

Registered Charity No - 1121050  
Registered Company No - 6353941

## **ISLAMIC FORUM TRUST**

(A Company Limited by Guarantee)

### **REPORTS AND FINANCIAL STATEMENTS FOR THE 12 MONTHS ENDED 31 MAY 2022**

#### **ABACUS PARTNERS (LDN) LLP**

CHARTERED CERTIFIED ACCOUNTANTS & STATUTORY AUDITORS

UNIT A, ABBOTTS WHARF

93 STAINSBY ROAD

LONDON E14 6JL

**ISLAMIC FORUM TRUST**  
**(A Company Limited by Guarantee)**  
Financial statements  
**For the 12 months ended 31 May 2022**

**Directors/Trustees**

Mr Mohammad Hamid Hossain Azad  
Mr Abu Bokkor  
Mr Khondaker Raziuddin Ahmed  
Mr Abunur Muslehuddin Faradhi  
Mr Muhammad Nurul Matin Chowdhury  
Ms. Tahera Arju Islam  
Mr Muhammad Mustaq Ahmed  
Ms. Khaleda Begum

**Charity Registered No** 1121050  
**Company Registered No** 6353941

**Principal Office** London Muslim Centre  
3rd Floor  
38-44 Whitechapel Road  
London, E1 1JX

**Statutory Auditors** Abacus Partners (Ldn) LLP  
Unit A, Abbots Wharf  
93 Stainsby Road  
London, E14 6JL

**Bank** Al-Rayyan Bank  
44 Hans Crescent  
Knightsbridge  
London, SW1X 0LZ

**Solicitors** Saunders Roberts  
1 Crown Court, Bridge Street  
Evesham WR11 4RY

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**ISLAMIC FORUM TRUST**  
**(A Company Limited by Guarantee)**  
**Trustees' Report**  
**For the 12 months ended 31 May 2022**

We are pleased to present the report of notable works, together with financial statements of Islamic Forum Trust for the period of 1<sup>st</sup> June 2021 to 31<sup>st</sup> May 2022. In view of the never-ending growing challenges posed by the covid 19 pandemic and the social and economic crisis caused by war on Europe's doorstep, our dedicated trustees and volunteers have continued showing their utmost dedication and commitments to manage the charity's day to day affairs in line with our charity's aims and objectives.

**Constitutional Information:**

Islamic Forum Trust (IFT) is a charitable company limited by guarantee. The charity's objects and regulations are regulated by the Memorandum and Articles of Association incorporated on 28 August 2007.

**Registration Number**

Charity Registration No. 1121050 and company Registration No. 06353941

**Governance and Principal Officers:**

The charity is governed by a Board of Trustees (BoT) elected by the members to oversee the overall activities. One of the committee members is selected / elected as the chairperson to chair the Board meetings and oversee the management of the charity.

**Principle Officers:**

Mr Mohammad Hamid Hossain Azad – **Chairman**

Mr Muhammad Nurul Matin Chowdhury – **Secretary**

Mr Abu Bokkor – **Treasurer**

**Principal Objects of the Charity:**

- To promote the religious education of Muslims and non-Muslims in the Islamic faith.
- To promote justice and equality amongst all Muslims and non-Muslims irrespective of race, culture, and other differences.
- To relieve poverty and sickness of Muslims either in the UK or abroad.

ISLAMIC FORUM TRUST  
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Trustees' Report  
For the 12 months ended 31 May 2022

**Performance and Achievements:**

Islamic Forum Trust (IFT) continued to provide prayer and educational facilities to the local Muslim community in London, Birmingham, Bradford, Stoke-on-Trent, Manchester, Oldham, Northwich, and Newcastle at a nominal charge for the user groups. In return, the local user groups managed the upkeeping of the buildings and paid for the utilities. The Trust through its local volunteers/user groups organised open days, Islamic cultural exhibitions, seminars and interfaith programmes in its centres and mosques.

