

Company registration number: 6489199

Charity registration number: 1123222

HMCT

(A company limited by guarantee)

Annual Report and Financial Statements

For the year ended 31st January 2022

Tariq Khan & Co
Chartered Certified Accountants
60 Birch Hall Lane
Manchester
M13 0XL

HMCT

Contents

| | |
|--|---------|
| Reference and Administrative Details | 1 |
| Trustees' Report | 2 to 3 |
| Independent examiner's report | 4 |
| Statement of financial activities | 5 |
| Balance Sheet | 6 |
| Notes to the financial statements | 7 to 11 |
| The following page does not form part of the statutory financial statements: | |
| Statement of financial activities per fund | 12 |

HMCT

Reference and Administrative Details

| | |
|------------------------------------|--|
| Charity name | HMCT |
| Charity registration number | 1123222 |
| Company registration number | 6489199 |
| Principal office | Mersey House Battersea Road Heaton Mersey Stockport SK4 3EA |
| Registered office | Mersey House Battersea Road Heaton Mersey Stockport SK4 3EA |
| Trustees | Mr. Ramzan Mohammed Mr. Mohammed Riaz Mr. Gulnazir Khan Mr. Muhammad Tayyab Mohiuddin Mr. Muhammad Sadiq |
| Secretary | Mr. Shahzad Sadiq |
| Bankers | HSBC Bank plc. 760 Wimslow Road Didsbury Manchester M20 2DP |
| Accountants | Tariq Khan & Co Chartered Certified Accountants 60 Birch Hall Lane Manchester M13 0XL |

HMCT

Trustees' Report

The trustees present their report and the financial statements for the year ended 31 January 2022. The trustees who are also directors for the purpose of company law who served during the year and up to the date of this report are set out on page 1.

Structure, governance, and management

Objectives and activities

Primary objectives and activities of the charity are to provide religious education, training, and related community services for the local community living within Stockport and outskirts and there has been no change during the year.

Achievements and performance

Charity is meeting all its objectives as set above.

Financial review

Financial position of the company is fairly strong as ever. All objectives are being met and according to the set budgets. Donations to other UK based charities were made during year.

Statement as to disclosure of information to reporting accountants

In so far as the trustees are aware:

- there is no relevant accounts information of which the charity's accountants are unaware: and
- the trustees have taken all steps that they ought to have taken to make them aware of any relevant accounts information and to establish that the accountants are aware of that information.

Statement of trustees' responsibilities

The trustees are responsible for preparing the annual report and the financial statements in accordance with applicable law and UK Generally Accepted Accountancy Practices.

Company 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 charity and of the surplus or deficit 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;

HMCT

Trustees' Report (Continued)

-make judgements and estimates that are reasonable and prudent; and

-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 which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Small company provisions

This report has been prepared in accordance with the small companies' regime under the Companies Act 2006.

Approved by the Board 16th July 2022 and signed on its behalf by:

.....

Mr.Shahzad Sadiq
Secretary

Independent Examiner's Report to the Trustees of

HMCT

I report on the accounts of the company for the year ended 31 January 2022, which are set out on pages 5 to 11.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 43(2) of the Charities Act 1993 (the 1993 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 43 of the 1993 Act;
- follow the procedures laid down in the General Directions given by the Charity Commission under section 43(7) (b) of the 1993 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 386 of the Companies Act 2006; and

-to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 386 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice, Accounting and Reporting by Charities 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.

Tariq Khan
Tariq Khan & Co
Chartered Certified Accountants
16th July 2022

60 Birch Hall Lane
Manchester
M13 0XL

HMCT

Statement of Financial Activities (including Income and Expenditure Account) for the year ended 31 January 2022

| | | Unrestricted Funds | Total Funds 2022 | Total Funds 2021 |
|---|------|-----------------------|---------------------|---------------------|
| | Note | £ | £ | £ |
| Incoming resources | | | | |
| Incoming resources from generated funds | | | | |
| Voluntary income | 2 | 72,514 | 72,514 | 29,032 |
| Subscriptions | | 580 | 580 | 520 |
| Gift Aid & Grants | 3 | <u>2,926</u> | <u>2,926</u> | <u>7,398</u> |
| Total incoming resources | | <u>76,020</u> | <u>76,020</u> | <u>36,950</u> |
| Resources expended | | | | |
| Costs of generating funds | | | | |
| Costs of generating voluntary income | 4 | <u>53,814</u> | <u>53,814</u> | <u>36,569</u> |
| Total resources expended | | <u>22,206</u> | <u>22,206</u> | <u>36,569</u> |
| Net movements in funds | | 22,206 | 22,206 | 381 |
| Total funds brought forward | | <u>594,030</u> | <u>594,030</u> | <u>593,649</u> |
| Total funds carried forward | | <u>616,236</u> | <u>616,236</u> | <u>594,030</u> |

The notes on pages 7 to 12 form an integral part of these financial statements.

