

Registered Company Number: 04730509 (England and Wales)

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THE CMA WELFARE TRUST

**TRUSTEES' REPORT AND
CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED 29 APRIL 2023**

THE CMA WELFARE TRUST



ANNUAL REPORT 2023

TRUSTEES' REPORT AND CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023

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CHAIRMAN'S FOREWORD
FOR THE YEAR ENDED 29 APRIL 2023

CHAIRMAN'S FOREWORD

It gives me great pleasure to introduce Cheadle Masjid's Annual Report for the year to 29 April 2023. Cheadle Masjid ("CMA") is a leading UK mosque based in South Manchester. Established at its current site in 2003, through the grace of Allah SWT, the CMA has grown significantly in this time. The mosque welcomes thousands of visitors every year, including those attending the daily salah, children attending the Madrassah and special guests and visitors from the wider community.

Home to a diverse community, the objectives of the CMA are focussed on the key principles of Islam, to educate, drive community cohesion and serve our people.

At CMA we strive to follow the Sunnah (prophetic tradition) of our Prophet (peace be upon him) by creating a Mosque which serves the needs of the people. The Prophet's (peace be upon him) Mosque was a place of prayer, in addition to being a place of education, a place of community action and a place where charity was collected and distributed. We continually strive to operate this model.

After years of planning and fundraising we started the redevelopment of our site in August 2021. Alhamdulillah the new Masjid has now been built and opened its doors in July 2023. We are truly blessed to have a mosque that has been entirely funded by the generosity of the local community.

At Cheadle Masjid we never stand still, and in order to support the growing Muslim community in the Wythenshawe area, we purchased a new site in the area. The facility was used for community purposes previously, and as such we were able to start the daily salat (currently doing Fajr, Maghrib, Isha and Jumu'ah) immediately. There are further plans to develop activities at this site further and insha'Allah it will replicate the model of Cheadle Masjid.

On behalf of the Trustees I express my gratitude to our passionate and dedicated volunteers and staff, who make CMA the special Mosque that it is. Equally, the Mosque would not be able to provide the range of activities it is synonymous with, without the amazing generosity of the community who continue to show their love and support for the Mosque.

As always, we give thanks to Allah SWT, whose blessings and favour are the reason for all our successes; may He forgive our shortcomings, and grant us even more blessings and success in the future in serving the Cheadle and Wythenshawe communities and beyond.

Atif Rulal



Chairman, Board of Trustees

28 October 2023

**REPORT OF THE BOARD OF TRUSTEES
FOR THE YEAR ENDED 29 APRIL 2023**

REPORT OF THE BOARD OF TRUSTEES

The Trustees (who are also directors of the charity for the purpose of the Companies Act 2006) present their Annual Report together with the Financial Statements of The CMA Welfare Trust ("the CMA") for the year ending 29 April 2023.

The Trustees affirm that the Annual Report and financial proclamations of the charitable company and the group comply with the current statutory pre-requisites, the requirements of the charitable company and the CMA's governing document and the provisions of the Statement of Recommended Practice (SORP) for charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK (FRS102).

The Trustees are satisfied with the performance of the CMA during the year and its financial position at 29 April 2023 and consider the CMA is in a strong position to continue its activities in the coming year and that the CMA's assets are adequate to fulfil its obligations.

Objectives and activities

Purpose and aims

The CMA has developed aims and objectives that are set out below. In terms of setting, reviewing and planning the CMA's future activities, the Trustees have also given careful consideration to the Charity Commission's general guidance on Public Benefit. Since its inception, the CMA has strived to live up to the values by being a peaceful facility where Muslims can pray and learn while also providing a welcoming environment for the entire community.

Our vision is to be at the centre of our local community, celebrating the diverse nature of the Muslim community and inspiring all communities to embrace diversity. We are not only a centre of spiritual development, we aim to address community needs, provide a supportive environment to help young people flourish as vibrant British Muslims. We want to help create a cohesive society and achieve a financially sustainable operation. We aim to achieve this by providing community activities which promote the diverse heritage of the local Muslim community and make our activities accessible to all members of the local community.

Our vision is:

- To be at the centre of our local community, for both Muslims and non-Muslims;
- To provide educational classes on Islam and to instil values of a British Muslim;
- To be a welcoming environment for all and work in partnership with the local community thereby developing community cohesion.

Our objectives

Our objectives have been set to reflect both the needs of the Muslim faith and those of the local community. Our dual aims remain to provide a facility where Muslims can worship, as well as providing facilities for the local community (e.g. educational and sports facilities). Our long term aim is to support both the Muslim and wider community in understanding Islam and promote cohesive working and integration.

Strategies

We want our facilities to be open and available to all members of the community, where Muslims and the wider community can come and learn about the teachings of Islam in a positive manner. This is achieved through inviting local children, schools and clubs to the Mosque, hosting inter-faith events and holding events where all the community feel welcome.

An important facet of the CMA is to cater for both men and women, and ensure there is always adequate provision of facilities and activities for both genders.

Ensuring our work delivers our aims

Our objectives are set to reflect our local community aims. Each year the Trustees review our activities and performance to ensure they continue to reflect the long term vision for the CMA. The review looks at the success of each key activity and the benefits they have brought to the community.

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Use of volunteers

Volunteers are an essential part of running weekly activities at the Mosque. Volunteers are involved in all of our faith and community work. We encourage people, particularly those with certain skills, to provide their time on a voluntary basis to ensure their skills are used for the good of the CMA and a cost benefit is provided at the same time.

All of the Trustees give their time on a voluntary basis.

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STRATEGIC REPORT – ACTIVITIES AND ACHIEVEMENTS

How our activities provide a public benefit

The CMA carries out a wide range of activities in pursuance of its charitable aims. The Trustees consider these activities, summarised below, provide a benefit to those who attend our facilities and the wider community of Cheadle, Heald Green and South Manchester.

The CMA's core aim is to connect us with Allah (SWT) so that we may be successful in this life and the hereafter. It also aims to be there to support each and every one of us as we go through the rollercoaster of life. The CMA supports the community through its many services, activities and through the congregation becoming an extended family to many of us.

As a brief summary, in a typical twelve month period, we have 160,000 visits to the Mosque from those attending the daily Salah, the Jumuah prayers and the many circles and classes that encompass both genders and ages. In addition, the CMA has held numerous Aqiqah's to celebrate the birth of a child as well as praying for the bereaved when they returned to Allah SWT. This was combined with over fifty Nikkah ceremonies. The Mosque is also a registered site for civil marriages as we have an in house Registrar.

As well as supporting with these important life events, the CMA has a weekday and weekend school for children aged between 5 and 12, a selection of youth activities, provides advice and support for those going through difficult times, holds frequent family events, supports both local and international charities and hosts various coffee mornings.

Our main activities and who we try to help are described in further detail below.

1. MOSQUE AND RELIGIOUS SERVICES

The Mosque provides for prayers and activities associated with Islam. During the year ended 29 April 2023, we offered a range of religious services and activities, which included:

a) PRAYER FACILITIES

The Mosque is open for five daily prayers, with additional congregations for Friday prayers. During the week we have approximately 120 people that attend daily prayers and approximately 900 that attend Friday prayers (across two congregations). We also hold three congregations on each of the two Eid days.

b) RAMADHAN

Ramadhan 2023 was the most eventful month in the CMA calendar, with hundreds taking part in prayers every evening. In addition, community iftar's (meals to break the fast) were held every Saturday, attracting over 400 people each week.

The prayers were accompanied by beneficial reminders, short lectures and opportunities for the congregation to donate towards various causes.

I'tikaf (seclusion) was again offered in 2023, with approximately 20 people attending.

The Masjid carried out the following services and initiatives with great engagement from the community:

- Family Iftars;
- The Share Ramadhan 2023 initiative;
- Had a very successful iftar for the wider community to engage and share our well-respected hospitality.

c) JUMUAH KHUTBA'S

Over the year we have 52 Jumuah (Friday) khutbas (sermons). We try and vary our Imams for the khutbas to provide a variety of knowledge sources to the congregation. Our khateeb also attend and support other Mosques as part of our outreach work.

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d) CIVIL MARRIAGE AND NIKKAH'S

We conducted over 50 Nikkahs in the period under review, thanks to the premises being a registered site for civil marriage and our in-house Registrar.

e) FUNERALS

The Mosque holds funeral prayers when required by the local community, in accordance with the teachings of Islam.

f) UMRAH AND OVERSEAS VISITS

In October 2022 the Masjid undertook its first youth Umrah trip, taking 50 under 18's and volunteers on this spiritual journey. Following that, in January 2023 the Masjid undertook its fourth guided Umrah trip.

The Masjid also undertook a guided trip to Masjid Al-Aqsa in Jerusalem.

The feedback received from all trips was exceptionally positive and we aim to continue with both spiritual tours and ones that educate our community about Islamic history on a regular basis.

2. EDUCATION

The vision of the CMA's Madrasah is to produce a generation of Muslims who have a balanced and contextualised understanding of Islam, Muslims who are not only God conscious, but also positively contribute to British society thereby leading purpose-driven lives in a way that promotes peace, harmony, tolerance and justice.

In order to achieve this vision we have developed a holistic curriculum which not only focuses on the transmission of knowledge, but also focuses on the spiritual and emotional development of the child. Our key focus is on Tarbiyah, as we seek to cultivate and facilitate the spiritual growth of our children. While there are many supplementary schools for Islamic education, we believe the CMA's has a number of unique features, which include:

- Small class sizes;
- Interactive lessons utilising some of the latest technology;
- Activity based learning implementing the latest research in pedagogy and practice;
- Unique syllabus encompassing Qur'an, Du'a memorisation and Islamic Studies;
- The weekday school also includes Arabic language as a subject;
- Focus on 'living Islam' through implementing what we learn.

