

COMPANY REGISTRATION NUMBER: 05889208

CHARITY REGISTRATION NUMBER: 1119056

Jamia Al-Karam
Company Limited by Guarantee
Unaudited Financial Statements
31 August 2025

K B M UK LIMITED
Chartered Certified Accountants
1 Concord Business Centre
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Jamia Al-Karam
Company Limited by Guarantee
Financial Statements
Year ended 31 August 2025

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Jamia Al-Karam
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Director's Report)
Year ended 31 August 2025

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 August 2025.

Reference and administrative details

Registered charity name	Jamia Al-Karam
Charity registration number	1119056
Company registration number	05889208
Principal office and registered office	Eaton Hall Retford Nottinghamshire DN22 0PR

The trustees

Mr M I H Pirzada
Mrs G Fatima
Mr I Hussain
Mr A B G Ali
Mr. B H Pirzada

Company secretary Mr. B H Pirzada

Independent examiner KBM UK LTD
1 Concord Business Centre
Concord Road
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Structure, governance and management

Governing document

Jamia Al-Karam is a charitable company limited by guarantee governed by its Memorandum and Articles of Association dated 27 July 2006. The charity is registered with the Charity Commission for England and Wales.

Appointment of trustees

Trustees are appointed in accordance with the Articles of Association. The board may appoint individuals who meet the eligibility criteria set out in the governing document and who are willing to act as trustees.

Jamia Al-Karam
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Director's Report) *(continued)*
Year ended 31 August 2025

Structure, governance and management *(continued)*

Organisation

The trustees are responsible for the overall governance, strategic direction and financial oversight of the charity. The trustees meet regularly to review the activities and performance of the charity. The day-to-day management and administration of the charity is delegated to senior management and staff, headed by the Vice-Principal, operating under the supervision of the trustees.

Related parties

The charity has a close relationship with Jamia Al-Karam (Islamic Educational and Cultural Trust), the founding entity prior to the incorporation of the charitable company in 2007. Jamia Al-Karam (Islamic Educational and Cultural Trust) holds the freehold interest in Eaton Hall, Retford, DN22 0PR, from which the charity operates.

On 31 December 2025, the charity entered into a seven-year lease agreement with Jamia Al-Karam (Islamic Educational and Cultural Trust) in respect of the Eaton Hall site at an initial annual rent of £6,000. Under the terms of the agreement, the charity is responsible for the maintenance and insurance of the property.

During the year, grant funding was received from Muslim Charity Helping the Needy, an organisation in which certain trustees of the charity also serve as trustees. The trustees consider the transaction to have been undertaken in the ordinary course of the charitable activities of the respective organisations.

Risk Management

The trustees are responsible for the management of the risks faced by the charity. The trustees, together with senior management, regularly review the major risks to which the charity may be exposed and have established systems and procedures to mitigate those risks where appropriate. A risk register is maintained and reviewed annually.

In relation to the premises occupied and used by the charity, fire risk and health and safety assessments are carried out by suitably qualified professionals. Appropriate procedures and controls are in place to minimise identified risks.

Objectives and activities

The objectives of the charity are:

To promote the faith of Islam and Islamic charitable institutions in the United Kingdom and overseas, in particular, but without prejudice to the generality of the foregoing, by:

1. The advancement of the Islamic Faith;
2. The advancement of education and in particular the provision of schools for Muslim children and the education and training of muslim Scholars and the provision of Muslim education in men and women;
3. The relief of the infirm, aged, poor and needy;
4. Such other purposes that are charitable in English Law which further the faith of Islam.

Jamia Al-Karam

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 August 2025

Strategic report

The following sections for achievements and performance and financial review form the strategic report of the charity.

Achievements and performance

During the year, the charity continued to strengthen its fundraising activities, resulting in sustained donor support and financial stability. Ramadan fundraising campaigns performed particularly well, with the annual live telethon proving especially successful in generating donations and increasing engagement with the charity's educational and community projects.

The charity continued its programme of campus development and refurbishment throughout the year. Significant works included major roof refurbishment works to the classroom block, together with upgrades to washroom facilities, contributing towards the improvement of the learning environment for students and visitors.

Educationally, the charity's programmes continued to progress well, with student numbers remaining steady. The institution continues to promote a balanced curriculum integrating faith-based education with a strong emphasis on citizenship and positive community engagement. Nationwide educational courses delivered in partnership with alumni and local centres also continued to expand, with graduates teaching and serving in mosques and communities across the country.

During the year, an online alumni portal was established and has proven successful in strengthening engagement and relations between alumni and the institution, whilst also supporting the wider activities and fundraising efforts of the charity.

The JAK 2025 Convention was a resounding occasion and attracted significant community participation and support. The continued engagement of supporters, students, graduates and the wider community has provided a strong foundation for the charity's ongoing educational and charitable activities.

Financial review

During the year, the charity continued to develop and support its boarding educational institution and wider charitable projects.

There was an operating surplus of £70,571 for the year. The unrestricted funds are in surplus by £925,913.

Total incoming resources for the year, including the donations, totalled £783,048.

