-
Government grant	-	-	-	20,789
COVID funds	-	-	-	5,749
Gift Aid income	17,829	-	17,829	56,931
Rent income - properties	-	-	-	13,483
General donations (note 20)	-	1,073,391	1,073,391	2,945,798
Donation from KSIMC JV	-	-	-	29,440
	77,698	1,073,391	1,151,089	3,159,508

Charity	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	2021	2020
			£	£
Donations				
Donations	35,133	-	35,133	54,568
Subscriptions	13,600	-	13,600	22,177
East Africa trip	1	-	1	-
Marriage seminar	180	-	180	80
MAMT	-	-	-	588
Capacity building	290	-	290	-
Leadership Development Program	-	-	-	700
Mediation	250	-	250	2,320
CoEJ/WF heritage project	50	-	50	-
Wellbeing	1,280	-	1,280	1,080
Scholars/ICRA	3,854	-	3,854	-
Women's retreat	75	-	75	-
Young Girls camp	-	-	-	(850)
Youth conference	-	-	-	50
Madrasah Centre of Excellence	3,508	-	3,508	6,606
DBS checks	1,648	-	1,648	-
Government grant	-	-	-	20,789
COVID funds	-	-	-	5,749
Gift Aid income	17,829	-	17,829	56,931
General donations	-	1,073,391	1,073,391	2,945,798
Donation from CoEJ Investments Ltd	-	-	-	599
Rent income - properties	-	-	-	13,483
Donation from KSIMC JV	-	-	-	29,440
	77,698	1,073,391	1,151,089	3,160,107

5 Other income - Consolidated

	Unrestricted funds	Restricted funds	Total funds 2021
	£	£	£
Hajj income - European Hajj Company Ltd	-	-	-
Part settlement income - mobile homes	119,965	-	119,965
Rent income - properties	13,836	-	13,836
Donation income from KSIMC JV	63,714	-	63,714
	197,515	-	197,515

Previous year

	Unrestricted funds	Restricted funds	Total funds 2021
	£	£	£
Hajj income - European Hajj Company Ltd	-	7,170	7,170
	-	7,170	7,170

Other income - Charity

	Unrestricted funds	Restricted funds	Total funds 2021
	£	£	£
Part settlement income - mobile homes	119,965	-	119,965
Rent income - properties	13,836	-	13,836
Donation income from KSIMC JV	63,714	-	63,714
	197,515	-	197,515

Part settlement income from Mobile homes of £119,965 includes a the write off from CoEJ Investment Ltd amounting to £30,033

THE COUNCIL OF EUROPEAN JAMAATS
NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 31 December 2021

6. Expenditure on charitable activities - Consolidated

	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
MAMT- Gents	814	-	814	100
Leadership Development Program	-	-	-	4,691
Womens retreat	75	-	75	-
Marriage seminar	61	-	61	-
Mediation	1,045	-	1,045	8,736
Madrasah Centre of Excellence	3,508	-	3,508	240
CoEJ/WF heritage project	247	-	247	951
Wellbeing	789	-	789	200
Scholars/ICRA	4,600	-	4,600	-
Leadership summit	4,041	-	4,041	-
Eid gifts	-	-	-	100
Other donations	37,253	-	37,253	38,684
Support costs (Note 7)	82,766	-	82,766	114,326
Other charitable activities (Note 20)	-	998,314	998,314	2,929,753
	135,199	998,314	1,133,513	3,097,782

7. Expenditure on charitable activities - Support costs
Charity

	2021 £	2020 £
Rent	18,144	9,072
Rates	993	993
Photocopier rental	2,006	2,006
Travelling	301	-
Meeting expenses	356	569
Printing, postage and stationary	338	275
Telephone and internet	669	1,262
Cleaning	20	130
Software and website	8,051	6,944
ID checks	3,270	1,530
Legal fees	4,575	8,659
Professional fees	520	600
Accounting fees	300	-
Insurance	1,725	1,739
Bank and card charges	1,476	1,613
Marketing	77	15
Salaries and social security costs	32,952	72,675
Audit fees	3,000	3,000
Recruitment expenses	1,036	-
General expenses	825	358
Bad debt write off	18	-
Subscription	2,112	1,370
Depreciation	-	1,515
	82,766	114,326

THE COUNCIL OF EUROPEAN JAMAATS
NOTES TO THE FINANCIAL STATEMENTS (continued)