One of the key objectives of the Madrasah is to engage children in the learning experience and for children to enjoy their time at the Madrasah. This is something which is recognised and appreciated by both the children and parents. Through our weekday and weekend madrasahs we are currently facilitating the learning of over 380 children.

Moving forward we would like to expand the Madrasah beyond the primary school years and establish a Madrasah for children aged 11-16 insha'Allah (god willing). Following the redevelopment of the site we will be able to provide more classes and better facilities for all of our children.

3. STUDY CIRCLES AND MONTHLY TALKS

The CMA's vision has education at its centre – through Islamic education we build that personal relationship with our Lord – hence the wide variety of interesting educational talks and courses for all age groups and genders.

While we cover the core topics and teachings of Islam, the CMA is brave enough to tackle more difficult and contemporary issues, such as drug use, mental health problems and domestic violence. We believe that we need to address issues that impact society, in particular subjects that can feel taboo in most communities.

a) LADIES CLASSES

The ladies at the CMA are extremely active and drive many of the activities at the CMA. There are also a number of dedicated classes for ladies, which include:

- Ladies Qur'an Tafsir Classes, which run on Mondays and Wednesdays and are some of our most well attended and popular study circles;

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- Al Manhal Tajweed classes;
- Mother's and toddlers groups;
- General study circles on Fridays and Saturdays.

b) ENGAGING YOUTH

The CMA places huge importance in engaging the next generation. There are a number of educational programmes aimed at the youth which are below:

- Study circles: The CMA has two regular study circles for girls every Friday evening – it is not only about learning but about making good friends and developing the attachment to the Mosque;
- Youth Qiyaams and the Junior leaders course which are covered in the Youth section of the report.

c) STUDY CIRCLES

The CMA offers a wide variety of study circles, including:

Quran recitation and understanding

- Imam Abdul Ghaffar's Qur'anic Arabic for Beginners, where no previous knowledge of Arabic required, and Tajweed class;
- Qur'an Tafsir for adults;
- Qur'an Club for youth encouraging Hifz of the Qur'an.

General Islamic topics (short courses)

- Fiqh of Death;
- Hajj seminar;
- Fiqh of Ramadhan and Zakat;
- Stories from the Qur'an.

d) MONTHLY TALKS / EVENTS

The CMA is committed to ensuring there is also a wide variety of updates and events, that are engaging and reflect current hot topics. We have been fortunate to attract a number of popular scholars and speakers, and some of these events included:

- Ramadan Preparation;
- Marriage workshop;
- Digital Careers Show;
- Well-being seminars.

As well as the talks / events stated above, the CMA is at the forefront in tackling contemporary issues, with a big focus placed on mental health and wellbeing, drug awareness and wider issues facing the youth in our community. Some of the key events held this year include:

Contemporary issues

- Mental health support sessions;
- Drug awareness & support sessions.

4. SUPPORTING THOSE IN NEED

a) GRANTS TO OTHER CHARITIES

As a Mosque we are one of a few which allows numerous other charities to have collections on a regular basis. We feel supporting other charities is essential in both supporting those in need and also raising awareness of issues that people are facing both locally and abroad.

In the year to 29 April 2023, the congregation donated £153,160 (2022: £86,932) to numerous charities, including Islamic Relief and Read Foundation.

Further details on charities to whom the CMA has provided grants are set out in the notes to the financial statements.

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b) FOODBANK

Supporting the needy in our local community is critical as a Muslim – so we currently provide food for six local foodbanks. Thank you to the community who support this project so that some of the most needy in society can have food on the table. We currently deliver food to Chelwood Foodbank, Copperdale Trust, Tree of Life, Unity Community, Myriad Foundation and The Wellspring who then distribute it those in need.

c) SOUP KITCHEN

The CMA has long been delivering “Curry Nights” to the homeless. We provide monthly curry nights to the homeless/those in need at The Wellspring and Stockport Baptist Church. We cater for around 1,200 people a year and are always looking at expanding this project further. We have to thank the amazing volunteers and those who cook/donate towards the project.

As has been mentioned before – the best way to educate others around the beauty of Islam is through our practice - just as people were attracted to the Prophet (SAW)’s character, empathy and excellent actions. It is really important that our Islam embodies all our actions.

5. ENGAGING OUR YOUTH

The CMA recognises the importance of keeping our youth close to the Mosque, through providing them with activities and classes that attract them and allow them to socialise in a halal environment. To further our activities this year, the CMA has been supported by a Youth team to further enhance these activities and provide additional courses.

In 2023-24 we aim to further increase the youth activities for both boys and girls. We have recruited new volunteers who are eager to drive activities for our youth and keep them close to the Masjid.

a) YOUTH QIYAAMS

We run four Qiyaams every month, for boys aged 10-16 and girls aged 13-19, which are both educational and fun. The programme typically includes talks and activities based on Islamic topics, games, the Qiyaam prayer and food. It is a great opportunity for the youth to build and develop friendships and bring them closer to the Mosque.

b) YOUTH CLUB

The CMA runs a weekly club for children where they study Islam in a classroom environment with children their own age. The class also includes a personal development aspect, focusing on developing life skills and good character through interesting workshops and activities. We also offered the youth the chance to get involved in first aid training, map reading, archery, fitness training and much more.

As the class size in the club is limited to 10 students, focus can be given to each student to guide them as they spiritually and personally develop through the sensitive ages of 11-15.

c) REVISION CLASSES

The CMA facilitated maths revision classes for GCSE students, through a qualified teacher.

6. COMMUNITY ACTIVITIES

The CMA is committed to providing halal, engaging activities for the whole community. Over the year we have provided numerous events.

a) OPEN DAY

Due to the ongoing redevelopment of the site we were unable to hold the Annual Open Day. We hope to recommence the Open Day in 2024.

b) COMMUNITY BREAKFAST

The CMA arranged one community breakfast over the year. There was a variety of food and also entertainment for children, including face painting, henna and a science show.

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c) RAMADHAN IFTARS AND TALKS

Throughout Ramadhan 2023, the CMA held various family talks. These talks brought families together and shared spiritual nourishment through bringing the Qur'an to life and helped the community benefit from the blessings of Ramadhan.

d) LIFESAVERS EVENT

For a number of years now, the CMA has been honoured to be part of the Lifesavers Campaign, where Mosques up and down the country opened their doors to training the local community in the art of CPR. We would all agree it is important to know what to do if someone around us collapses or has a cardiac arrest, therefore this training at the Mosque is vital. We expect this training programme to recommence in 2023.

We have a Community Access Defibrillator installed at the CMA's premises. This life saving device is for the use of anyone in the community to help a person who has suffered from a cardiac arrest. As part of the British Heart Foundation "CPR" Campaign we have provide two basic life support courses each year.

e) CMA RAMBLING CLUB

The CMA Ramblers Club was formed and regular walks have been held with people from across the community.

f) CMA FOOTBALL AND CRICKET

As well as the regular sports clubs, the CMA also has football and cricket facilities which are used on a regular basis by the community.

g) CMA BADMINTON CLUB

A group from the CMA have set up a badminton club, where a number of regulars get together and play badminton at a local centre most Tuesday evenings.

h) CMA ARCHERY CLUB

CMA is proud to be reviving the Sunnah in setting up the archery club. Archery is a mental and physical art, it works on your upper body strength, balance and co-ordination - so is a good sport in getting the community active. It helps the participants to learn to stay focused and is a lot of fun.

The primary objectives are to:

- Link our community with the Mosque through this inclusive and open activity;
- To promote archery within the community as a Sunnah;
- To promote physical activity and health-keeping the community safe and healthy.

i) LUNCH FOR THE ELDERS

Every week (when the Masjid is open) the CMA hosts lunch for our elders, providing them with a hearty lunch and also an opportunity to meet and spend time with a variety of people.

7. PROMOTING A POSITIVE IMAGE OF ISLAM

The CMA and its volunteers were exceptionally busy this year promoting a positive image of Islam, through many events, as set out below.

a) SHARING THE JOY OF EID

Eid is a special time for the whole of the Muslim community, and we wanted to share the joy of Eid, through a number of initiatives. These included:

- Delivering cakes to the emergency services for Eid, which were well received;
- Delivering presents to children at UHSM, Stepping Hill and Central Manchester Hospitals for Eid – spreading some happiness for those going through a hard time.

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b) LOCAL SCHOOLS

One of the best ways to promote a better understanding of Islam is through school visits and engaging with local schools in providing advice on religious matters. As an example we actively work with Kingsway School in this area.

In addition to working closely with schools, our partnerships with local schools mean that the Masjid typically has twenty schools visit us in a normal year, where they can learn about the practical aspects of a Muslim's life and gaining a better understanding of Islam.

8. COMMUNITY & INTERFAITH EVENTS

The CMA is usually active in hosting and attending a number of successful events, which brought together people of all faiths. As Muslims we respect and celebrate the shared values we have with many other faiths, therefore bringing people closer together is always our aim. A few of the activities from the year are set out below:

- We represented the Muslim Community at seven Remembrance Day Services across the borough. Many Muslim gave their lives in WWII to fight fascism and the Nazi regime, therefore it is important to recognise their sacrifice amongst others;
- Active participants of the Heald Green Litter Pick;
- Are part of the organising committee of the Heald Green Festival.

9. REDEVELOPMENT

The success of the CMA has become one of our greatest challenges, and as such the old Masjid ended up being at full capacity. The Trustees addressed this issue by deciding to redevelop the site, not only so the congregation could pray under one roof, but also so that the CMA could expand the services provided.

