

DARUL ULOOM DAWATUL IMAAN

England & Wales · Charity number 1124091

Details

Status	Registered
Legal form	Charitable company
Company number	06421563
Registered	2008-05-16
Register	View on the Charity Commission register

Contact

Address	Harry Street Off Wakefield Road Bradford BD4 9PH
Phone	01274402233
Email	info@dawatulimaan.org
Website	www.dawatulimaan.org.uk

Activities

Objects: TO ADVANCE THE EDUCATION OF THE PUBLIC, INCLUDING EDUCATION IN THE ISLAMIC RELIGION AND SUCH OTHER COURSES FOR THE BENEFIT OF THE COMMUNITY AS THE TRUSTEES SHALL THINK FIT.TO ADVANCE THE ISLAMIC RELIGION FOR THE BENEFIT OF THE PUBLIC.TO PROMOTE SUCH OTHER CHARITABLE PURPOSES AS THE TRUSTEES MAY FROM TIME TO TIME DETERMINE

Activities: FAITH BASED INDEPENDENT BOARDING SCHOOL THAT OFFERS MAINSTREAM EDUCATION ALONGSIDE TRADITIONAL ISLAMIC SCIENCES. THE SCHOOL OFFERS EDUCATION,TRAINING AND RELIGIOUS ACTIVITIES, MOST OF ITS COURSES AND SERVICES ARE PROVIDED ON A SUBSIDISED BASES.

Classification

- **How:** Provides Buildings/facilities/open Space
- **What:** General Charitable Purposes, Education/training, Religious Activities
- **Who:** Children/young People, The General Public/mankind

Geography

- **Area of benefit:** UNDEFINED. IN PRATICE, BRADFORD CITY
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-08-31	£975,413	£1,097,701	£-279,947	34
2024-08-31	£983,526	£1,118,362	£-157,659	34
2023-08-31	£998,664	£926,690	£-22,823	33
2022-08-31	£593,530	£853,612	£-94,797	33
2021-08-31	£772,636	£812,320	£165,285	32
2020-08-31	£573,234	£626,222	£204,969	31

Trustees

Name	Role	Appointed
OMAR RASHID KHOLWADIA		2008-05-07
UMAR KIKA		2008-05-07
VASHIULLAH BODIYAT		2008-05-07

Accounts

**DARUL ULOOM DAWATUL IMAAN
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2025**

Charity Registration Number: 1124091

Company Registration Number: 6421563

DARUL ULOOM DAWATUL IMAAN
Charity Information

Charity No. 1124091
Company No. 6421563

Trustees/Directors:	Vashiullah Bodiya Omar Rashid Kholwadia Umar Kika	
Company Secretary:	Vashiullah Bodiya	
School Director:	Omar Rashid Kholwadia	
School Head Teacher:	Abdurrahman Kayat	
Head of Islamic Studies:	Hasib Mayet	
Curriculum Lead:	Shoaib Patel	
Head of Board and Welfare:	Bilal Sheikh	
Charity Registration Number:	1124091	
Company Registration Number:	6421563	
Date of incorporation:	8th November 2007	
Charity Office/Registered Office:	Harry Street Off Wakefield Road Bradford West Yorkshire BD4 9PH	
Website:	www.dawatulimaan.org.uk	
Accountants:	Forrest Burlinson Chartered Accountants & Registered Auditor 20 Owl Lane Dewsbury WF12 7RQ	
Independent Examiner:	E Suleman	
Bankers:	HSBC Plc PO Box 45 47 Market Street Bradford West Yorkshire BD1 1LW	Barclays Bank Plc Market Place Dewsbury West Yorkshire WF13 1PS
Solicitors:	Khan & Co Solicitors 47 Cape Hill Smethwick, Birmingham B66 4SF	

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The trustees are pleased to present their annual directors report and financial statements for the period ended 31 August 2025 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 and comply with the charity's trust deed, the Charities Act 2011, the Companies Act 2006, and 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).

Objects and policies

The object of the charity is to advance the education of the public, including education in the Islāmic religion and such other courses for the benefit of the community as the trustees shall think fit.

