

**REGISTERED CHARITY NUMBER: 1112379**

**Report of the Trustees and**  
**Financial Statements for the Year Ended 31 July 2022**  
**for**  
**Morden Islamic Centre**

**Morden Islamic Centre**

**Contents of the Financial Statements  
for the Year Ended 31 July 2022**

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**Morden Islamic Centre**

**Reference and Administrative Details**  
**for the Year Ended 31 July 2022**

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**TRUSTEES**

H A Aziz (Chairman)  
M A Dosani  
Y Bobat  
Taslima Aziz Dada  
Famida Haroon Aziz Mahomed

**PRINCIPAL ADDRESS**

116 London Road  
Morden  
Surrey  
SM4 5AX

**REGISTERED CHARITY NUMBER** 1112379

**INDEPENDENT EXAMINER**

Girach & Mannan Ltd  
Chartered Certified Accountants  
1 Mychell House, Pincott Road  
Wimbledon  
London  
SW19 2NN

## Morden Islamic Centre

### Report of the Trustees for the Year Ended 31 July 2022

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The trustees present their report with the financial statements of the charity for the year ended 31 July 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

The objectives of the charity as set out in its governing document are as follows.

1. The advancement of education among children and young people from Muslim communities in the London Borough of Merton and surrounding areas by the provision of facilities for supplementary lessons and additional tuition.
2. The advancement of the Islamic faith by such exclusively charitable means as the trustees shall from time to time determine.

The trustees review the aims and objectives to ensure that they are in line with the public benefit of the community. In conducting this review, the trustees have considered Charity Commission's general guidance on public benefit.

##### **Significant activities**

In addition to the provision of daily prayer and congregation facilities, the charity is continuing to provide social welfare through a food bank operative under Morden Islamic Centre with the support of Merton Council for the most vulnerable members of the community.

#### **ACHIEVEMENT AND PERFORMANCE**

##### **Charitable activities**

Throughout the year the charity maintained the centre to achieve its objectives and the Trustees are satisfied with the overall performance of the charity.

The charity provided praying, educational and recreational facilities to the local community and also helped various registered charities in the United Kingdom and Worldwide with donations to achieve its objectives.

The charity continued to support the community through provision of food parcels for the neediest families. The charitable kitchen services for the homeless and needy were organized on regular basis. Coffee mornings for Ladies of Merton was arranged by the charity every Monday morning to provide space for ladies to come together and discuss social and current issues that they are facing. Mother toddler group sessions were arranged every Thursday for children between the ages of 0 to 5. This included reading corner and baby corner for mothers and children. Moral and Spiritual supports was provided to members of the community by Imams.

Morden Islamic Community Centre arranged a 4 day residential trip over the summer holidays in 2022 for a group of 36 boys aged 12-16. We visited the PGL centre in Liddington and arranged an array of different activities over the 4 days including Archery, Canoeing, Raft Building, Vertical Climb, Jacobs Ladder, Orienteering and Crate Challenge. It was a very successful trip enjoyed by all with new friendships made, challenges and fears overcome.

These achievements are always backed by generous donors, excellent team and volunteers who help the charity throughout the year.

Morden Islamic Centre

Report of the Trustees  
for the Year Ended 31 July 2022

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**FINANCIAL REVIEW**

**Principal funding sources**

The principal source of funding is through voluntary donations from donors within the local community. Last year due to decreased footfall the charity saw a decline in donations received. The donations have risen back to their normal expected amounts. However, the trustee continued to secure further donations for the charity through appeals during Ramadan and as required on as and when basis.

**Reserves policy**

The trustees regularly review the reserves of the charity. The policy is to hold enough reserves to meet three to four months operating costs. The reserve funds do not include fixed assets or other tangible assets the financial position of the charity appears to be steady and secure.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governing document**

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Morden Islamic centre is a charitable trust registered with the charities commission on 02 December 2005 under charity registration number 1112379. It is governed by a deed of trust dated 15th July 2005 as amended by supplemental deed dated 13th November 2005.

**Organisational structure**

The board of trustees oversee the running of the charity on a day to day basis. All operational decisions are made at board meetings which are held frequently throughout the year. The trustees of the charity do not receive any remuneration or financial benefit for their services.