The Project

The Budget for the redevelopment of the site was originally £5.0 million. The Board of Trustees undertook extensive research and the proposed cost compared favourably to other Mosque's of similar size and quality. Despite extensive material and labour cost inflation in the past two years (over 10%), the final cost of the build is expected to be within 5% of the expected budget.

The funding for this ambitious project has fully come from the community, and throughout the past five years there have been a variety of fundraising campaigns and events, including:

- Mussalla campaign and Bricks Appeal;
- Ladies Gala Night, the CMA Cycle Ride to Paris, Scafell Pike climb, charity car washes, cake sales and many more; and
- Online fundraising activities (particularly throughout COVID).

Again, we must thank the community, who have fully supported the fundraising activities.

The Build

The contractor commenced on site in August 2021, with the expectation the full project will be delivered within 18 months. However, there were a few unforeseen delays and the new building was completed in July 2023. We are truly blessed with a magnificent facility which will be a focal point for the community for decades to come.

10. WYTHENSHAW MUSLIM ASSOCIATION

Wythenshawe Muslim Association (WMA) was established in January 2022 in response to the growing needs of the Muslim community in the Wythenshawe area. Since then, WMA has grown rapidly and, in February 2023, established the first-ever Masjid in Wythenshawe.

Wythenshawe Masjid aims to be an active and vibrant Masjid, sharing the same vision and ethos as its mother organisation, Cheadle Masjid. The aims are to connect people to Allah (SWT) and to establish a confident British Muslim community; we aspire to provide excellence in Islamic education, address community needs and develop community cohesion.

The Masjid was initially purchased through Qard Hasan (interest free loans) from the local community. It was a blessing that the community was able to recognise the need and come together at very short notice to enable the purchase of this building.

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These loans are due to be repaid within twelve months, and fundraising for this project continues at pace, and at 30 June 2023, £320,000 donations have been raised.

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STRATEGIC REPORT – FINANCIAL REVIEW

Financial performance

The consolidated Statement of Financial Activities for the year ended 29 April 2023 shows group incoming resources of £2.0 million (2022: £1.7 million) and group resources expended of £0.6 million (2022: £0.4 million), generating a surplus of income over expenditure totalling £1.4 million (2022: £1.3 million). The main reason for the increase in the net surplus in the year has been additional funds raised for the new site in Wythenshawe, which generated £0.2 million of funds in the year to 29 April 2023 (2022: nil).

As a result, the CMA's Group net assets have increased from £6.1 million as at 29 April 2022 to £7.7 million as at 29 April 2023.

Included within the group's net assets is the purchase of six investment properties which have been acquired over the past ten years. The purpose of these investment properties is to provide income to support the ongoing services the CMA provides.

Investment policy and objectives

The Trustees are authorised under the Memorandum and Articles of Association to make and hold investments using the general funds of the CMA in any way that is in accordance with the objectives of the CMA. No financial investments are presently held.

As at 29 April 2023 the CMA had invested a total of £1.2 million in acquiring six residential properties for the CMA in the local area (29 April 2022: £1.2 million), with the long term aim of these investments to provide the CMA with a sustainable revenue source to allow the CMA to become self-sufficient in the long term. Based on revaluations undertaken by a third party, the value of these properties has increased to £1.7 million at 29 April 2023.

In the year ended 29 April 2023 rental income from the properties held generated £48,350 in rental income (2022: £50,020).

Principal funding sources

The CMA is primarily funded through the generous donations of local community members. Donations and income from unrestricted donations increased in the year ended 29 April 2023, with £0.6 million unrestricted income received in the year (2022: £0.45 million). The strong income generated in the year demonstrated the strong support the community continues to provide to the CMA and in support of its ongoing activities.

Restricted income of £1.4 million in the year ended 29 April 2023 (2022: £1.2 million) relate to donations made in relation to specific appeals in respect of the redevelopment of the existing facility, the purchase of the new site in Wythenshawe and also by a number of UK registered charities and not for profit organisations.

Grant making policy

In 2023, £153,160 (2022: £86,931) was given in grants to eight UK registered charities and not for profit organisations. The CMA provides grants to partner organisations for the following reasons:

1. Primarily to distribute funds which have been donated specifically for Zakat (obligatory charitable donations to the needy) and cannot be utilised by the CMA;
2. To distribute funds, which have been specifically donated for charitable projects the CMA does not operate;
3. To support local communities who are in need of charitable funds (particularly in support of health and social and welfare programmes).

Our selection of partners is informed by, a set of clear procedures and principles. Partners are chosen on the basis that their overall objectives are consistent with the CMA or they have a track record of being able to deliver aid to those in need in line with Islamic principles. Before selecting a partner organisation the CMA undertakes due diligence of the partner organisation (including a review of the key objectives, projects and management) to ensure the proposed partner is able to deliver against the terms of the grant.

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Reserves policy

The CMA recognises the importance of maintaining sufficient reserves. These funds are freely available to spend on any of the CMA's purposes and hence exclude restricted funds. They are used to mitigate any significant reductions in income or unexpected expenditure required.

The CMA faces a number of risks that may result in the need to use the CMA's reserves, these include:

1. Reduction in donations from the congregation / members of the public;
2. External factors impacting the CMA, such as Living Wage increases or increases in utility bills.

Reserves are represented by the fund balances as disclosed in the Group balance sheet within the financial statements section.

The CMA has unrestricted reserves (reserves which do not carry any restrictions on how they can be used) of £7.9 million at 29 April 2023 (2022: £4.0 million). In assessing the CMA's level of free reserves at 29 April 2023, fixed assets totalling £7.6 million have been excluded, leaving £0.3 million of free unrestricted reserves.

The Trustees maintain available unrestricted reserves to provide coverage for approximately four to six months of ongoing running costs. It is the Trustees view that this amount means the CMA has a balanced approach between having funds available to run the Mosque on a day to day basis and keeping funds aside in case any of the risks mentioned below materialise. The Trustees also believe this level of reserves provides the CMA with adequate financial stability and the means to meet its charitable objectives for the future.

We have seen a continual increase in the social footprint of the organisation over the last few years. This has resulted from increasing activities offered to the local community and the increased awareness of the CMA's activities from the local community. As a result of the increasing number of activities undertaken at the Mosque, the Trustees redeveloped the existing facilities.

The CMA raised funds for this specific purpose, and there were £(0.2) million of restricted reserves in relation to these projects at 29 April 2023 (2022: £2.1 million). The Board expect to recover this negative position by the end of June as specific funds are raised for the purchase of the Wythenshawe Masjid, which is currently funded through interest free loans.

The level of reserves is reviewed annually to ensure they align with the key risks the CMA faces.

The Trustees are satisfied that the CMA's assets in each fund are available and adequate to fulfil its obligations in respect of each fund.

Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the CMA has adequate resources to continue its operations for the foreseeable future. For this reason the Trustees have continued to adopt a going concern basis concept in preparing the financial statements.

Principal risks and uncertainties

The Board of Trustees has responsibility for ensuring effective risk management and systems of internal control in place to manage the CMA and group's major risks and support the achievement of the CMA's strategic aims. The CMA maintains a risk register of potential risks, with the principal risks to the CMA's objectives and how these are managed set out below.

Safeguarding of vulnerable and young people

Risk concerning the safeguarding of vulnerable and young people includes negligence in relation to safeguarding policies or when practice results in or contributes to serious harm or injury to a young person or vulnerable adult and damages the CMA's reputation.

Risk concerning the safeguarding of vulnerable and young people is managed by safeguarding training for all employees directly working with vulnerable and young people. The CMA also carries out statutory DBS checks on all employees and volunteers who work directly with vulnerable and young people.

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Financial performance and sustainability

Risk concerning financial performance and sustainability includes any significant reduction in fundraising due to economic conditions, with the impact of this risk being the CMA's ability to provide the services required by the CMA's users and fulfil its strategic objectives.

Risks concerning financial performance and sustainability is managed by the holding of adequate reserves and a regular review of these reserves to ensure they remain in line with the targets set by the Trustees. The financial performance of the CMA is regularly reviewed by the Board of Trustees to manage the financial position of the CMA.

Security

Threats from the far right and extremists remain a threat to the attendees of the Mosque. Over the past few years we have seen an increase in Islamophobia, that came to the fore in the horrific massacre at a Mosque in New Zealand. Due to the increasing threat faced by Muslims, the CMA has invested in increased security personnel and equipment in order to provide continuing protection to our attendees. Security management continues to be monitored on a monthly basis, and the CMA are continue to take advice from experts on how this can be improved at the existing facility and the proposed new facility.

Information security

Risk concerning information security includes serious data protection or security failure which may result in legal and contractual issues, reputational damage and potential fines or losses of income.

Risk concerning information security is managed by having a structure in place for Data Protection Act monitoring and compliance and by frequent testing of the IT systems in place to identify and significant flaws in the system.

STRATEGIC REPORT – FUTURE PLANS

The CMA's plans for the future are: to redevelop the Mosque facilities as they are inadequate to support our ongoing activities; continue to expand the services and activities offered in the community and to young people, and; to review our organisational structure to ensure we can deliver our long term strategy.

Community and youth work

We continue to expand our activities in the community and for the local youth, through increased dialogue with local religious and non-religious groups as well as providing increasing educational and sporting activities for the local youth.

Strategic review

During 2023 we have continued to develop our strategy, in particular considering the organisational structure that is required to deliver that strategy. We will continue to develop our plans around the future organisational structure throughout 2023.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The CMA was incorporated on 10 April 2003 as CMA Custodian Trust, a company limited by guarantee (company number 4730509), and has been granted charitable status under The Charities Act (registration number 1099574). The CMA's name was changed to The CMA Welfare Trust on 8 September 2003.