To advance the Islāmic religion for the benefit of the public and to promote such other charitable purposes as the trustees may from time to time determine.

The principal work of the charity is to educate students who will graduate as well educated Muslim Scholars, Imāms and guides with knowledge, appreciation, awareness and understanding of Islām's emphasis on mutual respect, social harmony, peace, tolerance, dignity and chivalry.

The ethos of Islāmic Knowledge and our institute is to make ourselves and our students aware of man's obligations towards their Creator, parents, spouse, relatives, neighbours, friends, teachers, juniors, fellow citizens, society and ourselves.

Structure, governance and management

The charity is a company limited by guarantee and not having a share capital is governed by its Memorandum and Articles of Association.

The directors of the company are its trustees for the purpose of charity law and throughout this report are referred to as the trustees. The trustees as Charity Trustees have control of the company and its property and funds.

The company was incorporated on 8th November 2007.

The company was registered as a charity on 16th May 2008.

The trustees named on the front sheet have served throughout the period.

Each member undertakes to contribute to the assets of the company in the event of the company being wound up to a limit not exceeding £10 (ten pounds).

The trustees agree the broad strategy and areas of activity of the company in accordance with the Articles of Association and the charitable objects set out above.

On a day to day basis the senior management team and the School Director who are answerable to the Board of Trustees run the Darul Uloom.

Policies and procedures adopted for the induction and training of trustees

The company recognises that it has a responsibility to provide guidance and assist new trustees in fulfilling their duties and responsibilities. This is done in accordance with Charity Commission guidance. New trustees are given appropriate Charity Commission publications.

Achievements and performance

The 2024/25 academic year has been both productive and challenging, reflecting wider trends across the education sector. The Institute has continued to deliver high-quality educational and boarding provision while adapting to evolving demands and maintaining its commitment to student development.

These improvements aim to provide a more comprehensive and modern learning environment. The project will require significant financial investment, and the Trustees, together with school leadership, are actively working to secure the necessary funding.

Future Plans

The Institute's medium and long-term objective is to maintain and further enhance the quality of education provided, with particular attention to the individual needs of each student.

Key priorities include:

Continued development of systems for monitoring and tracking academic progress,
Strengthening pastoral care and student wellbeing provision,
Building partnerships with external organisations to support both education and welfare,
Establishing links with other boarding schools to share best practice.

The Trustees remain committed to continuous improvement across all areas of the Institute's work

The Trustees also acknowledge with gratitude the ongoing support of staff, volunteers and donors. Their contributions have been essential to the progress achieved during the year. Continued support will be vital in sustaining and developing the Institute's work in the future.

Financial review

During the financial year the charity reported a deficit resulting in negative unrestricted reserves at the year end . The Trustees have reviewed the financial position and are taking steps, including cost controls, income -generating initiatives, and strengthened financial oversight. The Trustees are confident that these measures provide a reasonable expectation that the charity will continue to operate as a going concern for at least 12 months from the date of approval of these financial statements. This position arose primarily due to operational costs and expenditure on development projects exceeding income.

In addition , the introduction of Value Added Tax (VAT) has created further financial pressure on the organisation. This has presented an additional challenge in maintaining a balanced financial position.

The deficit has been supported through interest-free loans and donations from members of the community and supporters of the Institute.

The Trustees are actively seeking to strengthen the charity's financial position by:

Securing additional funding sources,
Increasing fundraising activities,
Managing costs effectively.

Planning for the repayment of existing loans associated with development projects at the same time , the charity remains committed to providing education at a subsidised level to ensure accessibility for students.

The Trustees continue to monitor financial performance closely and are taking appropriate steps to ensure the long-term sustainability of the organisation, in line with expectations set by the Charity Commission for England and Wales.

Conclusion

The Trustees believe that the Institute has made solid progress over the past year across educational provision, student development and community engagement. While challenges remain, particularly in relation to financial sustainability and planned expansion, the foundations for continued growth and improvement are in place.

The Trustees remain committed to delivering high standards of education and supporting students in becoming responsible and positive contributors to society.

