

**AL-ZAHRA FOUNDATION**

REGISTERED CHARITY NUMBER 1122126

**FINANCIAL STATEMENT  
FOR THE YEAR ENDED 5TH APRIL 2022**

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**AL-ZAHRA FOUNDATION  
FINANCIAL STATEMENT  
FOR THE YEAR ENDED 5TH APRIL 2022**

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# AL-ZAHRA FOUNDATION

FOR THE YEAR ENDED 5TH APRIL 2022

## TRUSTEE'S ANNUAL REPORT

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The trustees present their report and accounts for the year ended 5th April 2022. The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document the Charities Act 2011 and the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard FRS 102 issued in 2014.

### Principal activities

The organisation has a charitable status, and provide, religious, recreational, & Social facilities in particular but not exclusively to Shia Ithnaasheri Community and people with disabilities in the interest of social welfare with the aim of improving the conditions of life of such people.

### Tax status

Al-Zahra is a registered charity and exempt from any corporation Taxes or income tax.

### Recruitment and training of Trustees

The Board of Trustees consists of six members who are recruited from within the community. Role descriptions are issued to each trustee and a full induction is given setting out the obligations of a trustee. All the trustees are issued with a copy of the Charity Commission's guide 'The Essential Trustee'.

### Organisational structure

The Charity is principally UK based, and its registered office is in Nottingham. The Charity has no partner organisations with whom it delivers its programmes in Nottingham

### New ventures and Projects

- A. The charity hire out the hall premises to local non member Shia Community of Nottingham.
- B. We have started providing the sports facility to the community i.e badminton facility to adults Male and female and Kick boxing to children.

### Financial review

#### Principal sources of funding

The principal source of funding for the Charity is Donations and Khums from the community.

#### Reserves policy

The Trustees have established a policy whereby, given the charity's present level and nature of activities, the restricted funds not committed or invested in intangible and tangible fixed assets ("the free reserves") held by the Charity. At this level the Trustees feel that they would be able to continue the current activities the current activities of the Charity in the event of a significant drop in funding. It would obviously be necessary to consider how the funding would be replaced as activities changed.

The level of free reserves (if any) will be held at the balance sheet which reflects the funds received by donors or other funders shortly before the year end which were utilised early in the new year. In addition, these donations are retained and utilised systematically to support necessary projects during the next twelve Months.

## AL-ZAHRA FOUNDATION

### FOR THE YEAR ENDED 5TH APRIL 2022

#### Statement of Trustees' responsibilities

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The charity's trustees are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and regulations.

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and the income and expenditure 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;
- make judgements and accounting 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 adequate accounting records that are sufficient to show and explain the charity's transactions and 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 applicable Charity (Accounts and Reports) Regulations, 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.



GHULAM ABBAS  
TRUSTEE

22/06/2022

# AL-ZAHRA FOUNDATION

## INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

I report on the accounts of the charity, which are set out on page 5 & 6.

### Respective responsibilities of trustees and Examiner

The trustees of Al-Zahra Foundation are responsible for the preparation of the accounts, the trustees consider that an Audit is not required for this year under section 144(2) of the Charities Act 2011 and that an Independent examination is needed.

It is my responsibility to:

1. Examine the accounts under section 145 of the 2011 Act
2. Follow the procedure laid down in the general direction given by the charity commissioners under section 145(5)(b) of the 2011 Act; and

State whether particular matters have come to my attention.

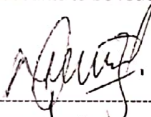
### Basis of independent examiner's report

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 and 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 matters set out in the statement below.

Our work was conducted in accordance with the statement of standards of reporting accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the charity, and making such limited enquires of the officers of the charity as we considered necessary for the purpose of the reporting. These procedures provided only the assurance expressed in our opinion.

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

1. which gives me reasonable cause to believe that in any material respect the requirement:
  - . 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.