The CMA is governed by a Memorandum and Articles of Association (amended by special resolutions dated 15 and 31 August 2003, 20 June 2016 and 24 October 2019). There are no specific restrictions imposed on how the CMA should operate to achieve its objectives. However, the income and assets of the CMA must be applied solely for the purpose of achieving its objectives.

Recruitment and appointment of Trustees

The existing members are responsible for the recruitment of new Trustees but in doing so the members adhere to the governing documents, and additionally seek the views and recommendations of respected community members, who are

**REPORT OF THE BOARD OF TRUSTEES
FOR THE YEAR ENDED 29 APRIL 2023**

regular attendees of the CMA's facilities. Trustees are selected on the basis of their skills, experience, and the needs of the CMA and company.

In selecting new Trustees, the CMA seeks to identify people who regularly attend events and functions organised by the CMA and are willing to volunteer to help in the local community. New Trustees are selected on the basis of their skills, experience and qualifications in order to further enhance the existing management team.

Induction and training and of Trustees

Potential Trustees are initially invited to attend Trustees meetings as observers and are given further details of the CMA's objectives and activities. Subsequently if both the existing Trustees and proposed new Trustee agree, then s/he is proposed as a new Trustee after observing a minimum of three meetings and completion of an eligibility declaration. This process allows due consideration of the person's commitment, personal competence and specialist knowledge and skills.

New Trustees are briefed on their legal commitments under charity law, the content of the Memorandum and Articles of Association, the decision making process and the recent financial performance of the CMA. Dependant on the proposed area of focus of new Trustees, there is additional guidance provided on their proposed role and area of focus. Initially new Trustees work closely with an existing Trustee assisting on various projects. Following a probationary period, new Trustees are then permitted to lead projects or given an area of focus they are able to lead.

Trustees are also encouraged to attend relevant briefings, external courses and review relevant materials where these will facilitate the undertaking of their role.

Organisational structure and decision making

The CMA has one wholly owned subsidiary, CMA Design and Built Ltd, which is incorporated in England and Wales (Company No: 11448447). The financial statements represent the consolidated financials of The CMA Welfare Trust Limited and CMA Design and Built Ltd ("Group"). The nature of the subsidiary's business is set out in the notes to the financial statements.

The overall management and control of the CMA is the responsibility of the Trustees who give their time freely and receive no remuneration or other benefits for carrying out their role. The Trustees meet together as a body on a fortnightly basis and are responsible for all decisions taken in relation to running the CMA and its facilities and activities.

The Trustees deal with matters pertaining to both long term and short term strategies and key targets. The Trustees also deal with major decision making including the use of financial and other resources and the agreement of budgets for projects and operations.

To assist in the smooth running of the CMA in the day to day management of the facilities and co-ordinating daily activities, the Trustees are supported by a group of dedicated volunteers who donate their time at no cost. The CMA has established working groups, which generally comprise of between one or two Trustees and a number of volunteers to support the diverse operations of the CMA.

The CMA also had three employees in the year ended 29 April 2023, an Imam, a Director of Education and an administrator. The employees of the CMA are responsible for undertaking the day to day activities of the CMA.

Key Management Remuneration

In the Trustees' opinion, the key management personnel of the CMA responsible for the direction, control, running and operation of the CMA on a day to day basis consists of the Board of Trustees and all three employees.

Key management personnel - Trustees

The Trustees receive no remuneration in respect to the services they provide to The CMA Welfare Trust.

Details of Trustees' expenses and related party transactions are disclosed in notes 11 and 23 to the financial statements.

Key management personnel - Employees

The pay of the CMA's staff is reviewed annually and normally increased based upon the financial position of the CMA and the cost of living.

**REPORT OF THE BOARD OF TRUSTEES
FOR THE YEAR ENDED 29 APRIL 2023**

Risk management

The Trustees have assessed the major risks to which the CMA and the Group is exposed, with the key risks relating to reputational risk, financial management, operational risk and governance. The Trustees maintain a risk register setting out these risks in detail, and are satisfied that the CMA has policies, procedures and systems in place to mitigate the exposure to significant risks.

Fundraising

The majority of the CMA's income comes from voluntary donations from our supporters. Through the fundraising efforts of our staff, volunteers and supporters we generate the funds to allow us to provide our services. We have a wide portfolio of fundraising activities to generate voluntary donations towards the services we provide. The Board of Trustees is committed to building trust with our supporters and has a high level of oversight over our fundraising activities to ensure compliance and best practice in these areas.

We continue committed to addressing feedback from our supporters and to examine ways to improve the levels of service to them.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company Number

04730509

Registered Charity Number

1099574

Registered Office

377 Wilmslow Road
Heald Green
Cheadle
SK8 3NP

Names

The CMA Welfare Trust Limited, is also known under the following names:

1. CMA;
2. Cheadle Mosque;
3. Cheadle Masjid.

Trustees

Atif Rulal
Saima Ahmed
Mohammad Saeed Akhtar
Tariq Masaud Anwar
Umar Aziz
Usman Choudry
Fawzi Haffar
Rifat Mirza
Farooq Rafiq

Chairman

Atif Rulal

**REPORT OF THE BOARD OF TRUSTEES
FOR THE YEAR ENDED 29 APRIL 2023**

Senior statutory auditor

Waqas Shabir Memon

Independent auditors

MMBA London Limited
16 Upper Woburn Place
London
England
WC1H 0AF

Bankers

Al-Rayan Bank
601 Stockport Road
Longsight
Manchester
M13 0RX

Santander UK Plc
712-716 Wilmslow Road
Manchester
M20 6DQ

Royal Bank of Scotland
467 Wilmslow Road
Withington
Manchester
M20 6DQ

Natwest Bank
11 Spring Gardens
Manchester
M2 1FB

STATUTORY RESPONSIBILITIES

Statement of Trustees Responsibility

The Trustees (who are also the directors of The CMA Welfare Trust for the purposes of company law) are responsible for preparing the Report of the Board of Trustees and financial statements in accordance with applicable law and UK Generally Accepted Accounting Practice, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company and charity law require the Board of Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the CMA as at the end of the financial year and of the surplus or deficit of the CMA.

In preparing the Report of the Trustees and those financial statements the Board of Trustees is required to provide explanations for each financial year which provide an accurate and reasonable perspective of the situation of the CMA and the approach to utilising the assets of the CMA (including income and expenditure). In providing these proclamations, the Trustees are required to:

1. select suitable accounting policies and apply them consistently;
2. observe the methods and principles in the Charities SORP;
3. make judgements and estimates that are reasonable and prudent;
4. state whether applicable UK accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements;

**REPORT OF THE BOARD OF TRUSTEES
FOR THE YEAR ENDED 29 APRIL 2023**

5. prepare the financial statements on a going concern basis unless it is inappropriate to presume the charitable group will continue in operation.

The Trustees are also responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the CMA and which are sufficient to show and explain the CMA's transactions and enable them to ensure that the financial statements comply with the Companies Act 2006 and comply with regulations made under the Charities Act. They are also responsible for safeguarding the assets of the CMA and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- So far that each Trustee is aware, there is no relevant audit information of which the CMA and Group's auditors are unaware; and
- That each Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any information needed by the CMA's and group's auditors in connection with preparing their report and to establish that the CMA and Group's auditors are aware of that information.

Auditors

The auditors, MMBA London Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the Board of Trustees on 23rd October 2023 and signed on its behalf by:



Atif Rulal
Trustee and Director
28th October 2023

Independent Auditors Report

Opinion

We have audited the financial statements of The CMA Welfare Trust (the 'parent charitable company') and its subsidiary (the 'group') for the year ended 29 April 2023 which comprise the group statement of financial activities and Income and Expenditure Account, the group and Charity statement of financial position, the group and charity Statement of cash flows and notes to the financial statements, including 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 group's and parent charitable company's affairs as at 29 April 2023 and 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 Principles;
- have been prepared in accordance with the requirements of the Companies Act 2006; and
- 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 group and parent charitable company 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

In auditing the financial statements, we have concluded that the Trustees' annual report use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and the directors' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- proper and adequate accounting records have not been kept by the parent charitable company, or returns adequate for our audit have not been received from branches not visited by us;
- the parent charitable company's financial statements are not in agreement with the accounting records and returns;
- certain disclosures of trustees' remuneration specified by law are not made;
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) 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 the trustees 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 charitable company'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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and under the Companies Act 2006 and report in accordance with the Acts and relevant regulations made or having effect there under.

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.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

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. Owing to the inherent limitations of an audit, there is an unavoidable risk that material misstatements in the financial statements may not be detected, even though the audit is properly planned and performed in accordance with the ISAs (UK). The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below:

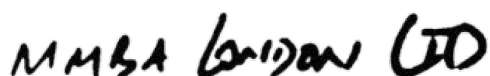
- We obtained an understanding of the legal and regulatory frameworks that are applicable to the group and the sector in which it operates. We determined that the following laws and regulations were most significant: The Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102), Charities SORP (FRS 102), the Companies Act 2006, Charities Act 2011, Data Protection Act 2018 and The Charities (Protection and Social Investment) Act 2016.
- We understood how the group is complying with these legal and regulatory frameworks by making inquiries of management and those charged with governance. We enquired of management and those charged with governance whether there were any instances of noncompliance with laws and regulations, or whether they had any knowledge of actual or suspected fraud. We corroborated the results of our enquiries through our review of board and other minutes and through our legal and professional expenses review.
- We assessed the susceptibility of the group's financial statements to material misstatement, including how fraud might occur and the risk of material override of controls.

