

REGISTERED COMPANY NUMBER: 05246602 (England and Wales)
REGISTERED CHARITY NUMBER: 1112513

Report of the Trustees and

Unaudited Financial Statements for the Year Ended 31 August 2020

for

Darussunnah Foundation

SKN Services Ltd
Chartered Accountants
SKN Business Centre
1 Guildford Street
Birmingham
West Midlands
B19 2HN

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for the Year Ended 31 August 2020

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The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 August 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

1) The advancement of education within the local Bengali Community, In particular, but not exclusively, the study, of Bengali, Arabic, religious studies and any other related subjects. 2) The promotion of good relations between peoples of different races and faiths within the community.

ACHIEVEMENT AND PERFORMANCE

The Charity has successfully advanced their activities for education classes in the current financial year. Various classes have been running successfully throughout the period. Also the facilities at the building have also been enhanced significantly in the period under review.

FINANCIAL REVIEW

Reserves policy

The trustees have established a policy whereby the unrestricted funds held by the charity should be between 3 and 6 months of the resources expended. At this level, the management committee feel that they would be able to continue the current activities of the charity in the event of a significant drop in the funding. At present the free reserves do not reach this target level and the trustees are looking at various options to improve this situation.

The total incoming resources for the period amounted £26,060 (2019: £47,825) with a net deficit of £3,865 (2019: surplus £19,617).

FUTURE PLANS

The charity plans to continue with its activities and provide services as detailed in the Memorandum and Articles of Association. It will also concentrate on clearing the loans received from individuals who have kindly helped the organisation when most needed.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The organisation is a charitable company limited by guarantee, incorporated on 30 September 2004 and registered as a charity on 13 December 2005.

Organisational structure

The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. Under those Articles the initial subscribers to the Memorandum are the first Trustees of the Charity. One third of the Trustees must retire at each AGM subject to reappointment by the members.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

05246602 (England and Wales)

Darussunnah Foundation

Report of the Trustees
for the Year Ended 31 August 2020

Registered Charity number
1112513

Registered office
127 Frederick Road
Aston
Birmingham
B6 6BP

Trustees
Khusru M Khan
Muhammed T Islam
M Abdul Wodud
Mohammed A Kadir
Anwarul Hoque
Mobossir Ali
Syed M Ahmed
Khalil Ahmed
Miss Shajna A Begum LLB
Kabir Khan
Faruk Miah Trustee

Company Secretary
Khusru M Khan

Independent Examiner
Mr Shalim Uddin
FCA, JP
SKN Services Ltd
Chartered Accountants
SKN Business Centre
1 Guildford Street
Birmingham
West Midlands
B19 2HN

Approved by order of the board of trustees on 24 May 2021 and signed on its behalf by:

Khusru M Khan - Trustee

Independent Examiner's Report to the Trustees of
Darussunnah Foundation

Independent examiner's report to the trustees of Darussunnah Foundation ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 August 2020.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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.

Mr Shalim Uddin
FCA, JP
SKN Services Ltd
Chartered Accountants
SKN Business Centre
1 Guildford Street
Birmingham
West Midlands
B19 2HN

24 May 2021

Darussunnah Foundation

Statement of Financial Activities
for the Year Ended 31 August 2020

	Notes	31.8.20 Unrestricted fund £	31.8.19 Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies		22,460	44,526
Investment income	2	3,600	3,300
Total		26,060	47,826
 EXPENDITURE ON			
Charitable activities			
Education & support		29,925	28,209
NET INCOME/(EXPENDITURE)		(3,865)	19,617
 RECONCILIATION OF FUNDS			
Total funds brought forward		194,171	174,554
 TOTAL FUNDS CARRIED FORWARD		190,306	194,171

The notes form part of these financial statements

Darussunnah Foundation

Balance Sheet
31 August 2020

		31.8.20	31.8.19
		Unrestricted	Total
		fund	funds
	Notes	£	£
FIXED ASSETS			
Tangible assets	6	221,661	222,439
CURRENT ASSETS			
Debtors	7	412	412
Cash at bank and in hand		3,022	7,862
		3,434	8,274
CREDITORS			
Amounts falling due within one year	8	(2,409)	(1,970)
NET CURRENT ASSETS		1,025	6,304
TOTAL ASSETS LESS CURRENT LIABILITIES		222,686	228,743
CREDITORS			
Amounts falling due after more than one year	9	(32,380)	(34,572)
NET ASSETS		190,306	194,171
FUNDS	11		
Unrestricted funds		190,306	194,171
TOTAL FUNDS		190,306	194,171