Risk management

The trustees actively assess the major risks to which the charity is exposed through regular meetings and believe that increasing reserves , combined with an annual review of controls over key

I report to the charity trustees on my examination of the accounts for the company for the year ended 31 August 2025.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006.

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 your charity's accounts as carried out under section 145 of the Charities Act 2011. 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 Company'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 qualified member of the Institute of Chartered Accountants in England and Wales, 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:

- accounting records were not kept in respect of the company as required by section 386 of the '2006 Act; or
- the accounts do not accord with those records; or
- the accounts do not comply with the accounting requirements of section 398 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
- the accounts 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)).

I draw your attention to the Financial Review in the Trustees report regarding negative reserves and the Trustees statement on going concern.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Use of my report

This report is made solely to the charity's trustees, as a body.

My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an Independent Examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my work, for this report, for the statements I have made, or for the opinions I have stated.

Dated : 28th May 2026

Ebrahim Suleman ACA

Member of The Institute of Chartered Accountants in England and Wales

Forrest Burlinson Chartered Accountants

20 Owl Lane, Shawcross, Dewsbury WF12 7RQ

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2025

	Notes	Unrestricted funds £	Restricted funds £	2025 Total £	2024 Total £
Income:					
Donations and similar income	2	161,440	124,792	286,232	241,375
Income from charitable activities:					
School income	3	689,097	84	689,181	742,151
Total Income		850,537	124,876	975,413	983,526
Expenditure:					
Charitable activities:					
Academic and School costs	4	728,987		728,987	677,764
Property and Equipment costs	5	226,335	115,875	342,210	384,523
Administration costs	6	9,266		9,266	44,792
Governance costs	7	16,484	754	17,238	11,283
Total Expenditure		981,072	116,629	1,097,701	1,118,362
Net Income/(Expenditure)		(130,535)	8,247	(122,288)	(134,836)
Transfers	16			-	-
Net movement in funds		(130,535)	8,247	(122,288)	(134,836)
Reconciliation of funds:					
Total funds brought forward		(120,923)	(36,736)	(157,659)	(22,823)
Total funds carried forward		(251,458)	(28,489)	(279,947)	(157,659)

There were no recognised gains or losses other than those included in the Statement of Financial Activities

		Total 2025 £	Total 2024 £
	Notes		
Fixed Assets			
Tangible assets	12	1,819,706	1,953,297
Current Assets			
Debtors and prepayments	13	89,537	35,603
Cash at bank		37,315	22,588
Cash in hand		688	22
		127,540	58,213
Creditors: Amounts falling due within one year			
Other current liabilities	14	(642,129)	(455,505)
Net current liabilities		(514,589)	(397,292)
Total assets less current liabilities		1,305,117	1,556,005
Creditors: Amounts falling due after more than one year			
Loans	15	(1,585,064)	(1,713,664)
Net Assets		(279,947)	(157,659)
FUNDS			
Restricted Funds	16	(28,489)	(36,736)
Unrestricted Funds	16	(251,458)	(120,923)
		(279,947)	(157,659)

In preparing these financial statements:

- (a) The trustees are of the opinion that the company is entitled to the exemption from audit conferred by Section 477 of the Companies Act 2006;
- (b) No notice has been deposited under Section 476 of the Companies Act 2006, and
- (c) The trustees acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 386 of the Companies Act 2006, and for
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

The financial statements were approved by the board on 28th May 2026 and signed on their behalf by:

.....
Omar R Kholwadia
Trustee

	Notes	2025 Total £	2024 Total £
Net cash used in operating activities	17	148,645	31,796
Cash flows from investment activities:			
Purchase of fixed assets		(4,653)	(3,135)
Net cash provided by (used in) investing activities		<u>(4,653)</u>	<u>(3,135)</u>
Cash Flows from financing activities			
Additional loans/(repayment)		(128,599)	(43,076)
Cash from financing activities		<u>(128,599)</u>	<u>(43,076)</u>
Increase/(decrease) in cash and cash equivalents during the year		15,393	(14,415)
Cash and cash equivalents brought forward		22,610	37,025
Cash and cash equivalents carried forward		<u>38,003</u>	<u>22,610</u>

1 Accounting Policies

1.1 Basis of preparation of accounts

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard 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.

