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# **HEFAZOTHE ISLAM UK**

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**Charity number-1115709**

**Financial Statement for the  
Year Ended 31 March 2021**

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# HEFAZOTHE ISLAM UK

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Year Ended 31 March 2021

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# HEFAZOTHE ISLAM UK

Year Ended 31 March 2021

## Charity Information

Trustees	Mr Sheik Badrul Alom Hamidi Mr Akhtar Hussain Mr Mohammed Sajid Ali Menon Mr Shofik Uddin Mr Muhammad Abdus Samad Khan	Chairman Secretary
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Charity No: 1115709

Address 534 Barking Road  
Plaistow  
London  
E13 8QE

Independent Examiner Abacus Partners (Ldn) LLP  
Chartered Certified Accountants  
Unit A, Abbots Wharf  
London  
E14 6JL

Banker 1 NATWEST BANK PLC  
Forest Gate Branch  
300 Romford Road  
London E7 9SH

2 BARCLAYS BANK PLC  
737 Banking Road  
London  
E13 9PL

# HEFAZOTHE ISLAM UK

## Trustees' Report

for the year ended 31 March 2021

The Trustees present their report and the financial statements for the year ended 31 March 2021.

### **Governing Instrument:**

The charity's objects and regulations are regulated by the constitution adopted on 21 July 2006 and the charity is an unincorporated association. The same is registered as charity with effect from 6 August 2006.

The objects of the charity are to promote any charitable purpose for the benefit of the Muslim inhabitants of the United Kingdom and in particular for those inhabitants who are of Muslim Bangladeshi origin. In particular

- to advance Islamic religion, education and training.
- to relieve poverty, suffering and distress, and to protect and promote public health in Bangladesh.

The charity is organised with a committee (Board of Trustees) elected by the members to oversee the overall activities, and one of the committee members is nominated as chairperson, to monitor the day to day running of the charity.

### **Trustees and/or principal officers:**

The following officers of the charity have held office for the whole of the year.

Mr Sheik Badrul Alom Hamidi	Chairman
Mr Akhtar Hussain	Secretary
Mr Muhammad Abdus Samad Khan	Treasurer

The trustees are eligible, in committee, to appoint additional trustees under the terms of the constitution.

### **Activities and Achievements:**

How our activities deliver public benefit:

Hefazothel Islam UK has worked both locally and abroad in the past, with its activities in the UK focussed on providing services and activities to the local Muslim community.

The charity has just received long waited Planning permission to offer our regular education and prayer services. Whilst we have been unable to offer the range of spiritual, social and physical wellbeing activities that we would have liked in the UK, we have continued our work of supporting disadvantaged children and orphans abroad. Local operational services will start soon as planning permission is now secured and maintenance work is in progress.

The UK centre has been generating some rental income whilst we await a decision, and this has helped cover some administration and operational expenses.

### **Bangladesh Project:**

We are pleased to report that this year we have continued to improve the outdoor multi-sports field at Boruna Madrassah, which will help to ensure that students continue to maintain an active lifestyle. More Trees were planted next to the school to improve the air and to promote a cleaner and greener environment. Most of the trees will produce tropical fruits, which students will maintain. As part of our sustainability strategy, we have also developed a local fish farm for the benefit of the students.

Boruna Madrassah continues to offer a broad educational experience for students, and is helping them prepare for adult life. At no cost to the orphans or students in poverty, we provide accommodation, education, resources and food. In addition to the Islamic studies, our syllabus also teaches them to speak international languages such as Urdu, Arabic, and English. Our mission is to ensure they reach their full potential, and become independent and ready to enter the workforce.

A future without Boruna Madrassah is a future without skills and opportunities for those who are financially unable to access education which, for many in the West, or those in more affluent areas in Bangladesh take for granted.

# HEFAZOTHE ISLAM UK

Year Ended 31 March 20201

## Trustees' Report

### Review of Transactions and Financial Position:

The Statements of Financial Activities shows a surplus of £248,619 for this year, with the Balance Sheet value of £856,552.