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 August 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 August 2020 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

Darussunnah Foundation

Balance Sheet - continued

31 August 2020

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 24 May 2021 and were signed on its behalf by:

Khusru M Khan - Trustee

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, 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 Companies Act 2006. 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 - 20% on reducing balance

Taxation

The charity is exempt from corporation tax on 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 charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

2. INVESTMENT INCOME

	31.8.20	31.8.19
	£	£
Rents received	3,600	3,300
	<u> </u>	<u> </u>

3. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	31.8.20	31.8.19
	£	£
Depreciation - owned assets	778	972
	<u> </u>	<u> </u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2020 nor for the year ended 31 August 2019.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2020 nor for the year ended 31 August 2019.

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	44,526
Investment income	3,300
Total	<u>47,826</u>
 EXPENDITURE ON	
Charitable activities	
Education & support	28,209
 NET INCOME	 <u>19,617</u>
 RECONCILIATION OF FUNDS	
Total funds brought forward	174,554

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

Unrestricted
fund
£

**TOTAL FUNDS CARRIED
FORWARD**

194,171

6. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 September 2019 and 31 August 2020	218,549	13,375	231,924
DEPRECIATION			
At 1 September 2019	-	9,485	9,485
Charge for year	-	778	778
At 31 August 2020	-	10,263	10,263
NET BOOK VALUE			
At 31 August 2020	218,549	3,112	221,661
At 31 August 2019	218,549	3,890	222,439

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.20	31.8.19
	£	£
Other debtors	412	412

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.20	31.8.19
	£	£
Trade creditors	1,250	703
Social security and other taxes	546	530
Other creditors	13	137
Accrued expenses	600	600
	<hr/>	<hr/>
	2,409	1,970
	<hr/>	<hr/>

9. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.8.20	31.8.19
	£	£
Bank loans (see note 10)	-	192
Other creditors	32,380	34,380
	<hr/>	<hr/>
	32,380	34,572
	<hr/>	<hr/>

10. LOANS

An analysis of the maturity of loans is given below:

	31.8.20	31.8.19
	£	£
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more than 5 yr	-	192

11. MOVEMENT IN FUNDS

	At 1/9/19	Net movement	At
	£	in funds	31/8/20
		£	£
Unrestricted funds			
General fund	194,171	(3,865)	190,306
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	194,171	(3,865)	190,306
	<hr/>	<hr/>	<hr/>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

11. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	26,060	(29,925)	(3,865)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	26,060	(29,925)	(3,865)
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Comparatives for movement in funds

	At 1/9/18 £	Net movement in funds £	At 31/8/19 £
Unrestricted funds			
General fund	174,554	19,617	194,171
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	174,554	19,617	194,171
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	47,826	(28,209)	19,617
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	47,826	(28,209)	19,617
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

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

	At 1/9/18 £	Net movement in funds £	At 31/8/20 £
Unrestricted funds			
General fund	174,554	15,752	190,306
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	174,554	15,752	190,306
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Notes to the Financial Statements - continued
for the Year Ended 31 August 2020

11. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	73,886	(58,134)	15,752
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>73,886</u>	<u>(58,134)</u>	<u>15,752</u>

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 August 2020.

13. COMPANY LIMITED BY GUARANTEE

Members of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of a winding up. The total number of such guarantees at 31 August 20 was 11 (2019: 11).

Detailed Statement of Financial Activities
for the Year Ended 31 August 2020

	31.8.20 £	31.8.19 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	17,694	29,926
Gift aid	-	14,600
Grants	4,766	-
	<hr/>	<hr/>
	22,460	44,526
Investment income		
Rents received	3,600	3,300
	<hr/>	<hr/>
Total incoming resources	26,060	47,826
EXPENDITURE		
Charitable activities		
Wages	17,111	19,422
Rates and water	659	653
Insurance	732	790
Light and heat	3,813	3,737
Postage and stationery	636	133
Sundries	-	76
Temp & Recruitment	170	-
Foods & Refreshment	4	-
Repairs and maintenance	4,840	940
Telephone	403	390
Equipment expensed	-	46
Depreciation of tangible fixed assets	778	972
	<hr/>	<hr/>
	29,146	27,159
Support costs		
Management		
Pensions	96	-
Governance costs		
Accountancy fees	600	600
Bank Charges	83	450
	<hr/>	<hr/>
	683	1,050
Total resources expended	<hr/>	<hr/>
	29,925	28,209
Net (expenditure)/income	<hr/>	<hr/>
	(3,865)	19,617