Approved by order of the board of trustees on 22<sup>nd</sup> May 2023 and signed on its behalf by:



.....  
H A Aziz - Trustee

Independent Examiner's Report to the Trustees of  
Morden Islamic Centre

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**Independent examiner's report to the trustees of Morden Islamic Centre**

I report to the charity trustees on my examination of the accounts of Morden Islamic Centre (the Trust) for the year ended 31 July 2022.

**Responsibilities and basis of report**

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

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

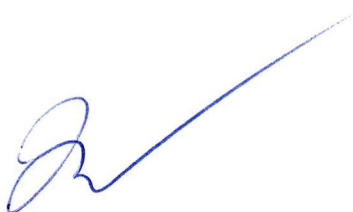
**Independent examiner's statement**

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of ACCA which is one of the listed bodies.

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

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

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



Zeeshan Mannan - FCCA  
Girach & Mannan Ltd  
Chartered Certified Accountants  
1 Mychell House, Pincott Road  
Wimbledon  
London  
SW19 2NN

Date: 02/06/2023

**Morden Islamic Centre**

**Statement of Financial Activities**  
**for the Year Ended 31 July 2022**

	Notes	Unrestricted funds £	Restricted fund £	31.7.22 Total funds £	31.7.21 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies		302,607	182,962	485,569	221,619
Other activities	2	4,599	39,376	43,975	26,364
Income from Flats		<u>54,548</u>	<u>-</u>	<u>54,548</u>	<u>58,950</u>
Other Income – JRS Grant		650	-	650	25,525
<b>Total</b>		<b>362,404</b>	<b>222,338</b>	<b>584,742</b>	<b>332,458</b>
 <b>EXPENDITURE ON</b>					
<b>Charitable activities</b>					
Charitable Causes		262,524	233,435	495,959	264,104
Evening School		3,506	42,075	45,581	46,321
Gym Maintenance		382	-	382	1,060
<b>Total</b>		<b>266,412</b>	<b>275,510</b>	<b>541,922</b>	<b>311,485</b>
<b>NET INCOME/(EXPENDITURE)</b>		<b>95,992</b>	<b>(53,172)</b>	<b>42,820</b>	<b>20,973</b>
 <b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		799,072	3,112	802,184	781,211
Transfer Between Funds (Unrestricted to Restricted)		<u>(77,945)</u>	<u>77,945</u>	<u>-</u>	<u>-</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b><u>817,119</u></b>	<b><u>27,885</u></b>	<b><u>845,004</u></b>	<b><u>802,184</u></b>

The notes form part of these financial statements

**Morden Islamic Centre**

**Balance Sheet**

**31 July 2022**

	Notes	Unrestricted funds £	Restricted fund £	31.7.22 Total funds £	31.7.21 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	6	529,683	-	529,683	33,474
<b>CURRENT ASSETS</b>					
Debtors	7	205,000	-	205,000	392,000
Cash at bank		<u>586,017</u>	<u>27,885</u>	<u>613,902</u>	<u>385,703</u>
		791,017	27,885	818,902	777,703
<b>CREDITORS</b>					
Amounts falling due within one year	8	<u>(11,581)</u>	-	<u>(11,581)</u>	<u>(8,993)</u>
<b>NET CURRENT ASSETS</b>		<u>779,436</u>	<u>27,885</u>	<u>807,321</u>	<u>768,710</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		1,309,119	27,885	1,337,004	802,184
<b>CREDITORS</b>	11				
Amounts falling due more than one year		<u>(492,000)</u>	-	<u>(492,000)</u>	-
<b>NET ASSETS</b>		<u>817,119</u>	<u>27,885</u>	<u>845,004</u>	<u>802,184</u>
<b>FUNDS</b>	9				
Unrestricted funds:					
General Funds				817,119	799,072
Restricted funds:					
Sadka, Zakat & School Funds				<u>27,885</u>	<u>3,112</u>
<b>TOTAL FUNDS</b>				<u>845,004</u>	<u>802,184</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 22<sup>nd</sup> May 2023 and were signed on its behalf by:



H A Aziz - Trustee

The notes form part of these financial statements



## **1. ACCOUNTING POLICIES**

### **Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

### **Income**

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

### **Expenditure**

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

### **Tangible fixed assets**

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

Fixtures and fittings	- 25% on reducing balance
Computer equipment	- 25% on cost

### **Taxation**

The charity is exempt from tax on account of its charitable activities.

### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

### **Pension costs and other post-retirement benefits**

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

**Morden Islamic Centre**

**Notes to the Financial Statements - continued**  
**for the Year Ended 31 July 2022**

**2. OTHER ACTIVITIES**

	31.7.22	31.7.21
	£	£
Gym Membership Fee	4,599	4,260
Evening School Contributions	<u>39,376</u>	<u>22,104</u>
	<u>43,975</u>	<u>26,364</u>

**3. TRUSTEES' REMUNERATION AND BENEFITS**

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

There were no trustees' expenses paid for the year ended 31 July 2022 or for the year ended 31 July 2021.

**4. STAFF COSTS**

The average monthly number of employees during the year was as follows:

	31.7.22	31.7.21
Administrative Staff	2	2
Imams	2	2
Teachers	<u>9</u>	<u>9</u>
	<u>13</u>	<u>13</u>

No employees received emoluments in excess of £60,000.

**5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted fund £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	302,607	182,962	485,569
Other activities	4,599	39,376	43,975
Income from Flats	54,548	-	54,548
Other Income – JRS Grant	<u>650</u>	<u>-</u>	<u>650</u>
<b>Total</b>	<b>362,404</b>	<b>222,338</b>	<b>584,742</b>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Charitable Causes	262,524	233,435	495,959
Evening School	3,506	42,075	45,581
Gym Maintenance	<u>382</u>	<u>-</u>	<u>382</u>
<b>Total</b>	<b>266,412</b>	<b>275,510</b>	<b>541,922</b>

Morden Islamic Centre

Notes to the Financial Statements - continued  
for the Year Ended 31 July 2022

**5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued**

	Unrestricted funds £	Restricted fund £	Total funds £
<b>NET INCOME</b>	95,992	(53,172)	42,820
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>	799,072	3,112	802,184
<b>Transfer Between Funds (Unrestricted to Restricted)</b>	(77,945)	77,945	-
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>817,119</u>	<u>27,885</u>	<u>845,004</u>

**6. TANGIBLE FIXED ASSETS**

	Leasehold Property £	Freehold Property £	Fixtures and fittings £	Computer equipment £	Totals £
<b>COST</b>					
At 1 August 2021	-	10,000	51,804	5,023	66,827
Additions	<u>492,000</u>	<u>-</u>	<u>11,500</u>	<u>2,438</u>	<u>505,938</u>
At 31 July 2022	<u>492,000</u>	<u>10,000</u>	<u>63,304</u>	<u>7,461</u>	<u>572,765</u>
<b>DEPRECIATION</b>					
At 1 August 2021	-	-	29,350	4,003	33,353
Charge for year	<u>-</u>	<u>-</u>	<u>8,489</u>	<u>1,240</u>	<u>9,729</u>
At 31 July 2022	<u>492,000</u>	<u>-</u>	<u>37,839</u>	<u>5,243</u>	<u>43,082</u>
<b>DISPOSAL</b>					
At 31 July 2022	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET BOOK VALUE</b>					
At 31 July 2022	<u>492,000</u>	<u>10,000</u>	<u>25,465</u>	<u>2,218</u>	<u>529,683</u>
At 31 July 2021	<u>-</u>	<u>10,000</u>	<u>22,454</u>	<u>1,020</u>	<u>33,474</u>

**Morden Islamic Centre**

**Notes to the Financial Statements - continued  
for the Year Ended 31 July 2022**

**7. DEBTORS**

	31.7.22 £	31.7.21 £
Amounts falling due within one year:		
Prepayments	<u>-</u>	<u>-</u>
Amounts falling due after more than one year:		
Loan to staff	<u>5,000</u>	<u>17,000</u>
Other Debtors	<u>200,000</u>	<u>375,000</u>
Aggregate amounts	<u>205,000</u>	<u>392,000</u>

**8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.7.22 £	31.7.21 £
Taxation and social security	3,315	3,211
Other Creditors	<u>8,266</u>	<u>5,782</u>
	<u>11,581</u>	<u>8,993</u>

**9. MOVEMENT IN FUNDS**

	At 1.8.21 £	Net movement in funds £	At 31.7.22 £
<b>Unrestricted funds</b>			
General Funds	799,072	18,047	817,119
<b>Restricted funds</b>			
Sadka, Zakat & School Funds	3,112	24,773	27,885
<b>TOTAL FUNDS</b>	<u>802,184</u>	<u>42,820</u>	<u>845,004</u>