The Trust continued to facilitate religious and educational training programmes for its supporters and well-wishers to enhance their level of understanding of the Islamic faith and responsibilities to fellow communities in this reporting period. It supported a range of Islamic and other educational programmes organised in the centres throughout the country which included weekly study circles, Quran classes and study classes on manners and moralities, based on Islamic teachings, for men, women, youth, and children. It also facilitated parenting sessions to inform and educate parents on effective parenting from an Islamic perspective, British values and how to safeguard their children from social ills.

In order to challenge misunderstandings of Islam and Muslims and to strengthen relationships with wider society, the Trust supported the organising of open days and Islamic cultural exhibitions in its centres and other mosques. The supporters and volunteers of the trust provided food, new garments to homeless people, cleaned their estates, and visited other faith organisations in their locality as part of the My Neighbours Project, which is an annual program of the Trust.

IFT promoted equality, fairness, and justice by working with other multi-faith organisations and supported initiatives to tackle the increase in racism / Islamophobia and anti-Muslim hatred in the UK.

**Public Benefit**

The Trust provides religious facilities to Muslim communities and community development and welfare services to Muslim and wider communities in many parts of the UK at nominal or no cost. The formal education classes for children and adults are provided by local user groups which are heavily subsidised for the public. The trustees regularly engage in direct feedback from stakeholders to ensure that it is responding to local needs in the most efficient and effective way.

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Some IFT centres' facilities are available for hire at discounted rates for local community initiatives, thus creating greater accessibility for all. The user groups in IFT centres respond to wider issues facing the community, and it provides leadership in addressing issues of community tensions such as Islamophobia, racism, community safety and education.

### **Risk Management**

The Trustees identify risks associated with the activities of the Trust. The Trustees regularly review the Trust's position with respect to compliance, safeguarding, financial sustainability, reputation etc and have appropriately mitigated any possible risks.

### **Financial Review**

The Balance Sheet continues to be strong. We currently have a loan of £116,686 from MCA (2021: £336,686), which we have started repaying from January 2022. To do this we sold a property in Oldham, and now hope to be able to repay the remaining balance by next year. In addition to this, in 2021 we paid off our HSBC loan. Therefore, there will no longer be any loans classified under long-term lenders.

### **Reserves Policy**

The Board of Trustees have considered a Reserves Policy that allows for 6 months operation without any donations, to be an indicator of financial strength. They consider the Reserves at year-end to be exceeding this level. The majority of unrestricted reserves are tied up in assets which may not be immediately realisable, but the remaining balance of £349k is sufficient for operational continuity in any extended period of disturbance or shock factors, as we saw in the pandemic.

**ISLAMIC FORUM TRUST**  
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Trustees' Report  
For the 12 months ended 31 May 2022

**Strategy and plans for future periods**

The Trustees have agreed the following plans for the future:

- Improve governance at IFT by providing training for the trustees and improving the governing documents via an expert/consultancy for charities.
- Improve programme delivery by updating policies and procedures
- Develop a 2-year Strategic Plan beginning from July 2022
- Continue reviewing and improving the relationship with existing tenants and user groups.
- Conduct monitoring visits to IFT's centres and mosques in order to ensure transparency and accountability
- Provide proper centre management training to all centres
- Increase support to the poor and needy
- Support user groups to improve their service delivery and governance

**Trustee's responsibilities**

Company and charity law 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 charitable company and of the surplus or deficit of the charitable company for that period. In preparing those financial statements, the trustees are required to:-

1. Select suitable accounting policies and then apply them consistently.
2. Make judgments and estimates that are reasonable and prudent.
3. Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

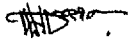
The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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Trustees' Report  
For the 12 months ended 31 May 2022

**Audit**

An independent audit was carried out by Abacus Partners (Ldn) LLP, Chartered Certified Accountants. The company is to dispense with the annual appointment of Independent Auditors. In the absence of a specific resolution to the contrary, Abacus Partners (Ldn) LLP will continue in office.

This report was approved by the trustees meeting on 16th October 2022 and signed on its behalf by the Chair of the Trust.