Assets and liabilities are recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

The Charity meets the definition of a public benefit entity as defined by FRS 102.

The financial statements have been prepared on the basis that the charity can continue as a going concern for at least 12 months from the date of approval of the accounts.

The Charity has been supported by long term loans, which have slowly been donated to the charity. The Trustees have confirmed that there are no pressure on the Charity to repay the loans. Based on this understanding, the accounts have been prepared on a going concern basis.

1.2 Company status

The Charity is a company limited by guarantee. Membership of the company is open to individuals who apply to the Charity in the form required by the Directors; who adhere to the teachings of the Qur'an and The Sunnah of Rasoolullah (saw) and his righteous companions according to the interpretation and accepted view of the Ahlus Sunnah Wal Jamaa'ah and as expounded by the Pious Predecessors of the four recognised schools of Jurisprudence and in particular the founding scholars of Darul Uloom Deoband and are approved by the Directors.

In the event of the company being wound up, the liability in respect of the guarantee is limited to £10 per member of the company.

The number of members as at 31st August 2025 was 3.

As the company does not trade for profit, the trustees have taken advantage of Section 474(2) of the companies Act 2006 and have prepared an income and expenditure account instead of a profit and loss account.

1.3 Funds structure

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

Restricted funds comprise the 'New Project' fund for the construction of a new building as outlined in the Trustees report.

1.4 Income

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 apply to categories of income:

Donation of services and facilities are included at the value to the Charity where this can be quantified.

Donated goods for ongoing use by the Charity are recognised as tangible fixed assets and included as incoming resources when receivable.

No amounts are included in the financial statements for services donated by volunteers.

Incomings are stated before all expenses.

1.5 Expenditure

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

Charitable Activities comprise all costs identified as wholly or mainly attributable to achieving the charitable objects of the Charity, including the costs of disseminating information in support of charitable activities. These costs include staff costs, wholly or mainly attributable to ensuring the public accountability of the Charity and its compliance with regulation.

1.6 Pensions

The charity operates a stakeholder pension scheme for its employees. The charity has no liability beyond making its contributions and paying across the deductions for the employee's contributions.

1.7 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost. Depreciation is provided on all tangible fixed assets, except freehold land, at rates calculated to write off the cost on a straight-line basis over their expected useful economic lives using the following rates:

Fixture, Fittings & Equipment	20 % Straight Line
Leasehold Premises Improvements	4% Straight Line
Freehold	4% Straight Line

1.8 Debtors

Debtors are recognised at the settlement amount due after any discounts offered

1.9 Cash at bank and in hand

Cash at bank and in hand includes cash and any short term highly liquid investments and deposit accounts.

1.10 Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any discounts due.

1.11 Financial instruments

The charity has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently at their settlement value.

	Unrestricted Funds £	Restricted Funds £	2025 Total £	2024 Total £
2 Donations				
Donations	161,440	124,792	286,232	241,375
	<u>161,440</u>	<u>124,792</u>	<u>286,232</u>	<u>241,375</u>
3 School income				
School fees	675,105		675,105	709,301
Textbooks and stationery	440		440	326
Examination fees	4,270		4,270	14,655
Miscellaneous income	183	84	267	9,069
Tuck shop sales	9,099		9,099	7,050
Telephone receipts			0	1,750
	<u>689,097</u>	<u>84</u>	<u>689,181</u>	<u>742,151</u>
4 Academic and School costs				
Wages and national insurance	444,832		444,832	408,786
Meals, provisions, etc	93,124		93,124	96,116
Tuck shop purchases	6,077		6,077	10,141
Tuition fees	824		824	1,695
Teaching materials	3,098		3,098	2,173
Examination fees	11,830		11,830	19,765
School Trip Expenses			0	7,098
Security and supervision	169,202		169,202	131,990
	<u>728,987</u>		<u>728,987</u>	<u>677,764</u>

