

MUSLIM CULTURAL SOCIETY OF BIRMINGHAM

**790 WASHWOOD HEATH ROAD
BIRMINGHAM B8 2JG**

**REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2023**

MUSLIM CULTURAL SOCIETY OF BIRMINGHAM

**790 WASHWOOD HEATH ROAD
BIRMINGHAM B8 2JG**

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SIGNIFICANT INFORMATION

Principal office

MUSLIM CULTURAL SOCIETY OF BIRMINGHAM
790 Washwood Heath Road
Birmingham B8 2JG

Registered Charity No 1099763

Officers

The charity trustees during the year ended 31 March 2023 were

Adeel Tassawar	Chairman and Trustee
Maulana Arshad Mahmood	Trustee
Haji Mohammed Maskeen	Trustee

Bankers

TSB
Small Heath
Birmingham

**TRUSTEES' REPORT FOR THE YEAR ENDED
31 MARCH 2023**

The Trustees present their report for the year ended 31 March 2023. The financial statements have been prepared in accordance with the accounting policies on page 7 and comply with the charity's trust deed and applicable law.

The charity was established by the constitution and the charity is registered with the Charity Commission in England (No:1099763)

OBJECTS

The objects of the charity are to make adequate charitable provisions to benefit Muslim adults and children. To advance education of the Muslim community and provide resources in the interest of social welfare.

ACTIVITIES AND PROGRESS

The Muslim Cultural Society of Birmingham will provide public benefit through its programmes of prayers and celebration of the key events in the Islamic Calendar. Activities will be open to everyone in the community. The Cultural centre will provide Congregational Prayers, Friday Sermons and Eid prayers. The cultural centre has now arranged facilities for ladies to participate and attend the important gatherings and activities.

During the year Trustees continue to raise finance from local community for continuation of Mosque to provide public benefit. The trustees have now got plans to improve the existing car parking facilities and complete the basement. This work was continued during the year. Wall fencing work was almost completed during the year. Ground floor hall was fully refurbished and prayers gathering is organised there. Toilets and Ablution facilities are also completed for the benefit of public coming to mosque. New speaker and sound system was introduced in the Mosque.

During the year regular prayer facilities were opened and outside scholars were invited for speeches and religious lectures and not only the local community but Muslim community in general is now benefiting from the project.

FINANCE

During the period the charity raised funds by collecting donations and interest free friendly loans from the community members. The charity managed to repay some private loans but had to replace with new loans in order to complete the project.

TRUSTEES' RESPONSIBILITY FOR THE ACCOUNTS

Charity law requires the trustees of the Association to prepare statements of accounts for each financial year which give a true and fair view of the state of affairs of the charity and of its incoming resources and application of resources for that period. In preparing those financial statements, the trustees are required to :

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent
- .- to prepare the financial statements in accordance with the methods and principles set out in

**TRUSTEES' REPORT FOR THE YEAR ENDED
31 MARCH 2023 (continued)**

- the Statement of Recommended Practice Accounting and Reporting by Charities and to state whether or not the accounts have been prepared in accordance with that statement and applicable accounting standards;
- prepare the financial statements on the going concern basis unless it is inappropriate to
- presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records which are sufficient to show and explain the charity's transactions and to disclose with reasonable accuracy at any time the financial position of the Association, and to enable them to ensure that any statements of account comply with the requirements of the Charity (Accounts and Reports) Regulations 2000. They are also responsible for safeguarding the assets of the charity and taking reasonable steps for the prevention and detection of fraud and other irregularities

COVID19 IMPACT

As with many organisations, we have been following Government Guidance since March 16th 2020 to minimise the risk to the public, our staff, volunteers and members.

Trustees have carried out the assesemt and are confident that the charity has enough resources to continue and hence accounts are prepared on going concern basis.

RISK MANAGEMENT

The trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the project , and are satisfied that systems are in place to mitigate our exposure to major risks.

RESERVES POLICY

The Reserve Fund represents unrestricted funds. The Trustees aim to maintain sufficient reserves so as to give flexibility to cover temporary timing differences for donations received, adequate working capital for core costs and which allow them to respond quickly to the needs of the Trust.

Approved by the board of Trustees on 20 February 2024 and signed on their behalf by:

..... Chairman
Adeel Tassawar

**Independent Examiner's Report to the Trustees of
Muslim Cultural Society of Birmingham**

I report on the accounts of Muslim Cultural Society of Birmingham for the year ended 31 March 2023 which are set out on pages 5 to 9

Responsibilities and basis of report

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

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination..

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

**MAHMOOD AHED
CHARTERED CERTIFIED ACCOUNTANT**

20 February 2024

**784 Alum Rock Road
Ward End
Birmingham B8 2TE**

MUSLIM CULTURAL SOCIETY OF BIRMINGHAM

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2023

		2023	2022
Incoming resources		Unrestricted funds	Unrestricted funds
		£	£
Income and endowments from			
<i>Donations and legacies</i>			
Donations received	2	126,586	126,317
Other income	2	22,320	23,432
		-----	-----
Total incoming resources		148,906	149,749
		=====	=====
Charitable expenditure			
Expenditure on			
<i>Expenditure on charitable activities</i>			
Teaching class books		-	300
Employees cost		30,650	11,726
Promotion and advertising		195	-
Annual conference expenses		7,935	8,410
<i>Governance and support cost</i>			
Rates and water		1,525	2,383
Heat and light		12,015	7,833
Telephone		701	723
Print, post and stationery		1,350	1,995
Repairs and renewals		5,401	1,208
Hire of equipment		1,455	-
Cleaning and hygiene		500	1,450
Professional fees		8,170	2,160
Accountancy fees		500	500
Bank charges		1,472	857
Depreciation - property		7,976	7,976
- Plant and equipment		908	1,068
		-----	-----
Total		80,753	48,589
		=====	=====
Net incoming resources before transfers		68,153	101,160
Fund balance brought forward		1,163,623	1,062,463
		-----	-----
Fund balance carried forward	5	1,231,776	1,163,623
		=====	=====