Qazi Naveed Arshad

Solutions Accountants &  
Financial Services Ltd

149 Radford Road Nottingham NG7 5EH

22/06/2022

**AL-ZAHRA FOUNDATION**  
Registered Charity Number 1122126  
**FOR THE YEAR ENDED 5TH APRIL 2022**  
**INCOME & EXPENDITURE ACCOUNT**

	Note	Unrestricted funds	Restricted Funds	Total Funds 2022	Total Funds 2021
		£	£	£	£
<b>INCOME AND ENDOWMENTS FROM</b>					
Donation, Friday collections & similar Income		42,850	7,171	50,021	50,315
Government Grant		-	-	-	10,000
HMRC Gift Aid		4,480	-	4,480	0
Khums		-	3,363	3,363	1,561
<b>Total Incoming Resources</b>		<b>47,330</b>	<b>10,534</b>	<b>57,864</b>	<b>61,876</b>
<b>EXPENDITURE ON</b>					
Cost of generating funds		-	-	-	-
Charitable activities	1	20,949	7,982	28,931	17,959
Governance costs	2	26,574	-	26,574	19,355
<b>TOTAL</b>		<b>47,523</b>	<b>7,982</b>	<b>55,505</b>	<b>37,314</b>
<b>NET ( EXPENDITURE)</b>				<b>2,359</b>	<b>24,562</b>
Investment (deficits)/surpluses		-	-	-	-
<b>Net Movement in funds before Transfers</b>					
Gross Transfers between funds		-	-	-	-
<b>Net ( Expenditure for the year )</b>		-	-	<b>2,359</b>	<b>24,562</b>
Total funds brought forward		-	-	308,057	283,495
<b>Total funds carried forward</b>		<b>-</b>	<b>-</b>	<b>310,416</b>	<b>308,057</b>

**AL-ZAHRA FOUNDATION**  
**BALANCE SHEET**  
Registered Charity Number 1122126  
FOR THE YEAR ENDED 5TH APRIL 2022

	Note	2022	2022	2021
		£	£	£
<b>Fixed Assets</b>				
Freehold Property	2	316,100		316,100
Fixture & Furniture		4,089		4,515
Computer & Television		2,002		863
		<u>322,191</u>		<u>321,478</u>
<b>Current Assets</b>				
Debtors		757		1,358
Cash at Banks and in hand	5	45,214		51,767
<b>Total Assets</b>		<u>45,971</u>		<u>53,125</u>
<b>Creditors: Amounts Falling due within one year</b>	6	902		1,046
			<b>367,260</b>	373,557
<b>Total Assets less current liabilities</b>			367,260	373,557
<b>Long Term Liabilities</b>	4		56,988	65,500
<b>Net Assets: Total Assets less Total Liabilities</b>			<u><u>310,272</u></u>	<u><u>308,057</u></u>
<b>FUNDS</b>				
Accumulated Surplus Account	3		310,272	308,057
<b>TOTAL FUNDS</b>			<u><u>310,272</u></u>	<u><u>308,057</u></u>

**EXEMPTION STATEMENT**

The trustees of Al-Zahra Foundation are responsible for the preparation of the accounts, the trustees consider that an Audit is not required for this year under section 144(2) of the Charities Act 2011 and that an Independent examination is needed.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime set out in Part 15 of the Companies Act 2006. The trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 and Charities Act 2011 with respect to accounting records and preparation of accounts. These financial statements were approved by the Board of Trustees and are signed on their behalf by:

**TRUSTEE**  
**GHULAM ABBAS**

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22/06/2022

The notes on page 7,8,9 form part of this financial statement.



**AL-ZAHRA FOUNDATION**  
**Notes forming part of these financial statements**  
**FOR THE YEAR ENDED 5TH APRIL 2022**

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**Notes**

**ACCOUNTING POLICIES**

**1 Basis of Preparation**

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts. The financial statements have been prepared in accordance with the requirements of the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Ireland FRS102 issued in 2014( as updated through Update Bulletin 1 published on 2 February 2016, and the Charities Act 2011. The company is exempt from preparing a Cash Flow Statement because it is a small entity as defined by Charities SORP (FRS102).

**Tax status**

Al-Zahra Foundation has a charitable status hence do not attract any Taxes.