Mr Mohammad Hamid Hossain Azad  
Director / Chair of Trustees



**ISLAMIC FORUM TRUST**  
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Independent Auditor's Report  
**For the 12 months ended 31 May 2022**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ISLAMIC FORUM TRUST**

**Opinion**

We have audited the financial statements of Islamic Forum Trust for the period ended 31<sup>st</sup> May 2022, which comprise of the Statement of Financial Activity, the Statement of Financial Position, and the related Notes, including a summary of accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31<sup>st</sup> May 2022, and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

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Independent Auditor's Report  
For the 12 months ended 31 May 2022

**Other information**

The other information comprises the information included in the trustees' annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read other information and, in doing so consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report, including the Strategic Report, for the financial year for which the financial statements are prepared, is consistent with the financial statements; and
- the Strategic Report and the Trustees Annual Report has been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic report and the Trustees Annual Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**ISLAMIC FORUM TRUST**  
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Independent Auditor's Report  
**For the 12 months ended 31 May 2022**

**Responsibilities of trustees**

As explained more fully in the trustees' responsibilities statement, set out on page 4, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

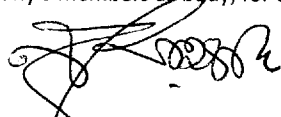
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Based on our understanding of the Company and sector, we have identified the principal risks of non-compliance with laws and regulations, and considered these in our assessment. We have considered the internal control environment, and the risks of management override and spurious expenditure. Audit procedures performed included, enquiry of management, inspection of supporting documentation, and testing a sample of regular and irregular entries posted during the year.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

**Use of our report**

This report is made solely to the charitable company's members as a body, in accordance with Chapter 3 of Part 16 of the Companies Acts 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinion we have formed.



N A Chowdhury (Senior Statutory Auditor)  
For and on behalf of Abacus LLP (LDN), Statutory Auditor  
Unit A, Abbots Wharf  
93 Stainsby Road  
London E14 6JL

16<sup>th</sup> October 2022

# **ISLAMIC FORUM TRUST**

(A Company Limited by Guarantee)

## **STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME & EXPENDITURE ACCOUNT** **FOR THE 12 MONTHS ENDED 31 MAY 2022**

|  | Notes | Unrestricted<br>£ | Restricted<br>£ | Total<br>2022<br>£ | Total<br>2021<br>£ |
|--|-------|-------------------|-----------------|--------------------|--------------------|
| <b><u>Incoming Resources</u></b>                       |       |                   |                 |                    |                    |
| Donations and legacies                                 | 4     | 51,481            | -               | 51,481             | 293,711            |
| Investment Income                                      | 5     | 221,171           | -               | 221,171            | 133,419            |
| Grants and other income                                | 6     | 1,885             | -               | 1,885              | 67,900             |
|  |       | <u>274,537</u>    | <u>-</u>        | <u>274,537</u>     | <u>495,029</u>     |
| <b><u>Resources Expended</u></b>                       |       |                   |                 |                    |                    |
| Investment Management Costs                            | 7     | 12,934            | -               | 12,934             | 13,645             |
| Direct Charitable expenditure                          | 8     | 39,726            | -               | 39,726             | 45,605             |
| Management and Administration                          | 9     | 36,689            | -               | 36,689             | 35,306             |
| <b>Total Resources Expended</b>                        |       | <u>89,348</u>     | <u>-</u>        | <u>89,348</u>      | <u>94,556</u>      |
| Net income from charity's activities                   |       | 185,189           | -               | 185,189            | 400,473            |
| Gains / (losses) on property Disposal                  |       | 60,988            | -               | 60,988             | -                  |
| <b>Net Movement before unrealised gains and losses</b> |       | <u>246,177</u>    | <u>-</u>        | <u>246,177</u>     | <u>400,473</u>     |
| Gains/(losses) on investment property revaluation      |       | -                 | -               | -                  | -                  |
| <b>Net Movement in Funds</b>                           |       | <u>246,177</u>    | <u>-</u>        | <u>246,177</u>     | <u>400,473</u>     |
| <b><u>Reconciliation of funds:</u></b>                 |       |                   |                 |                    |                    |
| Funds as at 1 June 2021                                |       | 4,617,654         | 3,385           | 4,621,039          | 4,220,566          |
| Funds as at 31 May 2022                                |       | <u>4,863,831</u>  | <u>3,385</u>    | <u>4,867,216</u>   | <u>4,621,039</u>   |

All the activities of the company are from continuing operations.