HMCT (Registration number: 6489199)**Balance Sheet as at 31 January 2022**

| | Note | 2022 | | 2021 | |
|--|------|------|-----------------------|------|-----------------------|
| | | £ | £ | £ | £ |
| Fixed assets | | | | | |
| Tangible assets | 9 | | 519,221 | | 520,568 |
| Current assets | | | | | |
| Cash at bank and in hand | | | 98,358 | | 77,730 |
| Prepayments | 10 | | <u>-</u> | | <u>-</u> |
| | | | 98,358 | | 77,730 |
| Creditors: Amounts falling due within one year | 11 | | <u>1,343</u> | | <u>4,268</u> |
| Net current assets | | | <u>97,015</u> | | <u>73,462</u> |
| Total assets less current liabilities | | | 616,236 | | 594,030 |
| Creditors: Amounts falling due after more than one year | | | <u>-</u> | | <u>-</u> |
| Net assets | | | <u>616,236</u> | | <u>594,030</u> |
| The funds of the charity: | | | | | |
| Unrestricted funds | | | | | |
| Other reserves | | | 594,030 | | 593,649 |
| Unrestricted income funds | | | <u>22,206</u> | | <u>381</u> |
| Total unrestricted funds | | | <u>616,236</u> | | <u>594,030</u> |
| Total charity funds | | | <u>616,236</u> | | <u>594,030</u> |

For the financial year ended 31 January 2022, the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the charity to obtain an audit of its accounts 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 accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board on 16th July 2022 and signed on its behalf by:

Mr Shahzad Sadiq
Secretary

Mr Ramzan Mohammed
Director

The notes on pages 7 to 12 form an integral part of these financial statements.

HMCT

Notes to the Financial Statements for the year ended 31st January 2022

1. Accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice' Accounting and Reporting by Charities (SORP 2005)', issued in March 2005, the Financial Reporting Standard for Smaller Entities (effective April 2008) and the Companies Act 2006.

Fund accounting policy

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Further details of each fund are disclosed in note 14.

Incoming resources

Voluntary income including donations and grants that provide core funding are of a general nature and is recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability.

Resources expended

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on accruals basis and has been classified under headings that aggregate all costs related to that category.

Costs of generating funds are the costs associated with attracting voluntary income.

During the year, HMCT mainly continued supporting a local charity to provide help to disadvantaged sector of community anywhere in the World.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, and per capita staff costs by the time spent and other costs by their usage.

Fixed assets

Individual fixed assets are initially recorded at historic cost and periodic valuation is seldom taken.

Depreciation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Plant and machinery 20% on reducing balance basis

HMCT

Notes to the Financial Statements for the year ended 31st January 2022

.....continued

2. Voluntary income

| | Unrestricted Funds | Total Funds | Total Funds |
|-------------------------------|-----------------------|---------------|---------------|
| | | 2022 | 2021 |
| | £ | £ | £ |
| Donations and legacies | | | |
| Appeals and donations | 72,514 | 72,514 | 29,032 |
| Other Income | - | - | - |
| Subscriptions | <u>580</u> | <u>580</u> | <u>520</u> |
| | <u>73,094</u> | <u>73,094</u> | <u>29,552</u> |

3. Grants receivable & Gift Aid

| | Unrestricted Funds | Total Funds | Total Funds |
|-------------------|-----------------------|--------------|--------------|
| | | 2022 | 2021 |
| | £ | £ | £ |
| Gift Aid & Grants | <u>2,926</u> | <u>2,926</u> | <u>7,393</u> |

4. Total resources expended

| | Donations and legacies 2022 | Total 2021 |
|---|-----------------------------------|---------------|
| | £ | £ |
| Direct costs | | |
| Establishment costs | 11,607 | 10,834 |
| Employment costs | 12,088 | 13,038 |
| Repairs and maintenance | 382 | 475 |
| Printing, posting and stationery | - | 26 |
| Subscriptions and donations | 27,215 | 4,690 |
| Advertising and promotion | - | - |
| Accountancy & professional charges | 1,000 | 6,067 |
| Depreciation & profit/loss on tangible fixed assets | <u>1,522</u> | <u>1,439</u> |
| | <u>53,814</u> | <u>36,569</u> |

5. Trustees' remuneration and expenses

No trustees received any remuneration during the year.

