

**Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 August 2022
for
ASH SHIFA**

DRAFT
28/06/23 14:09

SKM Chartered Accountants
Pegasus House
5 Winckley Court
Mount Street
Preston
Lancashire
PR1 8BU

ASH SHIFA

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FOR THE YEAR ENDED 31 AUGUST 2022**

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**Report of the Trustees
FOR THE YEAR ENDED 31 AUGUST 2022**

The trustees present their report with the financial statements of the charity for the year ended 31 August 2022. 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 Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

1. To advance the religion of Islam through the dissemination of knowledge to Muslims and Non-Muslims.
2. The advancement of education, in particular for young people of all religions and ethnic backgrounds.
3. To help young people develop their physical, mental, spiritual and moral capacities so they mature as individuals with opportunities to excel in society.

Volunteers

Many volunteers give up their time to help out the charity, particularly at the weekends and the evenings to help with improving the school in all areas. We are greatly indebted to these volunteers for their commitment and support.

ACHIEVEMENT AND PERFORMANCE

Main activities

Over this year we were engaged in the following activities:

Seminars

We organised 20 seminars on various topics. These were open to all members of the community and attracted just over 2000 attendees. These seminars were focused on educating the attendees on specific aspects of faith and allowed them to ask questions. The topics varied to maximise interest however there was always an attempt to link the topics and the prevalent discussion points in the community, thus providing clarification on such matters and an opportunity to ask questions regarding contemporary matters.

Burdah Nights

These events allowed participants to engage with the Islamic traditions of poetry, singing and praise. As part of an attempt to diversify our provision, we organised such events that moved away from academic pursuits towards the artistic. This important facet of Islamic spirituality appealed to people of all ages and allowed them to engage in a much more relaxed environment.

Visit to Islamic Religious Sites

Our aim is to take a group of students to visit Islamic religious sites at least once in the year. This is to educate interested students in Islamic history. We understand field trips can help students to appreciate the history they study in the classroom better and ignite further interest. This year we visited sites of interest in Istanbul, including historic Mosques, shrines, relics, palaces, historic artefacts and much more.

Retreats

We offer religious retreats to help with spiritual as well as academic achievement, typically lasting 5-7 days. The retreat allows students to disconnect from the distractions of everyday life and focus efforts on learning the Islamic sciences as well as working on spiritual development. Our provision aims to facilitate for all in the community, so sometimes the retreat is local and other times it is further away. There is also variety in terms of teaching staff, we tend to have a number of teachers with different teaching styles and variant backgrounds.

FINANCIAL REVIEW

Reserves policy

The General fund represents funds arising from past operating results. The trustees are satisfied that the balance of the fund will enable the charity to meet its objectives and will be able to look into possible other venues in regards to possible permanent replacement premises. The trustees have also examined the requirement to maintain reserves for the on going work of the charity and concluded that the most appropriate level is between 3 to 6 months of operational expenditure.

ASH SHIFA

Report of the Trustees FOR THE YEAR ENDED 31 AUGUST 2022

FINANCIAL REVIEW

Statement of Trustees' Responsibilities

The law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity financial activities during the year and of its financial position at the year-end. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on a going concern basis, unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping accounting records, which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with applicable law, regulations and trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention of fraud and other irregularities.

FUTURE PLANS

We plan to consolidate our current success and make our services available to a wider range of people. We also plan to look into further projects which will help us to fulfil our aims and objectives.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Ash-Shifa Trust is constituted under a Trust Deed adopted on the 7th February 2003. Ash-Shifa Trust was registered as a charity with the charity commission on the 19th March 2003. (No : 1096585)

Organisational structure

The charity is managed by the trustees. The details of the current trustees are below:

S.Hussain (General Secretary)
N.Rashid (Chairman)
A.Ahmed

The appointment of trustees is governed by the trust deed.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1096585