The notes on pages 11-16 form part of these financial statements.

**ISLAMIC FORUM TRUST**  
(A Company Limited by Guarantee)  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MAY 2022**

|  | Notes |                | <b>Total<br/>2022</b>   | <b>Total<br/>2021</b>   |
|--|-------|----------------|-------------------------|-------------------------|
|  |       | £              | £                       | £                       |
| <b><u>Fixed Assets:</u></b>                  |       |                |                         |                         |
| Freehold Land and Buildings                  |       |                | 1,575,748               | 1,589,232               |
| Investment Properties                        |       |                | 3,080,000               | 3,080,000               |
| Furniture, fixtures and fittings             |       |                | 4,269                   | 5,712                   |
|  | 10    |                | <u>4,660,017</u>        | <u>4,674,944</u>        |
| <b><u>Current Assets:</u></b>                |       |                |                         |                         |
| Other debtors                                | 11    | 148,881        |                         | 88,578                  |
| Cash at bank and in hand                     |       | 260,548        |                         | 255,892                 |
|  |       | <u>409,429</u> |                         | <u>344,470</u>          |
| <b><u>Current Liabilities:</u></b>           |       |                |                         |                         |
| Amount falling due within one year           | 12    | 85,544         |                         | 61,688                  |
| <b>Net Current Assets / (Liabilities)</b>    |       |                | <u>323,885</u>          | <u>282,782</u>          |
| <b>Total Assets less Current Liabilities</b> |       |                | <u>4,983,902</u>        | <u>4,957,725</u>        |
| <b><u>Creditors:</u></b>                     |       |                |                         |                         |
| Amount falling due after one year            | 13    |                | 116,686                 | 336,686                 |
| <b>Total Net Assets</b>                      |       |                | <u><u>4,867,216</u></u> | <u><u>4,621,039</u></u> |
| <b><u>Funds of the Charity</u></b>           |       |                |                         |                         |
| Unrestricted                                 |       |                | 4,863,831               | 4,617,654               |
| Restricted                                   |       |                | 3,385                   | 3,385                   |
| <b>Total Funds as at 31 May 2022</b>         |       |                | <u><u>4,867,216</u></u> | <u><u>4,621,039</u></u> |

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with FRS 102, "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

These financial statements were approved by the board of directors and authorised for issue on 16th October 2022, and are signed on behalf of the board by:



.....  
Mr Mohammad Hamid Hossain Azad  
Director / Chairman



.....  
Mr Abu Bokkor  
Director / Treasurer

The notes on pages 11-16 form part of these financial statements.

## **ISLAMIC FORUM TRUST**

(A Company Limited by Guarantee)

### **Notes to the accounts for the period ended 31 May 2022**

#### **1 General information**

Islamic Forum Trust (IFT) is a registered charity, and a Company limited by Guarantee, registered in England & Wales. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the companies charity information page of these financial statements.

#### **2 Statement of compliance**

These financial statements have been prepared in compliance with the provisions of SORP 2015 (FRS 102), section 1A, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

#### **3 Accounting Policies**

##### **3.1 Accounting convention:**

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 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) and the Companies Act 2006.

The financial statements are prepared in sterling, which is the functional currency of the entity.

##### **3.2 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.

- Donations and other income are recognised on receipt.
- Investment income is earned through holding property assets. The rental income is recognised as the charity's right to receive payment is established.
- Grants/Donations restricted to future accounting period are deferred and recognised in those periods.