8. Other expenditure

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Other operating income	-	(1,635)	(1,635)
Administrative costs	-	39	39
Bank charges	-	6	6
Subscriptions	-	1,106	1,106
Audit fees	-	600	600
Profit or loss on foreign exchange		(2,020)	(2,020)
Taxation	-	362	362
	<u>-</u>	<u>(1,542)</u>	<u>(1,542)</u>

Previous year

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Hajj costs	-	920	920
Administrative costs	-	681	681
Insurance	-	910	910
Bank charges	-	12	12
Subscriptions	-	1,028	1,028
Audit fees	-	1,200	1,200
Profit or loss on foreign exchange	-	2,412	2,412
Taxation	-	1	1
	<u>-</u>	<u>7,164</u>	<u>7,164</u>

9. Net income

Net income is stated after charging/(crediting):

	2021 £	2020 £
Audit fees	3,600	4,200
Depreciation of tangible fixed assets	-	1,515

THE COUNCIL OF EUROPEAN JAMAATS
NOTES TO THE FINANCIAL STATEMENTS (*continued*)
YEAR ENDED 31 December 2021

10. Staff costs

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

	2021	2020
	£	£
Wages and salaries	32,952	69,039
Social security costs	-	1,214
Pension	-	853
	<u>32,952</u>	<u>71,106</u>

The average head count of employees during the year was 3 (2020:5).

The key management personnel of the charity comprise trustees.

11. Trustee remuneration and expenses

No remuneration from employment with the Charity or a related entity were received by the trustees in this or the previous year.

Travelling expenses amounting to £301 (2020: £nil) were incurred by the trustees

THE COUNCIL OF EUROPEAN JAMAATS
NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 31 December 2021

12. Tangible fixed assets
Consolidated

	Investment property £	Total £
Cost		
At 1 January 2021	270,000	270,000
Additions	-	-
At 31 December 2021	270,000	270,000
Depreciation		
At 1 January 2021	-	-
Charge for the year	-	-
At 31 December 2021	-	-
Carrying amount		
At 31 December 2021	270,000	270,000
At 31 December 2020	270,000	270,000

Charity

	Investment property £	Total £
Cost		
At 1 January 2021	270,000	270,000
Additions	-	-
At 31 December 2021	270,000	270,000
Depreciation		
At 1 January 2021	-	-
Charge for the year	-	-
At 31 December 2021	-	-
Carrying amount		
At 31 December 2021	270,000	270,000
At 31 December 2020	270,000	270,000

The investment property was valued by an independent professional valuer in 2017. In 2021 it is the opinion of the trustees that the market value has not changed since its last valuation by an independent professional valuer.

13. Investment

	Consolidated £	Charity £
At 1 January 2021	645,107	645,208
Write off	(2)	(2)
At 31 December 2021	645,105	645,206
At 31 December 2020	645,107	645,208

14. Investment property

	Total £
At 31 December 2021	270,000
At 31 December 2020	270,000

THE COUNCIL OF EUROPEAN JAMAATS
NOTES TO THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 31 December 2021

15. Debtors

Consolidated	2021	2020
	£	£
Prepayments and accrued income	101,255	99,558
Other debtors	245,643	394,229
	346,898	493,787

Charity	2021	2020
	£	£
Prepayments and accrued income	1,680	(17)
Other debtors	314,870	463,453
	316,550	463,436

16. Cash at hand

Consolidated	2021	2020
	£	£
Current accounts and deposit accounts	464,056	241,616
Cash in hand	70	70
	464,127	241,686

Charity	2021	2020
	£	£
Current accounts and deposit accounts	382,896	156,923
Cash in hand	70	70
	382,967	156,993

17. Creditors: amounts falling due within one year

Consolidated	2021	2020
	£	£
Trade creditors	38,816	39,940
Accruals	600	23,419
Corporation tax	362	1
Other creditors	350,000	467,500
	389,778	530,860

Charity	2021	2020
	£	£
Trade creditors	1,942	560
Accruals	-	19,888
Other creditors	250,000	367,500
	251,942	387,948

18. Subsidiary Company

	2021	2020
	£	£
Included in debtors are amount due from:		
European Hajj Company Limited	39,192	39,192

THE COUNCIL OF EUROPEAN JAMAATS
NOTES TO THE FINANCIAL STATEMENTS (*continued*)
YEAR ENDED 31 December 2021

19. Related party transactions

The trustees give freely of their time and expertise without any form of remuneration or other benefit in cash or any kind (2020: £nil)