**Trustees remuneration**

None of the trustee are paid wages or any benefit in kind.

**Funds structure**

The charity has restricted and unrestricted funds. Restricted funds are categorised as restricted based on the donors' restrictions on the projects for which they must be used.

**Income recognition**

All income is recognised once the charity has received the funds. The Trustees consider this to be the appropriate and prudent principle.

**Expenditure recognition**

Expenditure is recognised when the funds have been disbursed. The charity follows a strict evaluation and approval procedure for charitable expenditure and funds are disbursed immediately upon approval.

**Income and endowments**

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- . Voluntary income is received by way of donations and gifts and is included in full in the Statement of Financial Activities when receivable.
- . HMRC Gift aid has been claimed .

**Depreciation**

Depreciation is has been charged on reducing balance method

The following rates has been used to write-off the asses:-

Fixtures & fittings 6% per annum

Computer & LCD 18% per annum

**Information regarding trustees and employees remuneration**

The trustees received no remuneration in the year (2020 - 21).

The average number of people employed by the charity during the year was nil (2020-21).



**Notes forming part of these financial statements  
FOR THE YEAR ENDED 5TH APRIL 2022**

**Notes**

**Net incoming resources**

Net incoming resources  
are stated after charging

	£	£
	2022	2021
<b>1 Charitable activities</b>		
Food provided at Al-Zahra foundation	12,829	390
Ramdan and Muharram Programme, SWD	2,111	7,000
Travel	-	-
Lecturers Pay	2,070	4,565
Books	-	-
Self employed scholar/Imam	6,050	1,345
Funeral Services (Restricted)	5,871	4,659
	<u>28,931</u>	<u>17,959</u>

	2022	2021
<b>2 Governance cost</b>		
Mortgage Interest	3,120	2,640
Heat & Light, Telephone	3,345	1,538
Maintenance	1,303	6,925
Water, Rates & waste collection	821	721
Bank Charges	-	36
BBL Interest	237	-
Insurance	1,438	1,981
Miscellaneous	827	555
Paye	510	627
Wages & Subcontracts	13,500	2,855
Computer Expenses	403	553
Depreciation	520	375
Professional & Accountancy	550	550
	<u>26,574</u>	<u>19,355</u>

**FIXED ASSETS**

	Fixture & Furniture	Free Hold Property	Computers & TV	TOTAL
<b>2 COST</b>				
06/04/2021	14,395	316,100	1,785	332,280
Additions / Disposal		-	1,209	1,209
05/04/2022	14,395	316,100	2,994	333,489
<b>Depreciation</b>				
Accumulated	10,045		733	10,778
Charge for the Year	261		259	520
as at 05/04/2022	10,306		992	11,298
<b>Net Book Value</b>				
05/04/2022	4,089	316,100	2,002	322,191
06/04/2021	4,350	316,100	1,052	321,502

**Notes forming part of these financial statements  
FOR THE YEAR ENDED 5TH APRIL 2022**

Notes	Restricted funds	2022	2021
3			
	At April 6, 2020 and April 05, 2021	NIL	NIL
	<b>Unrestricted Funds</b>		
	Opening Balance 06/04/2020	307,913	283,495
	Deficit/Surplus 05/04/2021	2,359	24,418
	<b>Balance</b>	<b>310,272</b>	<b>307,913</b>
4	<b>Long term Liabilities</b>		
	Opening Balance	45,500	45,500
	Paid back to Zohra Shabiri	6,140	-
	BBL	17,628	20,000
		<b>56,988</b>	<b>65,500</b>
5	<b>Closing Balance</b>		
	current a/c	2,441	32,118
	Saving Account	32,604	11,384
	Urdu Committee	5,566	3,718
	Arabic Community	-	2,500
	Star Academy	2,231	1,201
	Ladies Committee	1,526	
	Cash	846	846
		<b>45,214</b>	<b>51,767</b>
6	<b>Short term liabilities</b>		
	Accountancy	550	550
	Other Creditors/ Utilities	352	496
	<b>Total s/t liabilities</b>	<b>902</b>	<b>1,046</b>