##### **3.3 Allocation of cost:**

Costs are allocated between restricted and unrestricted funds in accordance with the resources allocated for the delivery of the activity they relate to, and the appropriate restricted or unrestricted income elements of those activities. There were no donor specified restrictions in the year. IFT does not partake in grant making activities.

##### **3.4 Support cost:**

Support costs are those functions that assist the work of the charity but are not directly 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.

##### **3.5 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 can be measured reliably.

##### **3.6 Tangible fixed assets and depreciation:**

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

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

|                                      |                         |
|--------------------------------------|-------------------------|
| Furniture and fittings and equipment | 20% on reducing balance |
|--------------------------------------|-------------------------|

Freehold and long leasehold properties are not depreciated as they are maintained to a high standard, thus extending their useful life.

## **ISLAMIC FORUM TRUST**

(A Company Limited by Guarantee)

### **Notes to the accounts for the period ended 31 May 2022**

#### **3.7 Funds:**

- Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. They comprise the accumulated surpluses and deficits in IFT's accounts.
- Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. IFT do not have designated funds, other than those tied up in fixed assets.
- Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors. The cost of raising and administering such funds are charged against the specific fund. IFT do not currently have any restricted funds.

#### **3.8 Incoming Resources**

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

#### **3.9 Pensions:**

The pension costs charged in the financial statements represent the defined contribution payable by the company during the year, on the basis of a constant percentage of pensionable earning.

#### **Incoming Resources**

| <b>4</b> | <b>Donations and legacies</b>    | <b>Unrestricted</b>   | <b>Restricted</b> | <b>2022</b>           | <b>2021</b>           |
|----------|----------------------------------|-----------------------|-------------------|-----------------------|-----------------------|
|          |                                  | <b>£</b>              | <b>£</b>          | <b>£</b>              | <b>£</b>              |
|          | General Donations                | 10,465                |                   | 10,465                | 283,681               |
|          | Centre contributions             | 4,480                 |                   | 4,480                 |                       |
|          | User Group Contributions         | 24,130                |                   | 24,130                | -                     |
|          | Gift Aid                         | 12,406                |                   | 12,406                | 10,030                |
|          |                                  | <u>51,481</u>         | <u>-</u>          | <u>51,481</u>         | <u>293,711</u>        |
| <b>5</b> | <b>Investment Income</b>         | <b>Unrestricted</b>   | <b>Restricted</b> | <b>2022</b>           | <b>2021</b>           |
|          |                                  | <b>£</b>              | <b>£</b>          | <b>£</b>              | <b>£</b>              |
|          | Rental Income                    | 221,167               |                   | 221,167               | 133,417               |
|          | Profit on Bank Balance           | 4                     |                   | 4                     | 2                     |
|          |                                  | <u>221,171</u>        | <u>-</u>          | <u>221,171</u>        | <u>133,419</u>        |
| <b>6</b> | <b>Grants and other Income</b>   | <b>Unrestricted</b>   | <b>Restricted</b> | <b>2022</b>           | <b>2021</b>           |
|          |                                  | <b>£</b>              | <b>£</b>          | <b>£</b>              | <b>£</b>              |
|          | Gain on disposal of fixed assets |                       |                   |                       | 42,086                |
|          | HMRC JRS                         | 1,885                 |                   | 1,885                 | 12,906                |
|          | Newham Council                   |                       |                   | -                     | 12,908                |
|          |                                  | <u>1,885</u>          | <u>-</u>          | <u>1,885</u>          | <u>67,900</u>         |
|          | <b>Total Income</b>              | <b><u>274,537</u></b> | <b><u>-</u></b>   | <b><u>274,537</u></b> | <b><u>495,029</u></b> |

# ISLAMIC FORUM TRUST

(A Company Limited by Guarantee)