### Statement of Trustees' Responsibilities

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP (FRSSE 2015);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

### Independent Examiner:

Abacus Partners (Ldn) LLP were reappointed as the independent examiner for the following year.

This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (2011).

This report was approved by the trustees on 20 January 2022, and

Signed on behalf of the board of trustees,

*S. B. A. Hamidi* on their behalf

Mr Sheik Badrul Alom Hamidi  
(Chairman)

# INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF HEFAZOTHE ISLAM UK

**For The Year Ended 31 March 2021**

I report on the accounts of the charity for the year ended 31 March 2021 which are set out on pages 5 to 10 and prepared on the basis of accounting policies set out on page 7.

## **Respective responsibilities of Trustees and Examiner:**

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The charity's gross income did not exceed £250,000 and I am qualified to undertake the examination by being a qualified member of The Association of Chartered Certified Accountants (ACCA).

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- state whether particular matters have come to my attention.

## **Basis of independent examiner's report**

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

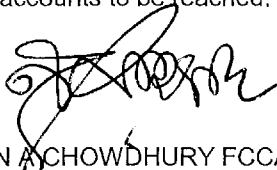
## **Independent examiner's statement**

In connection with my examination, no matter has come to my attention:

- 1 which gives me reasonable cause to believe that, in any material respect, the requirements:
  - to keep accounting records in accordance with section 130 of the 2011 Act; and
  - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met; or

- 2 to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



MR N A CHOWDHURY FCCA  
Abacus Partners (Ldn) LLP  
Chartered Certified Accountants  
Unit A, Abbots Wharf  
93 Stainsby Road  
London E14 6JL

Date: 20 January 2022

**HEFAZOTHE ISLAM UK**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31 MARCH 2021**

INCOME AND EXPENDITURE	Notes	Unrestricted £	Restricted £	Total 2021 £	Total 2020 £
<b>INCOMING RESOURCES</b>					
Voluntary Income	3	57,868	-	57,868	36,005
Investment Income	4	16,705		16,705	16,065
Charitable Activities income	5	104,162	416,648	520,810	144,040
<b>Total Income</b>		<b>178,735</b>	<b>416,648</b>	<b>595,383</b>	<b>196,110</b>
<b>RESOURCES EXPENDED</b>					
Voluntary Cost	6	-	-	-	-
Fundraising Cost	7	-	45,694	45,694	18,200
Direct charitable activities	8	1,261	289,483	290,744	98,376
Governance and Support Cost	9	10,326	-	10,326	4,192
<b>Total Resources Expended</b>		<b>11,587</b>	<b>335,177</b>	<b>346,764</b>	<b>120,768</b>
<b>NET INCOME /(DEFICIT) FOR THE YEAR</b>		<b>167,148</b>	<b>81,471</b>	<b>248,619</b>	<b>75,342</b>
<b>Fund as at 1 April 2020</b>		<b>317,783</b>	<b>290,480</b>	<b>608,263</b>	<b>532,921</b>
<b>Funds as at 31 March 2021</b>		<b>484,931</b>	<b>371,951</b>	<b>856,882</b>	<b>608,263</b>

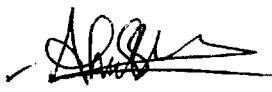
The notes on pages 7 to 10 form part of these accounts.

# HEFAZOTHE ISLAM UK BALANCE SHEET AS AT 31 MARCH 2021

	Notes	£	Total 2021 £	Total 2020 £
<b>FIXED ASSETS:</b>				
Tangible Assets	10		588,172	578,628
<b>Current Assets:</b>				
Debtors & prepayments	11	-	-	-
Cash at Bank and in hand		436,150	436,150	214,375
				214,375
<b>Creditors:</b>				
Amount falling due within one year	12	34,488	34,488	38,188
<b>Net Current Assets</b>			401,662	176,187
			989,834	754,815
<b>Creditors:</b>				
Amount falling due more than one year	13		132,952	146,552
<b>Total Net Assets</b>			<b>856,882</b>	<b>608,263</b>
<b>Funds</b>				
Unrestricted funds: General	15	101,360	34,212	
Designated	15	383,571	484,931	283,571
				317,783
Restricted Funds	15		371,951	290,480
<b>Total Funds</b>			<b>856,882</b>	<b>608,263</b>

Approved by the Board of Trustees on 20 January 2022 and signed on its behalf by

Mr Sheik Badrul Alom Hamidi  
(Chairman)

  
Mr Akhtar Hussain  
(Secretary)

The notes on pages 7 to 10 form part of these accounts.