Principal address

12 Country Mews
Blackburn
Lancashire
BB2 7FJ

Trustees

S Hussain
N Rashid
A Ahmed

**Report of the Trustees
FOR THE YEAR ENDED 31 AUGUST 2022**

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

SKM Chartered Accountants

Pegasus House

5 Winckley Court

Mount Street

Preston

Lancashire

PR1 8BU

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

.....
N Rashid - Trustee

DRAFT
28/06/23 14:09

**Independent Examiner's Report to the Trustees of
Ash Shifa**

Independent examiner's report to the trustees of Ash Shifa

I report to the charity trustees on my examination of the accounts of Ash Shifa (the Trust) for the year ended 31 August 2022.

Responsibilities and basis of report

As the charity trustees of the Trust 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 Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all 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 Trust as required by Section 130 of the 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.

Shamim Mahomed

SKM Chartered Accountants
Pegasus House
5 Winckley Court
Mount Street
Preston
Lancashire
PR1 8BU

Date:

ASH SHIFA

Statement of Financial Activities
FOR THE YEAR ENDED 31 AUGUST 2022

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	136,377	-	136,377	22,419
Other income		1,283	-	1,283	9,603
Total		<u>137,660</u>	<u>-</u>	<u>137,660</u>	<u>32,022</u>
EXPENDITURE ON					
Charitable activities	3				
Provision of Services		119,722	-	119,722	34,148
Management & Administration		(717)	-	(717)	4
Total		<u>119,005</u>	<u>-</u>	<u>119,005</u>	<u>34,152</u>
NET INCOME/(EXPENDITURE)		18,655	-	18,655	(2,130)
RECONCILIATION OF FUNDS					
Total funds brought forward		13,715	-	13,715	15,845
TOTAL FUNDS CARRIED FORWARD		<u>32,370</u>	<u>-</u>	<u>32,370</u>	<u>13,715</u>

The notes form part of these financial statements

ASH SHIFA

**Balance Sheet
31 AUGUST 2022**

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	6	71	-	71	101
CURRENT ASSETS					
Debtors	7	23,152	-	23,152	200
Cash at bank and in hand		10,888	-	10,888	15,262
		<u>34,040</u>	<u>-</u>	<u>34,040</u>	<u>15,462</u>
CREDITORS					
Amounts falling due within one year	8	(1,741)	-	(1,741)	(1,848)
NET CURRENT ASSETS		<u>32,299</u>	<u>-</u>	<u>32,299</u>	<u>13,614</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>32,370</u>	<u>-</u>	<u>32,370</u>	<u>13,715</u>
NET ASSETS		<u>32,370</u>	<u>-</u>	<u>32,370</u>	<u>13,715</u>
FUNDS	9				
Unrestricted funds				32,370	13,715
TOTAL FUNDS				<u>32,370</u>	<u>13,715</u>

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

.....
N Rashid - Trustee

**Notes to the Financial Statements
FOR THE YEAR ENDED 31 AUGUST 2022**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared 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' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Administrative expenditure

Administrative expenditure comprises all costs incurred in running the charity, which can not be directly allocated, to the charity's projects or to fund-raising.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer equipment - 30% on reducing balance

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

General Funds

General Funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated Funds

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements. Restricted funds are funds, which are 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. The aim and use of each restricted fund is set out in the notes to financial statements.

Endowment Funds

Endowment Funds represent those assets, which must be held permanently by the charity, principally investments. Income arising from endowment funds can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against part of the fund.