Notes to the accounts for the period ended 31 May 2022

## Expenses Summary

| 7 | Investment Management Costs                   | Unrestricted | Restricted | 2022   | 2021   |
|---|---|--------------|------------|--------|--------|
|   |   | £            | £          | £      | £      |
|   | Property maintenance                          | 7,861        |            | 7,861  | -      |
|   | Insurance                                     | 4,953        |            | 4,953  | 4,867  |
|   | Legal fees                                    | 120          |            | 120    | 6,170  |
|   | Finance charges                               |              |            | -      | 2,608  |
|   |   | 12,934       | -          | 12,934 | 13,645 |
| 8 | Direct Charitable Expenditure                 | Unrestricted | Restricted | 2022   | 2021   |
|   |   | £            | £          | £      | £      |
|   | Rent, Rates and Water                         | 10,496       |            | 10,496 | 19,088 |
|   | Salaries, Eer's NIC and Pensions Note 15      | 25,946       |            | 25,946 | 19,966 |
|   | Electricity & Gas                             | 1,374        |            | 1,374  | 893    |
|   | Office insurance                              | 269          |            | 269    | -      |
|   | Cleaning & maintenance                        | 842          |            | 842    | 1,415  |
|   | Telephone and internet                        | 327          |            | 327    | 235    |
|   | Printing, postage and stationery              | 371          |            | 371    | 3,826  |
|   | Community Activities                          |              |            | -      | -      |
|   | COVID-19 assistance                           |              |            | -      | -      |
|   | Sundry Expenses                               | 101          |            | 101    | 183    |
|   |   | 39,726       | -          | 39,726 | 45,605 |
| 9 | Management And Administration                 | Unrestricted | Restricted | 2022   | 2021   |
|   |   | Funds        | Funds      | Total  | Total  |
|   |   | £            | £          | £      | £      |
|   | a) Support Cost:                              |              |            |        |        |
|   | Rent, Rates and Water                         | 3,499        |            | 3,499  | 6,363  |
|   | Salaries, Eer's NIC and Pensions Note 15      | 17,056       |            | 17,056 | 15,396 |
|   | Admin support staff                           | 1,640        |            | 1,640  | -      |
|   | Office insurance                              | 90           |            | 90     | -      |
|   | Telephone and internet                        | 491          |            | 491    | 352    |
|   | Electricity & Gas                             | 458          |            | 458    | 298    |
|   | Cleaning & maintenance                        | 281          |            | 281    | 472    |
|   | Printing, postage and stationery              | 124          |            | 124    | 1,275  |
|   | IT software and consumables                   | 345          |            | 345    |        |
|   | Bank and Credit Card Charges                  | 27           |            | 27     | 164    |
|   | Depreciation of fixture, fittings & equipment | 1,443        |            | 1,443  | 1,655  |
|   |   | 25,453       |            | 25,453 | 25,974 |
|   | b) Governing Cost:                            |              |            |        |        |
|   | Salaries, Eer's NIC and Pensions Note 15      | 5,686        |            | 5,686  | 5,132  |
|   | Legal fees                                    | 1,950        |            | 1,950  |        |
|   | Accountancy Fees                              | 1,200        |            | 1,200  | 2,100  |
|   | Auditor Remuneration                          | 2,400        |            | 2,400  | 2,100  |
|   |   | 11,236       | -          | 11,236 | 9,332  |
|   |   | 36,689       | -          | 36,689 | 35,306 |
|   | Total Expenses                                | 89,348       | -          | 89,348 | 94,557 |



**ISLAMIC FORUM TRUST**

(A Company Limited by Guarantee)