# HEFAZOTHE ISLAM UK

## Notes to the financial statements for the year ended 31 March 2021

### 1 Accounting Policies

#### 1.1 Basis of preparation of accounts:

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 the Financial Reporting Standard for Smaller Entities published on 16/07/14, the Financial Reporting Standard for Smaller Entities (FRSSE), and the Charities Act 2011 and applicable regulations. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

#### 1.2 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.

- Donation and other income recognised when received.
- Grants for immediate expenditure are accounted for when they become receivable.
- Grants/Donation restricted to future accounting period are deferred and recognised in those periods.
- Grants/Donation for specific project are treated as restricted to the projects c/fwd for future operation.

#### 1.3 Allocation of cost:

Costs are allocated between restricted and unrestricted fund according to the terms of income. Where items expended are mixed, they are apportioned between the categories according to the income they relate to as well as using best possible professional judgements.

#### 1.4 Support cost:

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the Trusts programmes and activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities.

#### 1.5 Tangible fixed assets and depreciation:

Fixed assets for the charity used are capitalised at cost. They are stated in the accounts at cost less depreciation.

Depreciation is calculated to write off the cost less their estimated residual value, over their expected useful lives on the following bases:

Furniture and Fixture	none
Motor Vehicles	none

#### 1.6 Funds:

- Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.
- Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.
- Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

**HEFAZOTHE ISLAM UK**  
**Notes to the financial statements**  
**for the year ended 31 March 2021**

**1.7 Reconciliation of new and previous Generally Accepted Accounting Practice (GAAP):**

There is no requirement of balance sheet and net income/(expenditure) restatement for adoption of FRSSSE 2015, therefore, no reconciliation is shown.

**1.8 Going concern**

At the time of approving the accounts, the trustees have a reasonable expectation that the charity had adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing accounts.

**2 Incoming Resources**

The incoming resources and surplus are attributable to the principal activities of the charity.

**INCOME SUMMARY**

<b>3 Voluntary Income:</b>	Unrestricted	Restricted	2021	2020
	£	£	£	£
Other income		-	-	20,000
General donation	57,868		57,868	16,005
	<u>57,868</u>	<u>-</u>	<u>57,868</u>	<u>36,005</u>
<b>4 Investment Income:</b>	Unrestricted	Restricted	2021	2020
	£	£	£	£
Rental Income	16,705		16,705	16,065
	<u>16,705</u>	<u>-</u>	<u>16,705</u>	<u>16,065</u>
<b>5 Charitable Activities Income:</b>	Unrestricted	Restricted	2021	2020
	£	£	£	£
Appeal for Borun Madrasha	104,162	416,648	520,810	144,040
	<u>104,162</u>	<u>416,648</u>	<u>520,810</u>	<u>144,040</u>
<b>Total Income</b>	<b><u>178,735</u></b>	<b><u>416,648</u></b>	<b><u>595,383</u></b>	<b><u>196,110</u></b>

**EXPENSES SUMMARY**

<b>6 Voluntary Cost:</b>	Unrestricted	Restricted	2021	2020
	£	£	£	£
Subscriptions	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>7 Fundraising Cost:</b>	Unrestricted	Restricted	2021	2020
	£	£	£	£
TV and other appeals		45,694	45,694	18,200
	<u>-</u>	<u>45,694</u>	<u>45,694</u>	<u>18,200</u>
<b>8 Charitable Activities Cost:</b>	Unrestricted	Restricted	2021	2020
	£	£	£	£
Projects Expenses: Bangladesh	-	286,355	286,355	94,572
Trevelling expenses		446	446	712
Light & Heat	1,261		1,261	685
Computer bureau cost		1,097	1,097	1,113
Printing, postage & stationery		707	707	351
Telephone/Internet		878	878	943
	<u>1,261</u>	<u>289,483</u>	<u>290,744</u>	<u>98,376</u>