Audit procedures performed by the engagement team included:

- identifying and assessing the design effectiveness of certain controls management has in place to prevent and detect fraud
 - challenging assumptions and judgements made by management in its significant accounting policies
 - identifying and testing journal entries, with a focus on unusual journals with specific risk characteristics and large value journals
 - Identifying and testing related party transactions
 - inspecting the board and other committee minutes
 - assessing the extent of compliance with the relevant laws and regulations as part of our procedures on the related financial statement item.
- These audit procedures were designed to provide reasonable assurance that the financial statements were free from fraud or error. However, detecting irregularities that result from fraud is inherently more difficult than detecting those that result from error, as those irregularities that result from fraud may involve collusion, deliberate concealment, forgery or intentional misrepresentations. Also, the further removed non-compliance with laws and regulations is from events and transactions reflected in the financial statements, the less likely we would become aware of it.
 - Assessment of the appropriateness of the collective competence and capabilities of the engagement team included consideration of the engagement team's:
 - understanding of, and practical experience with audit engagements of a similar nature and complexity through appropriate training and participation.
 - knowledge of the charity sector.
 - understanding of the legal and regulatory requirements specific to the group including:
 - the provisions of the applicable legislation
 - guidance issued by the Charity Commission.
 - The team communications in respect of potential non-compliance with relevant laws and regulations included the potential for fraud in revenue through manipulation of income and management override of controls: and
 - In assessing the potential risks of material misstatement, we obtained an understanding of:
 - the group's operations, including the nature of its income and expenditure and its services and of its objectives and strategies to understand the classes of transactions, account balances, expected financial statement disclosures and business risks that may result in risks of material misstatement
 - the group's control environment, including:
 - the policies and procedures implemented by the group to ensure compliance with the requirements of the financial reporting framework and relevant laws and regulations
 - the adequacy of procedures for authorisation of transactions and review of management accounts
 - procedures to ensure that possible breaches of laws and regulations are appropriately resolved.

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 as well as Chapter 3 of part 16 of the Companies Act 2006. 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.



**Mr. Waqqas Shabir Memon, BSc, FCCA (Senior Statutory Auditor)
for and on behalf of MMBA London Limited**

28 October 2023

**Chartered Certified Accountants
Statutory Auditors**

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 29 APRIL 2023

	<i>Note</i>	2022-23			2021-22
		Unrestricted funds	Restricted funds	Total funds	Total funds
		£	£	£	£
INCOME AND ENDOWMENTS					
Donations and legacies	2	387,213	1,441,442	1,828,655	1,495,405
Charitable activities	3	98,438	-	98,438	108,847
Waqf rent receivable	4	48,350	-	48,350	50,020
Investment income	5	-	-	-	2,745
Other income	6	67,089	-	67,089	39,436
TOTAL INCOME		601,090	1,441,442	2,042,532	1,696,453
EXPENDITURE					
Raising funds	7	(5,100)	(38,338)	(43,438)	(47,456)
Charitable activities	8	(258,880)	(153,160)	(412,040)	(287,555)
Support costs	9	(162,290)	(11,272)	(173,562)	(106,756)
TOTAL EXPENDITURE		(426,270)	(202,770)	(629,040)	(441,767)
Investment property revaluation		474,659	-	474,659	-
NET INCOME / (EXPENDITURE)		649,479	1,238,672	1,888,151	1,254,686
Total funds brought forward		3,754,141	2,073,716	5,827,857	4,573,173
Transfer between funds		3,486,410	(3,486,410)	-	-
TOTAL FUNDS CARRIED FORWARD		7,890,030	(174,022)	7,716,008	6,079,518

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities. The Statement of Financial Activities includes all gains and losses recognised in the year.

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
INCOME AND EXPENDITURE ACCOUNT (AS REQUIRED BY THE COMPANIES ACT 2006)
FOR THE YEAR ENDED 29 APRIL 2023

	2022-23	2021-22
	£	£
Income		
Income from operations	1,994,182	1,646,433
Investment income		
Income from investment, other than interest received	48,350	50,020
Other operating income	-	-
Gross income in the year before exceptional items	2,042,532	1,696,453
Gross income in the year including exceptional items		
Expenditure		
Charitable expenditure, excluding amortisation and depreciation	(567,964)	(385,912)
Fundraising costs	(43,438)	(47,456)
Governance costs	(4,284)	(6,042)
Depreciation	(13,354)	(2,357)
Investment property revaluation	474,659	-
Total expenditure in the year	(154,381)	(441,767)
Net income before tax in the financial year	1,888,151	1,254,686
Tax on surplus on ordinary activities	-	-
Net income after tax in the financial year	1,888,151	1,254,686
Retained surplus for the financial year	1,888,151	1,254,686

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The Statement of Financial Activities includes all gains and losses recognised in the year.

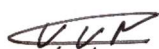
In accordance with the provisions of the Companies Act 2006, the headings and subheadings used in the Income and Expenditure account have been adapted to reflect the special nature of the CMA's activities.

CONSOLIDATED BALANCE SHEET
AT 29 APRIL 2023

		29 April 2023			29 April 2022
		Unrestricted funds	Restricted funds	Total funds	Total funds
		£	£	£	£
FIXED ASSETS	Notes				
Tangible assets	14	5,934,286	-	5,934,286	2,324,779
Investments held as fixed assets	15	1,650,000	-	1,650,000	1,427,000
		7,584,286	-	7,584,286	3,751,779
CURRENT ASSETS					
Debtors	16	3,800	206,191	209,991	164,822
Cash at bank and in hand	17	899,064	(170,877)	728,187	2,333,726
		902,864	35,314	938,178	2,498,548
CURRENT LIABILITIES					
Creditors: amounts falling due within one year	18	(318,672)	(209,336)	(528,008)	(53,309)
		(318,672)	(209,336)	(528,008)	(53,309)
NET CURRENT ASSETS		584,192	(174,022)	410,170	2,445,239
Creditors: amounts falling after one year	19	(278,447)	-	(278,447)	(117,500)
		7,890,031	(174,022)	7,716,009	6,079,518
TOTAL NET ASSETS					
FUNDS					
Unrestricted funds	21	7,890,031	-	7,890,031	3,754,144
Revaluation reserve	21	-	-	-	251,659
Restricted funds	21	-	(174,022)	(174,022)	2,073,715
		7,890,031	(174,022)	7,716,009	6,079,518
TOTAL FUNDS					

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on 28th October 2023 and signed on its behalf by:




Umar Aziz, Trustee

COMPANY BALANCE SHEET
AT 29 APRIL 2023

		29 April 2023			29 April 2022
		Unrestricted	Restricted	Total	Total
		funds	funds	funds	funds
		£	£	£	£
FIXED ASSETS	Notes				
Tangible assets	14	5,974,386	-	5,974,386	2,494,879
Investments held as fixed assets	15	1,650,000	-	1,650,000	1,427,000
		7,624,386	-	7,624,386	3,921,879
CURRENT ASSETS					
Debtors	16	3,800	3,133	6,933	61,088
Cash at bank and in hand	17	852,686	(170,877)	681,809	2,244,157
		856,486	(167,744)	688,742	2,305,245
CURRENT LIABILITIES					
Creditors: amounts falling due within one year	18	(318,672)	-	(318,672)	(30,106)
		(318,672)	-	(318,672)	(30,106)
NET CURRENT ASSETS		537,814	(167,744)	370,070	2,275,139
Creditors: amounts falling after one year	19	(278,447)	-	(278,447)	(117,500)
TOTAL NET ASSETS		7,883,753	(167,744)	7,716,009	6,079,518
FUNDS					
Unrestricted funds	21	7,883,753	-	7,883,753	3,754,144
Revaluation reserve	21	-	-	-	251,659
Restricted funds	21	-	(167,744)	(167,744)	2,073,715
TOTAL FUNDS		7,883,753	(167,744)	7,716,009	6,079,518

The financial statements were approved by the Board of Trustees on 28th October 2023 and signed on its behalf by:



Umar Aziz
Trustee

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE PERIOD ENDED 29 APRIL 2023**

		2022-23	2021-22
	Notes	£	£
Cash flow from operating activities			
Cash generated from operations	(a)	1,558,875	1,144,529
Net cash provided by (used in) operating activities		1,558,875	1,144,529
Cash flow from investing activities			
Purchase of tangible fixed assets		(3,622,862)	(1,185,000)
Purchase of investments		-	-
Net cash provided by (used in) investing activities		(3,622,862)	(1,185,000)
Cash flow from financing activities			
Financing cash flows		458,447	(5,000)
Change in cash and cash equivalents in the reporting period		(1,605,539)	(45,471)
Cash and cash equivalents at the beginning of the reporting period		2,333,727	2,379,198
Cash and cash equivalents at the end of the reporting period		728,187	2,333,727

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2022**

(a) RECONCILIATION OF NET INCOME / (EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022-23	2021-22
	£	£
Net income for the reporting period (as per the statement of financial activities)	1,888,151	1,254,685
Adjustments for:		
Depreciation charges	13,354	2,357
Revaluation of investment property	(474,659)	-
Decrease / (increase) in debtors	(45,169)	(110,110)
(Decrease) / increase in creditors	177,199	(2,403)
Net cash provided by (used in) operating activities	1,558,876	1,144,529

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

1. ACCOUNTING POLICIES

GENERAL INFORMATION AND BASIS FOR PREPARING THE FINANCIAL STATEMENTS

The CMA Welfare Trust ("CMA") is a company limited by guarantee and is registered in England and Wales. The company number and charity registered numbers are shown on the front cover of these financial statements. The principle activity undertaken by the CMA is detailed in the Trustees' Report.