5	Property and Equipment costs			
	Rates and Water	39,777	39,777	28,848
	Heat and light	86,651	86,651	110,206
	Insurance	4,625	4,625	4,030
	Repairs and renewals	63,986	63,986	90,266
	Cleaning and laundry	8,927	8,927	9,185
	Depreciation - Freehold	2,858	2,858	2,858
	Depreciation - Leasehold property improvements		115,875	115,875
	Depreciation - fixtures, fittings and equipment	19,511	19,511	23,255
		<u>226,335</u>	<u>115,875</u>	<u>342,210</u>
				<u>384,523</u>

	Unrestricted Funds £	Restricted Funds £	2025 Total £	2024 Total £
6				
Administration and Managing the Charity/Governance costs				
Printing, postage and stationery	5,432		5,432	2,520
Telephone	2,546		2,546	2,277
Travelling costs	642		642	394
Training costs	810		810	190
Bad debts recovered	-4,002		-4,002	35,018
Miscellaneous expenses	2,321		2,321	3,561
Bank charges	1,517		1,517	832
	<u>9,266</u>	<u>0</u>	<u>9,266</u>	<u>44,792</u>

7	Governance costs			
	Professional fees	16,484	754	17,238
		<u>16,484</u>	<u>754</u>	<u>17,238</u>

8	Support costs			
	Management/administration	26,221		26,221
	Accounting costs	4,670	754	5,424
	Office costs	8,688		8,688
		<u>39,579</u>	<u>754</u>	<u>40,333</u>

Management and administration costs are allocated on a time basis
Accounting and office costs are based on actual costs

9	Net movement in funds			
	This is stated after charging:			
	Depreciation of tangible assets	22369	115875	138,244

10	Staff costs	Gross wages £	Employers NI £	Approx. Avge. No. of e'ees
	Staff	570,976	44,982	34

The average full-time equivalent number of employees is 25.
There are no employees with emoluments above £60,000 in the period.

Volunteers

The estimated number of hours contributed by volunteers in the period was 4,600 (2024: 4,600) hours.

11 Remuneration and Transactions with Trustees

Omar Kholwadia (a trustee) is School Director and received a gross salary of £21,405 during the period (2024: £19,738).

Otherwise, no remuneration or expenses were paid to any trustee in the period and there were no transactions with the same.

12	Tangible Fixed Assets	Freehold Property £	Leasehold Premises Improvements £	Office and Other Equipment £	Furniture and Fixtures £	Total £
	Cost					
	At 31 August 2024	248,209	2,896,888	204,023	233,499	3,582,619
	Additions			4,653		4,653
						0
	At 31 August 2025	248,209	2,896,888	208,676	233,499	3,587,272
	Depreciation					
	At 31 August 2024	26,455	1,200,622	180,375	221,870	1,629,322
	Charge for the period	2,858	115,875	10,208	9,303	138,244
	At 31 August 2025	29,313	1,316,497	190,583	231,173	1,767,566
	Net book value					
	At 31 August 2025	218,896	1,580,391	18,093	2,326	1,819,706
	At 31 August 2024	221,754	1,696,266	23,648	11,629	1,953,297
					2025 Total £	2024 Total £
13	Debtors					
	Fees due but not received net of bad debt provision				70,300	30,948
	Other debtors				200	200
	Prepayments				19,037	4,455
					89,537	35,603
14	Creditors					
	Loans				95,320	114,499
	Other creditors				116,562	36,709
	Deposit for contingency				15,600	3,100
	Inter account with DUDl Trust				104,735	104,735
	Taxation and social security				18,560	6,178
	VAT				21,716	
	Pensions				3,180	2,842
	Wages				224,038	91,633
	Accruals				42,418	95,809
					642,129	455,505
					2025 Total £	2024 Total £
15	Loans					
	Loans repayable within 2 to 5 years				351,000	407,600
	Loans repayable after 5 years				1,234,064	1,306,064
	Loans repayable beyond 2 years				1,585,064	1,713,664

These loans have been received from private individuals in order to facilitate the construction of the new building ('New Project').