**Notes to the accounts for the period ended 31 May 2022**

**10 Tangible Fixed Assets:**

|  | Freehold<br>Land &<br>Buildings<br>£ | Investment<br>Property<br>£ | Fixtures, Fittings<br>& Equipment<br>£ | Total<br>£       |
|--|--------------------------------------|-----------------------------|--|------------------|
| At Cost or valuation 1 August 2021                   | 1,589,232                            | 3,080,000                   | 63,627                                 | 4,732,859        |
| Additions  |                                      |                             |  | -                |
| Disposals  | (13,484)                             |                             |  | (13,484)         |
| FV Gains/(losses) on Investment Property revaluation |                                      |                             |  | -                |
| Transfers to Investment property                     |                                      |                             |  | -                |
|  | <u>1,575,748</u>                     | <u>3,080,000</u>            | <u>63,627</u>                          | <u>4,719,375</u> |
| Depreciation b/fwd.                                  | -                                    | -                           | 57,915                                 | 57,915           |
| Depreciation for the year                            |                                      |                             | 1,443                                  | 1,443            |
| Depreciation on disposal                             |                                      |                             |  | -                |
|  | <u>-</u>                             | <u>-</u>                    | <u>59,358</u>                          | <u>59,358</u>    |
| Net book value at 31 May 2022                        | <u>1,575,748</u>                     | <u>3,080,000</u>            | <u>4,269</u>                           | <u>4,660,017</u> |
| Net book value at 31 May 2021                        | <u>1,589,232</u>                     | <u>3,080,000</u>            | <u>5,712</u>                           | <u>4,674,944</u> |

The net book value of tangible fixed assets investment comprised of:

|   | <b>2022</b><br>£     | <b>2021</b><br>£     |
|---|----------------------|----------------------|
| <u>Investment properties:</u>                   |                      |                      |
| Compass House, Neville Street                   | 1,200,000            | 1,200,000            |
| 169 Mile End Road                               | <u>1,880,000</u>     | <u>1,880,000</u>     |
|   | <u>3,080,000</u>     | <u>1,880,000</u>     |
| <br><u>Fair Value reconciliation</u>            | <br><b>2022</b><br>£ | <br><b>2021</b><br>£ |
| Cost of investment Properties                   | 3,080,000            | 3,080,000            |
| Gains / (losses) on revaluation of Fixed assets | <u>-</u>             | <u>-</u>             |
|   | <u>3,080,000</u>     | <u>3,080,000</u>     |

The Trustees have not considered that any fair value adjustments are required for the period. The investment property continued to have the same tenant, and there was no indication of a decrease in rental potential.

**11 Other Debtors:**

|                        | <b>2022</b><br>£ | <b>2021</b><br>£ |
|------------------------|------------------|------------------|
| Loan debtors           | 37,380           | 46,114           |
| Rent and other debtors | 111,501          | 42,334           |
| Pensions               |                  | 128              |
|                        | <u>148,881</u>   | <u>88,576</u>    |

**12 Creditors: Amount Falling Due Within One Year**

|                              | <b>2022</b><br>£ | <b>2021</b><br>£ |
|------------------------------|------------------|------------------|
| Rent Deposits                | 35,375           | 35,375           |
| MCA subscriptions            | 29,823           |                  |
| Accruals and deferred income | 7,200            | 9,240            |
| Payroll, paye and pensions   | 1,445            | 3,372            |
| Private Loans                | <u>11,700</u>    | <u>13,700</u>    |
|                              | <u>85,544</u>    | <u>61,688</u>    |

**ISLAMIC FORUM TRUST**

(A Company Limited by Guarantee)

**Notes to the accounts for the period ended 31 May 2022**

|  |                |                |
|--|----------------|----------------|
| <b>13 Creditors: Amount Falling Due After More Than One Year</b> | 2022           | 2021           |
|  | £              | £              |
| MCA and Other Creditors  | 116,686        | 336,686        |
| Bank Loan  |                |                |
|  | <u>116,686</u> | <u>336,686</u> |

**14 Private Loans:**

Private Loans are from individual donors, at an interest-free rate, without any security exchanged. The loans are repayable on demand, and therefore do not comprise a financing transaction (all under short-term creditors), and are not required to be discounted to present value.