The financial statements have been prepared in accordance with the Statement of Recommended Practice applicable to charities reporting their accounts in accordance with the Financial Reporting Standards in the UK and the Republic of Ireland (FRS102) (effective from 1 January 2019 (Charities SORP (FRS 102)), the Financial Reporting Standards in the UK (FRS102) and the Companies Act 2006.

The CMA meets the definition of a public entity under FRS 102. Assets and liabilities are initially recognised at historic cost or transaction value, unless otherwise stated in the relevant accounting policy. The financial statements are presented in sterling which is the functional currency of the CMA, rounded to the nearest £1.

The Statement of Financial Activities ("SOFA") and the Balance Sheet consolidate the results of the charitable company and its subsidiary undertaking. The results of the subsidiary undertaking are consolidated on a line by line basis.

No separate SOFA has been presented for the charitable company alone as permitted by section 408 of the Companies Act 2006.

JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the CMA's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying value of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to the accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The key source of estimation uncertainty within the financial statements relates to allocation of expenditure, where it relates to more than one cost category. See expenditure section below.

INCOME

All incoming resources are included in the SOFA when the CMA has entitlement to those funds, certainty of receipt and the amount can be measured with sufficient reliability.

Donated facilities and services

Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the CMA where this can be qualified and a third party is bearing the cost.

Donated services are included at a valuation which is the estimated cost borne by the donor where such a cost is quantifiable and measurable. No income is recognised when there is no financial cost borne by a third party.

No amounts are included in the financial statements for services donated by volunteers.

Waqf rent receivable

Waqf rent receivable relates to rental income from the investment properties held by the CMA. Rental income is included in the year in which it is receivable.

Investment income

Investment income is earned through holding assets for investment purposes, mainly holding cash on deposit. Interest income (profit on cash deposits held with Al-Rayan Bank) is recognised using the effective interest method.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

EXPENDITURE

Liabilities are recognised as expenditure as soon as there is legal or constructive obligation committing the CMA 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 uses of resources.

Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

Grants offered subject to conditions which have not been met at the year-end dated are noted as a commitment but not accrued as expenditure.

EMPLOYEE BENEFITS

When employees have provided services to the CMA, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

For defined contribution schemes the amount charged to the SOFA in respect of pension costs and other post-retirement contributions is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance.

PENSION COSTS AND POST RETIREMENT BENEFITS

The CMA operates a defined contribution pension scheme. Contributions payable to the CMA's pension scheme are charged to the SOFA in the period to which they relate.

OPERATING LEASES

Rentals under operating leases are charged to the SOFA on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the period until the rent is expected to be adjusted to the prevailing market rate.

TAXATION

The CMA is exempt from corporation tax on its charitable activities.

FUND ACCOUNTING

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the general objectives of the CMA and which have not been designated for other purposes.

Designated funds are unrestricted funds that have been set aside by the Trustees for particular purposes.

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

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

TANGIBLE FIXED ASSETS

Tangible fixed assets are stated at original cost less depreciation. Cost includes all expenditure in bringing the asset into its intended working condition.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

Depreciation is provided at the rates calculated to write off the fixed assets, less their estimated residual value, over the expected useful lives on the following basis:

Land	-	nil
Buildings	-	2% straight line
Assets under the course of construction	-	nil
Fixtures & fittings	-	15% reducing balance
IT equipment	-	15% reducing balance
Motor vehicles	-	15% reducing balance

INVESTMENTS HELD AS FIXED ASSETS

The investments held as fixed assets relate to six investment properties held as Waqf's. The investments properties are originally measured at fair value, which is the transaction price, including transaction costs. Subsequently, they are measured at fair value and fair value gains and losses are reported in the SOFA.

The fair value of the investment properties was determined by a qualified independent third party in May 2023.

DEBTORS

Debtors are measured at their recoverable amounts at their balance sheet date.

FINANCIAL INSTRUMENTS

The CMA only has financial assets and liabilities of a kind which qualify as basic financial instruments.

Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost.

COMPANY STATUS

The CMA is a company limited by guarantee. At 29 April 2023 there are forty-one members of the CMA, including the Trustees named in the Trustees' report. In the event of the CMA being wound up the liability in respect of the guarantee is limited to £1 per member.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023

2. INCOME FROM DONATIONS AND LEGACIES (CONSOLIDATED AND COMPANY)

	2022-23			2021-22
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Donations	337,290	1,393,958	1,731,248	1,353,019
Grants received	48,322	-	48,322	61,095
Gift Aid	1,601	47,484	49,085	81,291
Total	387,213	1,441,442	1,828,655	1,495,405

3. INCOME FROM CHARITABLE ACTIVITIES (CONSOLIDATED AND COMPANY)

	2022-23			2021-22
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Madrasah fees	74,348	-	74,348	88,763
Islamic course fees	4,251	-	4,251	1,388
Other event fees	19,839	-	19,839	18,696
Total	98,438	-	98,438	108,847

4. WAQF RENT RECEIVABLE (CONSOLIDATED AND COMPANY)

	2022-23			2021-22
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Rents received	48,350	-	48,350	50,020
Total	48,350	-	48,350	50,020

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023

5. INVESTMENT INCOME (CONSOLIDATED AND COMPANY)

	2022-23			2021-22
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Al-Rayan Profit Share	-	-	-	2,745
Total	-	-	-	2,745

6. OTHER INCOME (CONSOLIDATED AND COMPANY)

	2022-23			2021-22
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Car park rent	2,310	-	2,310	5,941
Nikkah income	7,248	-	7,248	6,700
Advertising	10,775	-	10,775	10,276
Member donations	1,721	-	1,721	1,711
Food sales	32,375	-	32,375	5,500
Other income	12,660	-	12,660	9,308
Total	67,089	-	67,089	39,436

7. EXPENDITURE ON RAISING FUNDS

	2022-23			2021-22
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Marketing	3,622	-	3,622	151
Redevelopment fundraising	-	38,338	38,338	47,305
Other fundraising expenses	1,478	-	1,478	-
Total	5,100	38,338	43,438	47,456

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

8. EXPENDITURE ON CHARITABLE ACTIVITIES (CONSOLIDATED AND COMPANY)

	2022-23			2021-22
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Wages and salaries	83,716	-	83,716	77,933
Madrassah teachers	81,011	-	81,011	83,138
Event expenses	46,825	-	46,825	2,964
Youth work	8,645	-	8,645	5,369
Refreshments	28,437	-	28,437	24,985
Other school costs	7,682	-	7,682	1,214
Grants paid	-	153,160	153,160	86,931
Community work	750	-	750	750
Islamic course expenses	1,815	-	1,815	4,271
Total	258,880	153,160	412,040	287,555

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

9. SUPPORT COSTS (CONSOLIDATED AND COMPANY)

	2022-23			2021-22
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
General Support Costs				
Wages and salaries	28,618	-	28,618	25,967
Professional fees	61	11,272	11,333	13
Security	25,417	-	25,417	10,759
Repairs and maintenance	14,516	-	14,516	14,721
Utilities	20,932	-	20,932	14,277
Cleaning	16,408	-	16,408	13,128
IT Support	8,230	-	8,230	2,221
Bank charges	9,930	-	9,930	3,918
Printing, postage and stationery	5,808	-	5,808	5,464
Depreciation	13,354	-	13,354	2,357
Insurance	3,207	-	3,207	3,304
Telephone and internet	2,332	-	2,332	2,051
Operating leases	1,179	-	1,179	497
Other expenses	8,014	-	8,014	2,037
General Support Costs	158,006	11,272	169,278	100,714
Governance costs				
Accountancy fees	234	-	234	1,992
Auditors' remuneration	4,050	-	4,050	4,050
Governance costs	4,284	-	4,284	6,042
Total Support Costs	162,290	11,272	173,562	106,756

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

10. STAFF COSTS (CONSOLIDATED AND COMPANY)

	2022-23			2021-22
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Wages and salaries	104,185	-	104,185	97,565
Employer's NI	6,022	-	6,022	4,561
Pension costs	2,055	-	2,055	1,749
Other employee costs	72	-	72	25
Total	112,334	-	112,334	103,900

No employees received emoluments in excess of £60,000 (2021-22: None).

The CMA has 75 volunteers that are involved in activities on a daily basis (2021-22: 50).

11. TRUSTEES' REMUNERATION AND BENEFITS (CONSOLIDATED AND COMPANY)

There were no Trustee's remuneration or other benefits for the year ending 29 April 2023 nor for the year ending 29 April 2022.