16 Analysis of Funds

	B/Fwd	Incoming resources	Resources expended	Transfers	31 August 2025 C/Fwd
	£	£	£	£	£
New Project - Restricted	(36,736)	124,876	(116,629)		(28,489)
General Fund - Unrestricted	(120,923)	850,537	(981,072)		(251,458)
	<u>(157,659)</u>	<u>975,413</u>	<u>(1,097,701)</u>	<u>0</u>	<u>(279,947)</u>

Analysis of Funds-Previous year

	B/Fwd	Incoming resources	Resources expended	Transfers	31 August 2024 C/Fwd
	£	£	£	£	£
New Project - Restricted	2,107	77,786	(116,629)		(36,736)
General Fund - Unrestricted	(24,930)	905,740	(1,001,733)		(120,923)
	<u>(22,823)</u>	<u>983,526</u>	<u>(1,118,362)</u>		<u>(157,659)</u>

General Fund

The General Fund is the principal fund of the charity. The income produced is used to support the work of the charity.

New Project

This fund is a restricted fund and includes donations, loans, assets and costs in respect of the construction of the new Islamic Seminary building.

Analysis of Net Assets Between Funds

	General Fund	New Project	Total
	£	£	£
Tangible fixed assets	239,079	1,580,627	1,819,706
Current assets	126,905	635	127,540
Creditors falling due within one year	(492,443)	(149,686)	(642,129)
Creditors falling due after more than one year	(124,999)	(1,460,065)	(1,585,064)
	<u>(251,458)</u>	<u>(28,489)</u>	<u>(279,947)</u>

Analysis of Net Assets Between Funds-Previous year

	General Fund	New Project	Total
	£	£	£
Tangible fixed assets	256,795	1,696,502	1,953,297
Current assets	51,341	6,872	58,213
Creditors falling due within one year	(300,060)	(155,445)	(455,505)
Creditors falling due after more than one year	(128,999)	(1,584,665)	(1,713,664)
	<u>(120,923)</u>	<u>(36,736)</u>	<u>(157,659)</u>

17 Reconciliation of net movements in funds to net cash flow from operating activities

	2025	2024
	£	£
Net movement in funds	(122,288)	(134,836)
Add back depreciation charge	138,244	141,988
Decrease (increase) in debtors	(53,934)	15,438
Increase (decrease) in creditors	186,623	9,206
Net cash used in operating activities	<u>148,645</u>	<u>31,796</u>

Accounts

**DARUL ULOOM DAWATUL IMAAN
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2024**

Charity Registration Number: 1124091

Company Registration Number: 6421563

Trustees/Directors:	Vashiullah Bodiya Omar Rashid Kholwadia Umar Kika	
Company Secretary:	Vashiullah Bodiya	
School Director:	Omar Rashid Kholwadia	
School Head Teacher:	Abdurrahman Kayat	
Head of Islamic Studies:	Hasib Mayet	
Curriculum Lead:	Shoaib Patel	
Head of Board and Welfare:	Bilal Sheikh	
Charity Registration Number:	1124091	
Company Registration Number:	6421563	
Date of incorporation:	8th November 2007	
Charity Office/Registered Office:	Harry Street Off Wakefield Road Bradford West Yorkshire BD4 9PH	
Website:	www.dawatulimaan.org.uk	
Accountants:	Forrest Burlinson Chartered Accountants & Registered Auditor 20 Owl Lane Dewsbury WF12 7RQ	
Independent Examiner:	E Suleman	
Bankers:	HSBC Plc PO Box 45 47 Market Street Bradford West Yorkshire BD1 1LW	Barclays Bank Plc Market Place Dewsbury West Yorkshire WF13 1PS
Solicitors:	Khan & Co Solicitors 47 Cape Hill Smethwick, Birmingham B66 4SF	

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The trustees are pleased to present their annual directors report and financial statements for the period ended 31 August 2024 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 and comply with the charity's trust deed, the Charities Act 2011, the Companies Act 2006, and 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).

Objects and policies

The object of the charity is to advance the education of the public, including education in the Islāmic religion and such other courses for the benefit of the community as the trustees shall think fit.

To advance the Islāmic religion for the benefit of the public and to promote such other charitable purposes as the trustees may from time to time determine.

The principal work of the charity is to educate students who will graduate as well educated Muslim Scholars, Imāms and guides with knowledge, appreciation, awareness and understanding of Islām's emphasis on mutual respect, social harmony, peace, tolerance, dignity and chivalry.