The notes on pages 7 to 9 form part of these accounts

MUSLIM CULTURAL SOCIETY OF BIRMINGHAM

BALANCE SHEET AS AT 31 MARCH 2023

			2023		2022
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	3		1,530,312		1,539,196
CURRENT ASSETS					
Cash at bank and in hand		23,214		17,737	
		-----		-----	
		23,214		17,737	
CREDITORS: Amounts falling due within one year	4	(321,750)		(393,310)	
		-----		-----	
TOTAL ASSETS LESS CURRENT LIABILITIES			((298,536)		(375,573)
			-----		-----
TOTAL ASSETS LESS CURRENT LIABILITIES			1,23,1776		1,163,623
			=====		=====
FUNDS					
General funds	5		1,231,776		1,163,623
			-----		-----
			1,236,042		1,163,623
			=====		=====

Approved by the board of trustees on 20 February 2024 and signed on their behalf by:

..... Chairman/ Trustee
Adeel Tassawar

The notes on pages 7 to 9 form an integral part of these accounts.

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2023**

Summary of significant accounting policies

1. Basis of preparation

1.1 Basis of accounting

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)-(Charities SORP (FRS 102) the financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) Charities Act 2011

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accountancy policy notes. Where necessary the headings laid down in the Companies Act have been adapted to meet the special activities of the Association.

The charity has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS102 Section 1A

The financial statements are prepared under the historical cost convention After making enquires, the Trustees have a reasonable expectation that the Charity has adequate resources to continue its activities for the foreseeable future.

Accordingly, they continue to adopt the going concern basis in preparing the financial statements. There are no material uncertainties casting doubt on going concern. The financial statements are presented in sterling which is the functional currency of the charity.

The charity constitutes a public benefit entity as defined by FRS 102.

1.2 Income

Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Grants and donations

Grants and donations are only included in the SoFA when the general income recognition criteria are met. Revenue grants are credited to the income and expenditure account as received, unless related to a specific period, when it is placed in a restricted funds until it is used.

1.3 Gifts in kind

The charity receives the benefit of work carried out by volunteers, and receives the use of facility and equipment without charge. No value is placed on these items, where the benefit extends over several periods, in which case they are valued and included in the balance sheet at a reasonable valuation.

1.4 Taxation

As a registered charity, the company benefits from Rates relief and is generally exempt from Income tax and Capital Gains Tax but not from VAT. Irrecoverable VAT is included in the cost of those items to which it relates.

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2023**

1.5 Depreciation

During the construction period no depreciation was charged but now the trustees consider that it is appropriate to charge depreciation on property.

Depreciation- freehold land- 1/2% straight line.

No depreciation is provided on freehold land

1.6 Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation

	2023	2022
	£	£
2. DONATIONS AND GIFTS		
Donations received	126,086	126,317
Other income	22,320	23,432
	=====	=====
3. TANGIBLE FIXED ASSETS		
	Freehold land incl. Cost £	Plant & equipments £
		Total £
Cost		
As at 31/3/22	1,595,193	8,380
	-----	-----
As at 31/3/23	1,595,193	8,380
	=====	=====
Depreciation		
As at 31/3/22	62,052	2,325
Charge for year	7,976	908
	-----	-----
As at 31/3/23	70,028	3,233
	=====	=====
Net book value		
At 31/3/23	1,525,165	5,147
	=====	=====
At 31/3/22	1,533,141	6,055
	=====	=====

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2023**

	2023	2022
	£	£
4. CREDITORS: Amounts falling due within one year		
Accrued charges	500	2,610
Friendly loans	321,250	390,700
	-----	-----
	321,750	393,310
	=====	=====

Friendly loans are unsecured, interest free loans given by the community members and repayable at mutual agreements.

5. FUNDS		
	2023	2022
	£	
	Unrestricted funds	Unrestricted funds
Opening balance	1,163,623	1,062,463
Incoming resources	148,906	149,749
Outgoing resources	(80,753)	(48,589)
	-----	-----
Closing balance	1,231,776	1,163,623
	=====	=====
Represented by		
Tangible fixed assets	1,530,312	1,539,196
Net current assets	(298,536)	(375,573)
	-----	-----
	1,231,776	1,163,623
	=====	=====

The charity maintains a general unrestricted fund which represents funds which are expendable at the discretion of the trustees in furtherance of the objects of the charity. Such funds may be held in order to finance both working capital and capital investment. There is no formal policy of transfer between funds or on the allocation of funds to designated funds.

6 GOING CONCERN

As explained in the Trustees Report although the disruption caused by Coronavirus and lower expected income, Trustee's are satisfied that the charity will be able to continue its activities possibly at lower scale when it is allowed to reopen. There should also be no impact on charities reserve policy.