|   |                 |                 |
|---|-----------------|-----------------|
| <b>15 Staff Emoluments:</b>                             | 2022            | 2021            |
|   | £               | £               |
| Total wages and salaries                                | 47,522          | 39,580          |
| Employer's NIC  | 116             | 38              |
| Employer's Pension                                      | 1,051           | 875             |
|   | <u>48,689</u>   | <u>40,494</u>   |
| <br>Direct Charitable                                   | <br>25,947      | <br>19,966      |
| Others  | <u>22,742</u>   | <u>20,528</u>   |
|   | <u>48,689</u>   | <u>40,494</u>   |
| <br>Avg No of employees: Admin                          | <br>1           | <br>1           |
| Avg No of employees: Direct                             | <u>1</u>        | <u>1</u>        |
|   | <u>2</u>        | <u>2</u>        |
| <br>Employees paid in excess of £60,000 during the year | <br><u>None</u> | <br><u>None</u> |

|   |                |                  |                  |              |                  |
|---|----------------|------------------|------------------|--------------|------------------|
| <b>16 Movement in Funds</b>                     | Unrestricted   | Designated       | Unrestricted     | Restricted   | Total            |
|   | Fund           | Fund             | Total            | Fund         | Fund             |
|   | £              | £                | £                | £            | £                |
| <b>As at 1 June 2021</b>                        | 293,096        | 4,324,558        | 4,617,654        | 3,385        | 4,621,039        |
| Current year surplus/(deficit)                  | 246,177        |                  | 246,177          | -            | 246,177          |
| Gains / (losses) on revaluation of Fixed assets |                | -                | -                | -            | -                |
| Current year transfer                           | (190,573)      | 207,073          | -                | -            | -                |
| <b>As at 31 May 2022</b>                        | <u>348,700</u> | <u>4,531,631</u> | <u>4,863,831</u> | <u>3,385</u> | <u>4,867,216</u> |

Total funds include £111,501 (2021: £88,448) receivable from rental and loan debtors. Approximately £4.5m (2021: £4.3m) of designated funds are tied up in fixed assets. Free reserves available for the charity's continuing operation are £349k (2021: £103k), which is estimated to cover over 6 months of operational costs, thus meeting the entity's Reserve policy requirements.

**ISLAMIC FORUM TRUST**

(A Company Limited by Guarantee)

**Notes to the accounts for the period ended 31 May 2022**

**17 Control:**

The members of the Shoora Council of the Muslim Community Association (MCA), are also the members of Islamic Forum Trust. MCA is an unincorporated organisation.

**18 Auditor's Remuneration:**

|   | 2022         | 2021         |
|---|--------------|--------------|
|   | £            | £            |
| Auditor's Remuneration for the audit of the charity's annual accounts | <u>2,400</u> | <u>2,100</u> |
| Fees Payable to the charity's auditor for non-audit services          | <u>1,200</u> | <u>2,100</u> |

**19 Related Party Transactions**

At the year-end IFT continued to have a loan balance outstanding with MCA as below:

|                              |         | 2022           | 2021           |
|------------------------------|---------|----------------|----------------|
| Name                         | Details | £              | £              |
| Muslim Community Association | Loan    | <u>116,686</u> | <u>266,686</u> |

**20 Trustees' Remuneration:**

Trustees were not reimbursed any expenses during the period (2021 - £nil).

**21 Contingent Liabilities**

The charity had no contingent liabilities as at 31 May 2022 or at 31 May 2021.

**22 Post Balance Sheet Events**

In September 2022, IFT re-negotiated the terms of its loan with MCA, with the agreement that the entirety of the loan be repaid by 30th August 2023.

**23 Taxation**

The entity is a registered charity, and is subsequently entitled to tax exemptions.

**24 Gifts In Kind And Volunteers**

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

**25 Financial Commitments**

The Charity had no capital or other contractual commitments as at 31.05.2022.

**26 Going concern**

The Trustees have taken into account the entity's projections for 12 months from the signing of these financial statements, in confirming their assessment of going concern. The Trustees believe the Going Concern presentation is still valid, considering there are no institutional debt obligations, and the unrestricted reserves at the time of signing the accounts, can comfortably sustain the organisation for another year, in case of any unforeseen disruption.