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

	Incoming resources £	Resources expended £	Transfers £	Movement in funds £
<b>Unrestricted funds</b>				
General Funds	362,404	(266,412)	(77,945)	18,047
<b>Restricted funds</b>				
Sadka, Zakat & School Funds	222,338	(275,510)	77,945	24,773
<b>TOTAL FUNDS</b>	584,742	<u>(541,922)</u>	<u></u>	<u>42,820</u>

Morden Islamic Centre

Notes to the Financial Statements - continued  
for the Year Ended 31 July 2022

**9. MOVEMENT IN FUNDS - continued**

**Comparatives for movement in funds**

	At 1.8.21 £	Net movement in funds £	At 31.7.22 £
<b>Unrestricted funds</b>			
General Funds	799,072	18,047	817,119
<b>Restricted funds</b>			
Sadka, Zakat & School Funds	3,112	24,773	27,885
	<u>          </u>	<u>          </u>	<u>          </u>
<b>TOTAL FUNDS</b>	<u>802,184</u>	<u>42,820</u>	<u>845,004</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General Funds	273,693	(206,140)	18,977
<b>Restricted funds</b>			
Sadka, Zakat & School Funds	58,765	(105,345)	1,996
	<u>          </u>	<u>          </u>	<u>          </u>
<b>TOTAL FUNDS</b>	<u>332,458</u>	<u>(311,485)</u>	<u>(20,973)</u>

**10. RELATED PARTY DISCLOSURES**

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

**11. CREDITORS: AMOUNTS FALLING DUE MORE THAN ONE YEAR**

	31.7.22 £	31.7.21 £
Other Creditors	<u>492,000</u>	<u>-</u>
	<u>492,000</u>	<u>-</u>

Morden Islamic Centre

Detailed Statement of Financial Activities  
for the Year Ended 31 July 2022

	31.7.22 £	31.7.21 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Zakat Sadka & Fitrana Donation	182,962	41,596
Donations	236,773	108,628
Gift aid	-	27,260
Friday Collection	<u>64,859</u>	<u>44,135</u>
	484,594	221,619
<b>Other activities</b>		
Gym Membership Fee	4,599	4,260
Evening School Contributions	<u>39,376</u>	<u>22,104</u>
	43,975	26,364
<b>Rents Received</b>		
Hall hire	975	-
Income from Flats	<u>54,548</u>	<u>58,950</u>
	<u>55,523</u>	<u>58,950</u>
<b>Other Income</b>		
JRS Grant	650	25,525
<b>Total incoming resources</b>	584,742	332,458
<b>EXPENDITURE</b>		
<b>Charitable activities</b>		
Staff Wages and Teachers Costs	86,717	77,229
Social security	3,576	7,625
Rates and water	3,257	6,879
Insurance	14,149	28,337
Light and heat	10,210	6,603
Community Events	13,815	250
Donations to Charities UnRestricted Funds	35,040	2,455
Evening School	3,506	1,651
Gym Maintenance	382	1,060
Lift Maintenance	6,387	1,825
Cleaning	27,746	30,482
Repairs & Maintenance	24,109	10,556
Caretaker Wages	12,000	12,000
Travel	-	5
Fire & Safety	1,226	1,282
Carried forward	242,120	188,239

**Morden Islamic Centre**

**Detailed Statement of Financial Activities**  
**for the Year Ended 31 July 2022**

	31.7.22 £	31.7.21 £
<b>Charitable activities</b>		
Brought forward	242,120	188,239
Donations to Charities Restricted Funds	231,628	60,725
Waste Management	122	563
Charitable Kitchen	<u>12,830</u>	<u>4,510</u>
	486,700	254,037
 <b>Management Costs</b>		
Wages	36,000	36,000
Telephone	1,586	1,659
Postage and stationery	529	533
Books	1,186	1,965
Sundries	561	855
Computer Costs	505	792
Professional fees	832	5,403
Payroll Costs	-	1,788
Card Terminal Charges	<u>499</u>	<u>-</u>
	41,698	48,995
 <b>Finance</b>		
Bank charges	1,296	104
Fixtures and fittings	8,488	5,218
Computer equipment	<u>1,240</u>	<u>631</u>
	11,024	5,954
 <b>Governance costs</b>		
Accountancy and legal fees	<u>2,500</u>	<u>2,500</u>
 Total resources expended	<u>541,922</u>	<u>311,485</u>
 Net (expenditure)/income	<u>42,820</u>	<u>20,973</u>

This page does not form part of the statutory financial statements