Notes to the Financial Statements for the year ended 31st January 2022

.....continued

6. Net income

Net income is stated after charging:

| | 2022 | 2021 |
|---|--------------|--------------|
| | £ | £ |
| Depreciation of tangible fixed assets | 1,167 | 1,459 |
| Profit/Loss on disposal of fixed assets | <u>355</u> | <u>-20</u> |
| | <u>1,522</u> | <u>1,439</u> |

7. Employees' remuneration

The aggregate payroll costs of these persons were as follows:

| | 2022 | 2021 |
|--------------------|---------------|---------------|
| | £ | £ |
| Wages and salaries | <u>12,088</u> | <u>13,038</u> |

No employee received emoluments of more than 60,000 during the year (2021-same)

8. Taxation

The company is a registered charity and is, therefore, exempt from UK company taxation.

HMCT

Notes to the Financial Statements for the year ended 31st January 2022

.....continued

9. Tangible fixed assets

| | Freehold interest in land and buildings (including heritage assets) | Fixtures, fittings and equipment | Total |
|---------------------------|---|--|----------------|
| Cost | £ | £ | £ |
| As at 1 February 2021 | 514,376 | 10,991 | 525,367 |
| Additions | - | 565 | 565 |
| Disposals during the year | - | (745) | (745) |
| | <u>514,376</u> | <u>10,811</u> | <u>525,187</u> |
| Depreciation | | | |
| As at 1 February 2021 | - | 4,799 | 4,799 |
| Disposal during the year | - | - | - |
| Charge for the year | <u>-</u> | <u>1,167</u> | <u>1,167</u> |
| As at 31 January 2022 | <u>-</u> | <u>5,966</u> | <u>5,966</u> |
| Net book value | | | |
| As at 31 January 2022 | <u>514,376</u> | <u>4,845</u> | <u>519,221</u> |
| As at 31 January 2021 | <u>514,376</u> | <u>6,192</u> | <u>520,568</u> |

10. Prepayments

| | 2022 £ | 2021 £ |
|----------|-----------|-----------|
| Advances | - | - |

11. Creditors: Amounts falling due within one year

| | 2022 £ | 2021 £ |
|-------------------------------------|--------------|--------------|
| Trade creditors | 343 | 2,768 |
| Accruals and deferred income | | |
| Accountancy charges | <u>1,000</u> | <u>1,500</u> |
| | <u>1,343</u> | <u>4,268</u> |

12. Members' liability

The charity is a private company limited by guarantee and consequently does not have a share capital. Each member is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

HMCT

Notes to the Financial Statements for the year ended 31st January 2022

.....continued

13. Related parties

Controlling entity

The charity is controlled by the trustees who are also directors of the company.

14. Analysis of funds

| | At 1 st February 2021 | Incoming resources | Resources expended | At 31 st January 2022 |
|---|--|-----------------------|-----------------------|--|
| | £ | £ | £ | £ |
| General Funds Unrestricted income fund | <u>594,030</u> | <u>76,020</u> | <u>(53,814)</u> | <u>616,236</u> |

15. Net assets by fund

| | Unrestricted Funds | Total Funds 2022 | Total Funds 2021 |
|--|-----------------------|-----------------------|-----------------------|
| | £ | £ | £ |
| Tangible assets | 519,221 | 519,221 | 520,568 |
| Current assets | 98,358 | 98,358 | 77,730 |
| Creditors: Amounts falling due within one year | <u>(1,343)</u> | <u>(1,343)</u> | <u>(4,268)</u> |
| | <u>616,236</u> | <u>616,236</u> | <u>594,030</u> |

HMCT

Statement of financial activities by fund for the year ended 31st January 2022

| | Unrestricted income fund 2022 | Unrestricted income fund 2021 |
|---|-------------------------------------|-------------------------------------|
| | £ | £ |
| Incoming resources | | |
| Incoming resources from generated funds | | |
| Voluntary income | 72,014 | 29,032 |
| Subscriptions | 580 | 520 |
| Gift Aid & Grants | <u>2,926</u> | <u>7,398</u> |
| Total incoming resources | <u>76,020</u> | <u>36,950</u> |
| Resources expended | | |
| Costs of generating funds | | |
| Costs of generating voluntary income | <u>53,814</u> | <u>36,569</u> |
| Total resources expended | <u>53,814</u> | <u>36,569</u> |
| Net movements in funds | <u>22,206</u> | <u>381</u> |
| Reconciliation of funds | | |
| Total funds brought forward | <u>594,030</u> | <u>593,649</u> |
| Total funds carried forward | <u>616,236</u> | <u>594,030</u> |

This page does not form part of the statutory financial statements.