During the year ending 29 April 2023 there were no expenses paid to the Trustees nor were there in the year to 29 April 2022.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

12. NET INCOME / (EXPENDITURE) (CONSOLIDATED AND COMPANY)

Net income / (expenditure) is stated after charging the following:

	2022-23			2021-22
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Auditors' remuneration	4,050	-	4,050	4,050
Depreciation	13,354	-	13,354	2,357
Payments under operating leases	1,179	-	1,179	497
Total	18,583	-	18,583	6,904

13. GRANTS PAYABLE (CONSOLIDATED AND COMPANY)

	2022-23			2021-22
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Zakat and Sadaqa	-	57,107	57,107	57,838
Fitrana	-	38,485	38,485	15,803
Social and welfare	-	57,568	57,568	13,291
Total	-	153,160	153,160	86,932

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

Continued

Analysis of grants paid

Islamic Relief	-	65,408	65,408	58,859
Community Projects	-	43,268	43,268	-
Read Foundation	-	19,314	19,314	10,439
Cheadle Youth	-	9,702	9,702	3,748
Foodbank	-	4,573	4,573	1,588
Refugees Project	-	3,390	3,390	-
Action for Humanity	-	2,063	2,063	-
Nusrat Trust	-	1,853	1,853	-
Al-Khair Foundation	-	1,692	1,692	-
Islamaphobia Response Unit	-	1,458	1,458	-
Canterbury Masjid	-	413	413	-
Royal British Legion	-	24	24	150
Scholarship Fund	-	-	-	4,400
India - Oxygen Appeal	-	-	-	3,130
Imam Development Fund	-	-	-	1,860
WMA	-	-	-	1,415
Afifah High School	-	-	-	833
Syria Relief	-	-	-	380
Free School Meals	-	-	-	80
NHS Food	-	-	-	50
Total	-	153,160	153,160	86,932

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

14. TANGIBLE ASSETS – CONSOLIDATED

	<u>Land and Buildings</u>	<u>Assets under Construction</u>	<u>Fixtures & Fittings</u>	<u>IT Equipment</u>	<u>Motor Vehicles</u>	<u>Total</u>
Cost						
At 29 April 2022	814,025	1,497,400	100,594	9,248	821	2,422,088
Additions	431,132	3,179,000	11,940	790	-	3,622,862
At 29 April 2023	1,245,157	4,676,400	112,534	10,038	821	6,044,950
Depreciation						
At 29 April 2022	-	-	(92,377)	(4,111)	(821)	(97,309)
Depreciation charge	-	-	(8,217)	(5,137)	-	(13,354)
At 29 April 2023	-	-	(100,594)	(9,248)	(821)	(110,663)
Net book value						
At 29 April 2023	1,245,157	4,676,400	11,940	789	-	5,934,286
At 29 April 2022	814,025	1,497,400	8,217	5,137	-	2,324,779

	<u>Land and Buildings</u>	<u>Assets under Construction</u>	<u>Fixtures & Fittings</u>	<u>IT Equipment</u>	<u>Motor Vehicles</u>	<u>Total</u>
Cost						
At 29 April 2021	814,025	312,400	100,594	9,248	821	1,237,088
Additions	-	1,185,000	-	-	-	1,185,000
At 29 April 2022	814,025	1,497,400	100,594	9,248	821	2,422,088
Depreciation						
At 29 April 2021	-	-	(90,927)	(3,205)	(821)	(94,953)
Depreciation charge	-	-	(1,450)	(906)	-	(2,357)
At 29 April 2022	-	-	(92,377)	(4,111)	(821)	(97,309)
Net book value						
At 29 April 2022	814,025	1,497,400	8,217	5,137	-	2,324,779
At 29 April 2021	814,025	312,400	9,667	6,043	-	1,142,135

COMPANY

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

	<u>Land and Buildings</u>	<u>Assets under Construction</u>	<u>Fixtures & Fittings</u>	<u>IT Equipment</u>	<u>Motor Vehicles</u>	<u>Total</u>
Cost						
At 29 April 2022	814,025	1,667,500	100,594	9,248	821	2,592,188
Additions	431,132	3,049,000	11,940	790	-	3,492,862
At 29 April 2023	1,245,157	4,716,500	112,535	10,037	821	6,085,050
Depreciation						
At 29 April 2022	-	-	(92,377)	(4,111)	(821)	(97,309)
Depreciation charge	-	-	(8,217)	(5,137)	-	(13,354)
At 29 April 2023	-	-	(100,594)	(9,248)	(821)	(110,663)
Net book value						
At 29 April 2023	1,245,157	4,716,500	11,940	789	-	5,974,386
At 29 April 2022	814,025	1,667,500	8,217	5,137	-	2,494,879

	<u>Land and Buildings</u>	<u>Assets under Construction</u>	<u>Fixtures & Fittings</u>	<u>IT Equipment</u>	<u>Motor Vehicles</u>	<u>Total</u>
Cost						
At 29 April 2021	814,025	312,500	100,594	9,248	821	1,237,188
Additions	-	1,355,000	-	-	-	1,355,000
At 29 April 2022	814,025	1,667,500	100,594	9,248	821	2,592,188
Depreciation						
At 29 April 2021	-	-	(90,927)	(3,205)	(821)	(94,953)
Depreciation charge	-	-	(1,450)	(906)	-	(2,357)
At 29 April 2022	-	-	(92,377)	(4,111)	(821)	(97,309)
Net book value						
At 29 April 2022	814,025	1,667,500	8,217	5,137	-	2,494,879
At 29 April 2021	814,025	312,500	9,667	6,043	-	1,142,235

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023

15. INVESTMENTS HELD AS FIXED ASSETS (CONSOLIDATED AND COMPANY)

	<u>Original cost</u>	<u>Revaluation</u>	<u>Total</u>
At 29 April 2022	1,175,341	251,659	1,427,000
Additions	-	-	-
Revaluation in the year ended 29 April 2023	-	223,000	223,000
At 29 April 2023	1,175,341	446,000	1,650,000

Analysis of investment properties

	<u>Property value at 29 April 2022</u>	<u>Additions</u>	<u>Revaluation</u>	<u>Property value at 29 April 2023</u>
Waqf 1 - Wilmslow Road, Heald Green	167,000	-	18,000	185,000
Waqf 2 - Finney Lane, Heald Green	245,000	-	40,000	285,000
Waqf 3 - Outwood Road, Heald Green	265,000	-	85,000	350,000
Waqf 4 - Turves Road, Heald Green	235,000	-	30,000	265,000
Waqf 5 - Greenway Road, Heald Green	250,000	-	50,000	300,000
Waqf 6 - Wilmslow Road, Heald Green	265,000	-	-	265,000
Total	1,427,000	-	223,000	1,650,000

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

Continued

	<u>Original cost</u>	<u>Revaluation</u>	<u>Total</u>
At 29 April 2021	1,175,341	-	1,175,341
Additions	-	-	-
Revaluation in the year ended 29 April 2022	-	-	-
At 29 April 2022	1,175,341	-	1,175,341

Analysis of investment properties

	<u>Property value at 29 April 2021</u>	<u>Additions</u>	<u>Revaluation</u>	<u>Property value at 29 April 2022</u>
Waqf 1 - Wilmslow Road, Heald Green	167,000	-	-	167,000
Waqf 2 - Finney Lane, Heald Green	245,000	-	-	245,000
Waqf 3 - Outwood Road, Heald Green	265,000	-	-	265,000
Waqf 4 - Turves Road, Heald Green	235,000	-	-	235,000
Waqf 5 - Greenway Road, Heald Green	250,000	-	-	250,000
Waqf 6 - Wilmslow Road, Heald Green	265,000	-	-	265,000
Total	1,427,000	-	-	1,427,000

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR – CONSOLIDATED

	29 April 2023			29 April 2022
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Debtors	1,181	2,732	3,913	13,872
Prepayments and accrued income	2,619	-	2,619	41,787
VAT debtor	-	203,459	203,459	109,163
Other debtors	-	-	-	-
Total	3,800	206,191	209,991	164,822

COMPANY

	29 April 2023			29 April 2022
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Debtors	780	3,133	3,913	13,871
Prepayments and accrued income	2,619	-	2,619	41,787
Amounts owed by Group undertakings	401	-	401	5,430
VAT debtor	-	-	-	-
Other debtors	-	-	-	-
Total	3,800	3,133	6,933	61,088

17. CASH IN BANK AND IN HAND – CONSOLIDATED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

	29 April 2023			29 April 2022
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Cash in Hand	8,381	-	8,381	30,236
Cash at Bank	890,683	(170,877)	719,806	2,303,490
Total	899,064	(170,877)	728,187	2,333,726

COMPANY

	29 April 2023			29 April 2022
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Cash in Hand	8,381	-	8,381	30,236
Cash at Bank	195,674	477,754	673,428	2,213,921
Total	204,055	477,754	681,809	2,244,157

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

18. CREDITORS: AMOUNTS FALLING DUE WITHIN IN ONE YEAR – CONSOLIDATED

	29 April 2023			29 April 2022
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Trade creditors	218,572	-	218,572	25,140
Rent deposits	3,950	-	3,950	3,050
Deferred income	-	-	-	5,261
Qard Hassan (interest free loans)	297,500	-	297,500	5,261
Accruals and other creditors	7,985	-	7,985	19,858
Total	528,007	-	528,007	53,309

COMPANY

	29 April 2023			29 April 2022
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Trade creditors	9,237	-	9,237	1,937
Rent deposits	3,950	-	3,950	3,050
Deferred income	-	-	-	5,261
Qard Hassan (interest free loans)	297,500	-	297,500	
Accruals and other creditors	7,985	-	7,985	19,858
Total	318,672	-	318,672	30,106

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023

19. CREDITORS: AMOUNTS DUE FALLING AFTER ONE YEAR – CONSOLIDATED AND COMPANY

	29 April 2023			29 April 2022
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
Qard Hassan (Interest free loans)	278,447	-	278,447	117,500
Total	278,447	-	278,447	117,500

20. OPERATING LEASE COMMITMENTS – CONSOLIDATED AND COMPANY

	2022-23	2021-22
	£	£
Expiring:		
Within one year	1,179	497
Within 2-5 years	-	-
Total	1,179	497

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

21. MOVEMENT IN FUNDS

	<u>At 29 April 2022</u> £	<u>Net movement in funds</u> £	<u>Transfer between funds</u> £	<u>At 29 April 2023</u> £
<u>Unrestricted funds</u>				
General funds	3,754,141	649,479	3,486,410	7,890,030
Revaluation reserve	251,659	(251,659)	-	-
Total	4,005,800	397,820	3,486,410	7,890,030
<u>Restricted funds</u>				
Redevelopment funds	2,026,233	963,623	(3,055,278)	(65,422)
Zakat and Sadaqa	7,002	54,574	-	61,576
Fitrana	3,055	(2,989)	-	66
Syria Families	11,035	(11,346)	-	(311)
Foodbank and homeless support	3,771	2,991	-	6,762
Fidya	150	150	-	300
COVID-19 fund	120	-	-	120
Scholarship fund	1,273	-	-	1,273
Imam Development Fund	3,758	-	-	3,758
Cheadle Youth	12,851	5,621	-	18,472
WMA	4,337	214,923	(431,132)	(211,872)
Interest	130	3,733	-	3,863
Action for Humanity	-	600	-	600
Funeral Fund	-	5,168	-	5,168
Ihya Publications	-	577	-	577
Refugee support	-	1,048	-	1,048
Total	2,073,715	1,238,672	(3,486,410)	(174,022)
Total funds	6,079,517	1,636,492	-	7,716,009