The following related party transactions took place during the year with the Charity's wholly owned subsidiary (Note 23)

20. Analysis of movement in funds - Charity

Restricted Funds

	Opening balance	Income	Expenditure	Closing balance
	£	£	£	£
Essex	-	13,686	(13,686)	-
Peterborough	-	26,429	(26,429)	-
Hyderi	-	8,750	(8,750)	-
Hujjat	-	16,175	(16,175)	-
Paris	50	-	-	50
Wessex	-	33,712	(33,712)	-
Leicester	-	2,000	-	2,000
Birmingham	-	20,910	(20,910)	-
Switzerland	-	6,000	-	6,000
WHIPAS	-	180	-	180
Al Mahdi Institute	200	-	(200)	-
European refugee crisis 2015	12,313	-	(12,313)	-
Khums	18,421	570,408	(548,270)	40,559
Fitra	5	40,109	(39,901)	212
Relief funds	1,527	206,772	(183,225)	25,074
Welfare	6,737	101	(3,032)	3,805
COVID funds	-	93	(1,357)	(1,264)
Fidya and kaffara	106	34,471	(34,087)	490
Sadaqa	648	33,387	(30,524)	3,511
Zakaat	5,000	7,204	(11,956)	248
Alim grant	4,124	40,037	(4,500)	39,661
Muharram grant	-	7,000	(5,000)	2,000
Ramadhan grant	900	4,400	(2,900)	2,400
Qurbani	(10)	1,567	(1,385)	172
	50,019	1,073,391	(998,314)	125,096

Unrestricted funds

	Opening balance	Income	Expenditure	Closing balance
	£	£	£	£
General funds	1,097,670	275,213	135,199	1,237,684
	1,097,670	275,213	135,199	1,237,684

THE COUNCIL OF EUROPEAN JAMAATS
NOTES TO THE FINANCIAL STATEMENTS (*continued*)
YEAR ENDED 31 December 2021

21. Analysis of charitable funds

**Consolidated
Unrestricted funds**

	At 1 Jan 2021	Income	Expenditure	At 31 Dec 2021
	£	£	£	£
Unrestricted funds	1,027,789	275,213	(135,199)	1,167,803
	1,027,789	275,213	(135,199)	1,167,803

Restricted funds

	At 1 Jan 2021	Income	Expenditure	At 31 Dec 2021
	£	£	£	£
Restricted funds	91,930	1,073,391	(996,772)	168,549
	91,930	1,073,391	(996,772)	168,549

**Charity
Unrestricted funds**

	At 1 Jan 2021	Income	Expenditure	At 31 Dec 2021
	£	£	£	£
Unrestricted funds	1,097,670	275,213	(135,199)	1,237,684
	1,097,670	275,213	(135,199)	1,237,684

Restricted funds

	At 1 Jan 2021	Income	Expenditure	At 31 Dec 2021
	£	£	£	£
Restricted funds	50,019	1,073,391	(998,314)	125,096
	50,019	1,073,391	(998,314)	125,096

THE COUNCIL OF EUROPEAN JAMAATS
NOTES TO THE FINANCIAL STATEMENTS (*continued*)
YEAR ENDED 31 December 2021

22. Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Tangible fixed assets	746,556	168,549	915,105
Net current assets	421,247		421,247
Net assets	1,167,803	168,549	1,336,352

	Unrestricted Funds	Restricted Funds	Total Funds 2020
	£	£	£
Tangible fixed assets	823,177	91,930	915,107
Net current assets	204,612		204,612
Net assets	1,027,789	91,930	1,119,719

23. Subsidiary company - The European Hajj Company Ltd

The Charity owns the whole of the issued ordinary share capital of The European Hajj Company Limited, a company registered in England and Wales (Reg. No. 06281391). The subsidiary is used for non-primary purpose trading activities. All activities have been consolidated on a line by line basis in the SOFA. The total net profit forms part of the restricted funds of the consolidated accounts. A summary of the results of the subsidiary is shown below:

	2021 £	2020 £
Turnover	-	7,170
Cost of sales	-	(920)
	-	6,250
Sundry income	1,635	-
Administrative expenses	269	(6,243)
	1,904	7
Taxation	(362)	(1)
Profit for the financial year	1,542	6

The aggregate of the assets, liabilities and funds was:

	2021 £	2020 £
Assets	180,734	184,267
Liabilities	(176,130)	(181,205)
	4,604	3,062

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