Pension costs and other post-retirement benefits

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

ASH SHIFA

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 AUGUST 2022**

2. DONATIONS AND LEGACIES

	2022 £	2021 £
Gift aid donations	136,377	22,419

3. CHARITABLE ACTIVITIES COSTS

TOTAL RESOURCES EXPENDED

	Generati ng Funds	Provision of Services	Support Costs	Management & Administration	Total 2022 £	Total 2021 £
	£	£	£	£		
Purchases		99,711			99,711	18,434
Rates & Water						
Insurance						
Light & Heat						
Wages & Social Security		17,874			17,874	13,879
Pensions					111	
Telephone						
Postage & Stationery						
Computer Software						2,360
Repairs & Renewals						
Room Hire						-2,012
Independent Examiners Fee		1,204			1,204	1403
Legal & Professional						
Travel & Subsistence						
Motor Expenses						
Cleaning						
Training Costs						
Subcontractors						
Depreciation		27		3	30	43
Loss on sale of tangible fixed assets						
Sundry Expenses						
Bank Charges		75			75	45
	_____	_____	_____	_____	_____	_____
		119,002		3	119,005	34,152

**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 AUGUST 2022**

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2022 nor for the year ended 31 August 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2022 nor for the year ended 31 August 2021.

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	22,419	-	22,419
Other income	9,603	-	9,603
Total	<u>32,022</u>	<u>-</u>	<u>32,022</u>
EXPENDITURE ON			
Charitable activities			
Provision of Services	34,148	-	34,148
Management & Administration	4	-	4
Total	<u>34,152</u>	<u>-</u>	<u>34,152</u>
NET INCOME/(EXPENDITURE)	(2,130)	-	(2,130)
RECONCILIATION OF FUNDS			
Total funds brought forward	15,845	-	15,845
TOTAL FUNDS CARRIED FORWARD	<u><u>13,715</u></u>	<u><u>-</u></u>	<u><u>13,715</u></u>

Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 AUGUST 2022

6. TANGIBLE FIXED ASSETS

	Computer equipment £
COST	
At 1 September 2021 and 31 August 2022	805
DEPRECIATION	
At 1 September 2021	704
Charge for year	30
At 31 August 2022	734
NET BOOK VALUE	
At 31 August 2022	71
At 31 August 2021	101

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Tax reclaim	23,152	200

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	-	1
Social security and other taxes	151	155
Other creditors	750	132
Accrued expenses	840	1,560
	1,741	1,848

9. MOVEMENT IN FUNDS

	At 1/9/21	Net movement in funds	At 31/8/22
	£	£	£
Unrestricted funds			
General fund	13,715	18,655	32,370
TOTAL FUNDS	13,715	18,655	32,370

Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 AUGUST 2022

9. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	137,660	(119,005)	18,655
TOTAL FUNDS	<u>137,660</u>	<u>(119,005)</u>	<u>18,655</u>

Comparatives for movement in funds

	At 1/9/20 £	Net movement in funds £	At 31/8/21 £
Unrestricted funds			
General fund	15,845	(2,130)	13,715
TOTAL FUNDS	<u>15,845</u>	<u>(2,130)</u>	<u>13,715</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	32,022	(34,152)	(2,130)
TOTAL FUNDS	<u>32,022</u>	<u>(34,152)</u>	<u>(2,130)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/9/20 £	Net movement in funds £	At 31/8/22 £
Unrestricted funds			
General fund	15,845	16,525	32,370
TOTAL FUNDS	<u>15,845</u>	<u>16,525</u>	<u>32,370</u>

Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 AUGUST 2022

9. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	169,682	(153,157)	16,525
TOTAL FUNDS	<u>169,682</u>	<u>(153,157)</u>	<u>16,525</u>

10. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 August 2022.

ASH SHIFA

**Detailed Statement of Financial Activities
FOR THE YEAR ENDED 31 AUGUST 2022**

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Gift aid donations	136,377	22,419
Other income		
Sundry Receipts	1,283	9,603
Total incoming resources	137,660	32,022
EXPENDITURE		
Charitable activities		
Wages	17,874	13,656
Pensions	111	223
Computer Software	-	2,360
Purchases/Event Costs	99,711	18,434
Room Hire	-	(2,012)
Accountancy	1,204	1,403
Computer equipment	30	43
Bank charges	75	45
	119,005	34,152
Total resources expended	119,005	34,152
Net income/(expenditure)	18,655	(2,130)