The trustees' annual report and the strategic report were approved on 17-5-26 and signed on behalf of the board of trustees by:



Mr M I H Pirzada
Trustee

Jamia Al-Karam

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Jamia Al-Karam

Year ended 31 August 2025

I report to the trustees on my examination of the financial statements of Jamia Al-Karam ('the charity') for the year ended 31 August 2025.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements 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 the 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

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

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 charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements 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 financial statements 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).

Jamia Al-Karam

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Jamia Al-Karam *(continued)*

Year ended 31 August 2025

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.

KBM

KBM UK LTD
Independent Examiner

1 Concord Business Centre
Concord Road
London
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Jamia Al-Karam
Company Limited by Guarantee
Statement of Financial Activities
(including income and expenditure account)
Year ended 31 August 2025

		2025		2024
		Unrestricted	Total funds	Total funds
	Note	funds		
		£	£	£
Income and endowments				
Donations and legacies	5	647,661	647,661	469,520
Charitable activities	6	135,175	135,175	173,789
Investment income	7	212	212	—
Total income		<u>783,048</u>	<u>783,048</u>	<u>643,309</u>
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	8	26,256	26,256	14,244
Expenditure on charitable activities	9,10	686,221	686,221	588,029
Total expenditure		<u>712,477</u>	<u>712,477</u>	<u>602,273</u>
Net income and net movement in funds		<u>70,571</u>	<u>70,571</u>	<u>41,036</u>
Reconciliation of funds				
Total funds brought forward		855,342	855,342	814,306
Total funds carried forward		<u>925,913</u>	<u>925,913</u>	<u>855,342</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 9 to 16 form part of these financial statements.

Jamia Al-Karam
Company Limited by Guarantee
Statement of Financial Position
31 August 2025

	Note	2025 £	£	2024 £
Fixed assets				
Tangible fixed assets	15		350,857	301,109
Current assets				
Debtors	16	30,916		29,907
Cash at bank and in hand		570,907		536,217
		601,823		566,124
Creditors: amounts falling due within one year	17	26,767		11,891
Net current assets			575,056	554,233
Total assets less current liabilities			925,913	855,342
Net assets			925,913	855,342
Funds of the charity				
Unrestricted funds			925,913	855,342
Total charity funds	18		925,913	855,342

For the year ending 31 August 2025 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

These financial statements were approved by the board of trustees and authorised for issue on 17-5-26, and are signed on behalf of the board by:



Mr M I H Pirzada
Trustee

The notes on pages 9 to 16 form part of these financial statements.

Jamia Al-Karam
Company Limited by Guarantee
Statement of Cash Flows
Year ended 31 August 2025

	2025 £	2024 £
Cash flows from operating activities		
Net income	70,571	41,036
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	51,793	111,435
Other interest receivable and similar income	(212)	—
Interest payable and similar charges	3,411	5,468
<i>Changes in:</i>		
Trade and other debtors	(1,009)	(2,925)
Trade and other creditors	14,876	(28,200)
Cash generated from operations	139,430	126,814
Interest paid	(3,411)	(5,468)
Interest received	212	—
Net cash from operating activities	<u>136,231</u>	<u>121,346</u>
Cash flows from investing activities		
Purchase of tangible assets	(101,541)	(101,208)
Net cash used in investing activities	<u>(101,541)</u>	<u>(101,208)</u>
Net increase in cash and cash equivalents	34,690	20,138
Cash and cash equivalents at beginning of year	536,217	516,079
Cash and cash equivalents at end of year	<u>570,907</u>	<u>536,217</u>

The notes on pages 9 to 16 form part of these financial statements.

Jamia Al-Karam
Company Limited by Guarantee
Notes to the Financial Statements
Year ended 31 August 2025

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Eaton Hall, Retford, Nottinghamshire, DN22 0PR.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The principal accounting policies adopted in the preparation of the financial statements are set out below.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

General funds are unrestricted funds which 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.

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.

Student Fee Income

Fee income is attributed to the period into which it relates.

Voluntary Income

Voluntary income is accounted for in the period in which the charity is entitled to receipt, unless expressly specified otherwise by the donor.

Jamia Al-Karam
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 August 2025

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

All the expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to that category.

Costs of generating funds are those incurred in seeking voluntary contributions. Costs of charitable activities are those costs incurred directly in support of expenditure on the objectives of the charity. Governance costs are those incurred in connection with administration of the charity and compliance with the constitutional and statutory requirements.

Depreciation

Depreciation has been computed to write off the cost of fixtures and fittings and equipments over their expected useful lives using 15% per annum of net book value and to write off the cost of leasehold improvements over their expected useful life using 10% per annum of cost.

Operating leases

Rentals applicable to operating leases are charged to the SOFA over the period in which the cost is incurred.

Tangible assets

All fixed assets are initially recorded at cost.