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

The incoming and expended resources for each fund in the year ended 29 April 2022 are shown below:

	<u>Incoming resources</u> £	<u>Resources expended</u> £	<u>Movement in funds</u> £
<u>Unrestricted funds</u>			
General funds	601,090	(426,270)	174,820
Revaluation	223,000	-	223,000
Total	824,090	(426,270)	397,820
<u>Restricted funds</u>			
Redevelopment funds	1,053,503	(89,880)	963,623
Zakat and Sadaqa	85,871	(31,297)	54,574
Fitrana	23,245	(26,234)	(2,989)
Syria Families	9,628	(20,975)	(11,346)
Foodbank and homeless support	5,064	(2,073)	2,991
Fidya	770	(620)	150
Cheadle Youth	23,212	(17,591)	5,621
WMA	227,040	(12,117)	214,923
Interest	255	3,478	3,733
Action for Humanity	2,669	(2,069)	600
Funeral Fund	5,168	-	5,168
Ihya Publications	577	-	577
Refugee support	4,438	(3,390)	1,048
Total	1,441,441	(202,769)	1,238,672
Total movement in funds	2,265,532	(629,039)	1,636,492

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

Net movements in the funds for the prior period, are as follows:

	<u>At 29 April 2021</u> £	<u>Net movement in funds</u> £	<u>Transfer between funds</u> £	<u>At 29 April 2022</u> £
<u>Unrestricted funds</u>				
General funds	2,442,815	141,328	1,170,000	3,754,143
Revaluation reserve	251,659	-	-	251,659
Total	2,694,474	141,328	1,170,000	4,005,802
<u>Restricted funds</u>				
Redevelopment funds	2,105,343	1,090,890	(1,170,000)	2,026,233
Zakat and Sadaqa	5,479	1,523	-	7,002
Fitrana	1,255	1,800	-	3,055
Syria Families	11,035	-	-	11,035
Foodbank, homeless and COVID-19 shopping	4,635	(864)	-	3,771
Fidya	-	150	-	150
COVID-19 fund	-	120	-	120
Scholarship fund	1,418	(145)	-	1,273
Imam Development Fund	813	2,945	-	3,758
Afifah High School	380	(380)	-	-
Cheadle Youth	-	12,851	-	12,851
WMA	-	4,337	-	4,337
Interest	-	130	-	130
Total	2,130,358	1,113,357	(1,170,000)	2,073,715
Total funds	4,824,832	1,254,685	-	6,079,517

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

The incoming and expended resources for each fund in the prior period are shown below:

	<u>Incoming resources</u> £	<u>Resources expended</u> £	<u>Movement in funds</u> £
<u>Unrestricted funds</u>			
General funds	448,939	(307,611)	141,328
Revaluation reserve	-	-	-
Total	448,939	(307,611)	141,328
<u>Restricted funds</u>			
Redevelopment funds	1,138,195	(47,305)	1,090,890
Zakat and Sadaqa	56,927	(55,404)	1,523
Fitrana	17,603	(15,803)	1,800
Syria Families	-	-	-
Foodbank, homeless and COVID-19 shopping	601	(1,465)	(864)
Fidya	250	(100)	150
COVID-19 fund	120	-	120
Scholarship fund	4,255	(4,400)	(145)
Imam Development Fund	4,533	(1,588)	2,945
Afifah High School	-	(380)	(380)
India - Oxygen Appeal	3,130	(3,130)	-
Cheadle Youth	16,599	(3,748)	12,851
WMA	5,170	(833)	4,337
Interest	130	-	130
Total	1,247,513	(134,156)	1,113,357
Total movement in funds	1,696,452	(441,767)	1,254,685

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 29 APRIL 2023

The purpose of the restricted funds are as follows:

Fitrana

These funds represent the compulsory charity paid by every Muslim at the end of Ramadan. It is a way for Muslims to give thanks that they were able to complete the month of fasting. These funds are distributed as soon as they are received.

Foodbank and homeless

This fund represents donations made specifically towards supporting local foodbanks, soup kitchens and those in need of food items.

Cheadle Youth

These funds relate to specific donations towards activities undertaken specifically by the Youth groups at the Charity.

COVID-19 fund

These represent donations towards providing meals to NHS workers during the COVID-19 crisis.

Fidya

This fund relates to specific donations made for fidya, where individuals have donated when they have been unable to fast. These donations are passed on to Islamic Relief who are able to distribute these donations in line with Islamic principles.

Imam Development Fund

The Imam Development fund relates to donations made towards the training and development of UK Imams in line with the Islamic principles adhered to by Cheadle Masjid.

India oxygen appeal

During the COVID-19 crisis there was a shortage of oxygen supply in India which was crippling local communities. The Charity raised funds to purchase oxygen cylinders, which were distributed through partners with infrastructure in India.

Interest

Individuals donate their interest income to the Charity. This interest income is to be spend in the cleaning of toilets.

Redevelopment fund

This fund represents donations made specifically towards the redevelopment of the existing facilities.

Scholarship fund

This is a fund related to providing funding towards the education of those undertaking further Islamic studies, with a view to those individuals providing support on Islamic matters in the future.

Syrian Families fund

This fund represents donations made specifically towards the ongoing project to re-house Syrian families, affected by the ongoing war, in the UK.

Wythenshawe Muslim Association (WMA)

In March 2022 the WMA was launched to provide worshippers in the Wythenshawe area access to a prayer facility and talks about Islam, within the local area. As the Muslim population in the South Manchester area continues to grow, the Charity will look to facilitate their needs through expanding via satellite sites.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023**

Afifah High School

These funds relate to specific donations towards Afifah High School, a girls school based in Manchester.

Zakat and Sadaqah

Zakat is an obligation on Muslims (who hold wealth above a certain threshold) to pay 2.5% of their savings to charity. Funds raised must be spent in accordance with Islamic principles, and are not available to the CMA for general use. The CMA distributed these funds to Zakat eligible projects undertaken by Islamic Relief and Read Foundation.

22. CAPITAL COMMITMENTS

At 29 April 2023 the CMA had Capital Commitments of £1.0 million relating to the remainder of the construction contract for the redevelopment of the site (29 April 2022: None).

23. RELATED PARTY DISCLOSURES

In the year ended 29 April 2023, Generation Limited in which Zahid Anwar is a shareholder (brother of Trustee Tariq Anwar) were appointed to act as Building Management Consultants in respect to the Redevelopment. Generation Limited were paid £7,000 in the year ended 29 April 2023 (29 April 2022: £20,000). In order to manage the conflict of interest, the Trustees with a relationship were the shareholders of Generation Limited were not involved in the decision making with respect to the appointment of Generation Limited.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 APRIL 2023

24. SUBSIDIARY UNDERTAKINGS OF THE CMA WELFARE TRUST LTD

CMA Design & Built Ltd (company number: 11448447)

Nature of business: Design & Build construction services

Class of share:	% Holding 100	% Holding 100
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Summary of trading results

	2022-23 £	2021-22 £
Turnover	3,179,000	1,185,000
Cost of sales	(3,177,789)	(1,179,010)
Gross profit	1,211	5,990
Overheads	(810)	(560)
Charitable donations	(401)	(5,430)
Operating profit	0	0

The assets and liabilities of the subsidiary were as follows

	2022-23 £	2021-22 £
Debtors	203,436	103,734
Cash at bank and in hand	46,378	89,569
Creditors: amounts falling due within one year	(249,714)	(193,203)
Total	100	100

Represented by:

	2022-23 £	2021-22 £
Called up share capital	100	100
Profit and loss account	-	-
Total	100	100

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 29 APRIL 2022

25: INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 29 APRIL 2022

	2021-22			2020-21
	Unrestricted funds	Restricted funds	Total funds	Total funds
	£	£	£	£
INCOME AND ENDOWMENTS				
Donations and legacies	247,891	1,247,513	1,495,404	675,398
Charitable activities	108,847	-	108,847	91,745
Waqf rent receivable	50,020	-	50,020	47,330
Investment income	2,745	-	2,745	3,408
Other income	39,436	-	39,436	17,096
TOTAL INCOME	448,939	1,247,513	1,696,452	834,977
EXPENDITURE				
Raising funds	(151)	(47,305)	(47,456)	(21,678)
Charitable activities	(200,704)	(86,851)	(287,555)	(208,340)
Support costs	(106,756)	-	(106,756)	(85,635)
TOTAL EXPENDITURE	(307,611)	(134,156)	(441,767)	(315,653)
NET INCOME / (EXPENDITURE)	141,328	1,113,357	1,254,685	519,324
RECONCILIATION OF FUNDS				
Total funds brought forward	2,442,814	2,130,359	4,573,173	4,053,849
Transfer between reserves	1,170,000	(1,170,000)	-	-
Revaluation reserve	251,659	-	251,659	251,659
TOTAL FUNDS CARRIED FORWARD	4,005,801	2,073,716	6,079,517	4,824,832

THE CMA WELFARE TRUST
REGISTERED COMPANY: 04730509
REGISTERED CHARITY NUMBER: 1099574