**HEFAZOTHE ISLAM UK**  
**Notes to the financial statements**  
**for the year ended 31 March 2021**

<b>9 Governance and Support Cost:</b>	Unrestricted £	Restricted £	2021 £	2020 £
Printing, Postage and Stationery	707		707	350
Repairs & Maintenance	-		-	-
Telephone/Internet	293		293	314
Accountancy & other professional	8,369		8,369	2,810
Bank Interest and Charges	447		447	239
Sundry expenses	510		510	479
	<u>10,326</u>	<u>-</u>	<u>10,326</u>	<u>4,192</u>
<b>Total Expenses</b>	<b>11,587</b>	<b>335,177</b>	<b>346,764</b>	<b>120,768</b>
<b>10 TANGIBLE FIXED ASSETS:</b>	Land & Building £	Fixture & Fitting £	Motor Vehicle £	Total £
Cost:				
At 1st April 2020	578,628	5,991	-	584,619
Addition-Improvement	9,544			9,544
Disposal			-	-
	<u>588,172</u>	<u>5,991</u>	<u>-</u>	<u>594,163</u>
Depreciation:				
At 1st April 2019	-	5,991	-	5,991
Depreciation on disposal			-	-
Charge for the year				-
	<u>-</u>	<u>5,991</u>	<u>-</u>	<u>5,991</u>
Net Book Value				
As at 31 March 2021	<u>588,172</u>	<u>-</u>	<u>-</u>	<u>588,172</u>
As at 31 March 2020	<u>578,628</u>	<u>-</u>	<u>-</u>	<u>578,628</u>
<b>11 DEBTORS &amp; PREPAYMENTS:</b>			2021 £	2020 £
Other Debtors			-	-
			<u>-</u>	<u>-</u>
<b>12 CREDITORS: AMOUNT FALLING DUE WITHIN ONE YEAR</b>			2021 £	2020 £
Accruals			1,250	1,500
Private Loan: Qard -e - Hasana			33,238	36,638
			<u>34,488</u>	<u>38,138</u>
<b>13 CREDITORS: AMOUNT FALLING MORE THAN ONE YEAR</b>			2021 £	2020 £
Private Loan: Qard -e - Hasana			132,952	146,552
			<u>132,952</u>	<u>146,552</u>

Private Loan: In Islam it is called Qard e Hasana meaning moral obligation to repay on demand if possible but there is no interest or security given and loans are from its benefactors.

**HEFAZOTHE ISLAM UK**  
**Notes to the financial statements**  
**for the year ended 31 March 2021**

**14 STAFF EMOLUMENTS:**

The charity did not have any employees during the year ended 31.03.2021 nor during 31.03.2020.

No remuneration was paid to any trustees or their associates during the year ended 31.03.2021, nor during 31.03.2020.

<b>15 MOVEMENT IN FUNDS:</b>	Unrestricted Fund £	Designated Fund £	Total Unrestricted £	Restricted Fund £	Total £
As at 1 April 2020	34,212	283,571	317,783	290,480	608,263
Current year	167,148		167,148	81,471	248,619
Fund Transfer	(100,000)	100,000	-		-
As at 31 March 2020	<u>101,360</u>	<u>383,571</u>	<u>484,931</u>	<u>371,951</u>	<u>856,882</u>

**16 TAXATION**

The entity is a registered charity and does not undertake non-charitable activities, and is entitled for tax exemption by HMRC.

**17 POST BALANCE SHEET EVENTS**

There were no significant post balance sheet events.

**18 TRANSACTIONS WITH TRUSTEES**

There were no transactions with the trustees during the year.

**19 CONTINGENT LIABILITIES**

The charity had no contingent liabilities as at 31 March 2021, nor at 31 March 2020.

**20 RELATED PARTIES TRANSACTIONS**

There were no related party transactions to be disclosed during the year.

**21 GIFTS IN KIND AND VOLUNTEERS**

During the year the charity benefited from unpaid work performed by volunteers.