Jamia Al-Karam
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 August 2025

3. Accounting policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Leasehold Property	-	10% straight line
Fixtures & Fittings	-	15% reducing balance
Equipment	-	15% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Jamia Al-Karam
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 August 2025

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

The charity is company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Donations				
Donations	647,661	647,661	469,520	469,520

6. Charitable activities

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Student fees	112,050	112,050	153,989	153,989
Rent Received	23,125	23,125	19,800	19,800
	<u>135,175</u>	<u>135,175</u>	<u>173,789</u>	<u>173,789</u>

7. Investment income

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Bank interest receivable	212	212	—	—

Jamia Al-Karam
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 August 2025

8. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Costs of raising donations and legacies				
- Donations	26,256	26,256	14,244	14,244

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2025 £	Unrestricted Funds £	Total Funds 2024 £
Charitable Activities	633,248	633,248	570,328	570,328
Support costs	52,973	52,973	17,701	17,701
	<u>686,221</u>	<u>686,221</u>	<u>588,029</u>	<u>588,029</u>

10. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2025 £	Total fund 2024 £
Charitable Activities	633,248	—	633,248	570,328
Governance costs	—	52,973	52,973	17,701
	<u>633,248</u>	<u>52,973</u>	<u>686,221</u>	<u>588,029</u>

11. Net income

Net income is stated after charging/(crediting):

	2025 £	2024 £
Depreciation of tangible fixed assets	51,793	111,435

12. Independent examination fees

	2025 £	2024 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	1,200	1,200
Other financial services	5,271	5,271
	<u>6,471</u>	<u>6,471</u>

Jamia Al-Karam
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 August 2025

13. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2025	2024
	£	£
Wages and salaries	<u>260,018</u>	<u>237,552</u>

The average head count of employees during the year was 11 (2024: 11). The average number of full-time equivalent employees during the year is analysed as follows:

	2025	2024
	No.	No.
Number of employees	<u>11</u>	<u>11</u>

No employee received employee benefits of more than £60,000 during the year (2024: Nil).

14. Trustee remuneration and expenses

The Trustees received no remuneration or expenses for acting as trustees. During the year the total of expense reimbursed to the trustees, incurred in the course of acting as members of the charity, amounted to £Nil.

15. Tangible fixed assets

	Long leasehold property £	Fixtures and fittings £	Equipment £	Total £
Cost				
At 1 September 2024	976,242	236,662	244,166	1,457,070
Additions	88,308	9,431	3,802	101,541
At 31 August 2025	<u>1,064,550</u>	<u>246,093</u>	<u>247,968</u>	<u>1,558,611</u>
Depreciation				
At 1 September 2024	781,121	224,700	150,140	1,155,961
Charge for the year	33,910	3,209	14,674	51,793
At 31 August 2025	<u>815,031</u>	<u>227,909</u>	<u>164,814</u>	<u>1,207,754</u>
Carrying amount				
At 31 August 2025	<u>249,519</u>	<u>18,184</u>	<u>83,154</u>	<u>350,857</u>
At 31 August 2024	<u>195,121</u>	<u>11,962</u>	<u>94,026</u>	<u>301,109</u>

16. Debtors

	2025	2024
	£	£
Prepayments and accrued income	<u>30,916</u>	<u>29,907</u>

Jamia Al-Karam
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 August 2025

17. Creditors: amounts falling due within one year

	2025	2024
	£	£
Trade creditors	19,775	5,205
Accruals and deferred income	3,645	3,645
Social security and other taxes	3,347	3,041
	<u>26,767</u>	<u>11,891</u>

18. Analysis of charitable funds

Unrestricted funds

	At 1 September 2024 £	Income £	Expenditure £	At 31 August 20 25 £
Unrestricted Fund	<u>855,342</u>	<u>783,048</u>	<u>(712,477)</u>	<u>925,913</u>

	At 1 September 2023 £	Income £	Expenditure £	At 31 August 20 24 £
Unrestricted Fund	<u>814,306</u>	<u>643,309</u>	<u>(602,273)</u>	<u>855,342</u>

19. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2025 £
Tangible fixed assets	350,857	350,857
Current assets	<u>575,056</u>	<u>575,056</u>
Net assets	<u>925,913</u>	<u>925,913</u>

	Unrestricted Funds £	Total Funds 2024 £
Tangible fixed assets	301,109	301,109
Current assets	<u>554,233</u>	<u>554,233</u>
Net assets	<u>855,342</u>	<u>855,342</u>

Jamia Al-Karam
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 August 2025

20. Financial instruments

The carrying amount for each category of financial instrument is as follows:

	2025 £	2024 £
Financial assets measured at fair value through income and expenditure		
Financial assets measured at fair value through income and expenditure	<u>601,823</u>	<u>566,124</u>

21. Analysis of changes in net debt

	At 1 Sep 2024 £	Cash flows £	At 31 Aug 2025 £
Cash at bank and in hand	<u>536,217</u>	<u>34,690</u>	<u>570,907</u>

22. Related parties

The charity occupies premises owned by Jamia Al-Karam (Islamic Educational and Cultural Trust), a related charity with common trustees. On 31 December 2025, the charity entered into a seven-year lease agreement in respect of the Eaton Hall site at an initial annual rent of £6,000. The charity is responsible for the maintenance and insurance of the property.

During the year, grant funding was received from Muslim Charity Helping the Needy, an organisation in which certain trustees of the charity also serve as trustees. annum.