The ethos of Islāmic Knowledge and our institute is to make ourselves and our students aware of man's obligations towards their Creator, parents, spouse, relatives, neighbours, friends, teachers, juniors, fellow citizens, society and ourselves.

Structure, governance and management

The charity is a company limited by guarantee and not having a share capital is governed by its Memorandum and Articles of Association.

The directors of the company are its trustees for the purpose of charity law and throughout this report are referred to as the trustees. The trustees as Charity Trustees have control of the company and its property and funds.

The company was incorporated on 8th November 2007.

The company was registered as a charity on 16th May 2008.

The trustees named on the front sheet have served throughout the period.

Each member undertakes to contribute to the assets of the company in the event of the company being wound up to a limit not exceeding £10 (ten pounds).

The trustees agree the broad strategy and areas of activity of the company in accordance with the Articles of Association and the charitable objects set out above.

On a day to day basis the senior management team and the School Director who are answerable to the Board of Trustees run the Darul Uloom.

Policies and procedures adopted for the induction and training of trustees

The company recognises that it has a responsibility to provide guidance and assist new trustees in fulfilling their duties and responsibilities. This is done in accordance with Charity Commission guidance. New trustees are given appropriate Charity Commission publications.

Achievements and performance

All praise is to the Almighty through whose grace 2023/24 has been a productive, successful yet a challenging year for Darul Uloom Dawatul Imaan, like all other educational institutions.

We pray that the Almighty continues to grant our institute the same level of success in the future. Aameen.

The school opened its doors to the students to return in early September. New students joined a week later and were settled in.

The Darul Uloom continues to provide educational facilities for 158 students, from across the UK and EU. In total 108 students are currently studying Aalimiyat (Islamic Sciences). In Hifz class (memorising the Qur'an) there are currently 50 students. This year by the grace of the Almighty 5 students completed their memorisation of the Quran.

Students who are currently of compulsory school age are 99. Core and non-core National Curriculum subjects are covered and are part of the syllabus. There are in total 5 year groups (Year 7-Year 11) and the syllabus for each year group included the core subjects' English Language, English Literature, Maths and Double Award Science. Students are also taught ICT, History, Citizenship, PSHE, RE, Arabic and Urdu.

Students in years 10-11 alongside the core subjects study ICT, Urdu, and religious Education, History and Arabic.

Students sat their GCSE exams. Alhamdulillah the results were pleasing. Further to this, student's post 16, are studying A level in Arabic, Maths, Chemistry and Sociology.

Together with providing high standards of academic education, the Darul Uloom endeavours to promote a high level of spiritual, moral and social awareness and exemplary conduct among its students, which has always been the characteristic of Islamic Scholars throughout the generations.

The school has a friendly atmosphere where the students learn and adapt to get on with others, have the opportunity to meet and live with students from different backgrounds and cultures. This improves their interaction and communication skills.

To aid the institutes' personal development as leaders and independent citizens, mental wellbeing assemblies and careers sessions were arranged both by external agencies and in school sessions.

Students were also given opportunities for work experience within the school to assist in their career guidance along with visiting the apprenticeship shows where they learn from professionals in their field and explore different career routes.

Amongst other enrichment activities students were taken on a community day. Gifts on behalf of the school were given in the holiday season and students helped clean the local neighbourhood. Feedback received from neighbours was very positive. Students also contributed towards the local food bank, along with raising funds for different charities locally and nationally.

Construction Project

Along with continual improvements to the facilities such as washrooms, the institute plans on expanding its facilities to help enrich it's curriculum and provide the best possible facilities for the students, so they may become ambassadors and leaders of their communities.

The institute hopes to develop a sports centre to help improve student's personal development and welfare. Along with this, a refurb of the old buildings to help facilitate further opportunities in the national curriculum. This project will provide further state of the art facilities such as science labs, design technology workshops and an increase in classrooms.

However, this will require investment. Trustees and School leaders have raised funds towards these projects.

Future Plans

Our medium and long term goals are to continue to provide a high level of education with particular attention on each individual student's needs. To this end we annually review and strengthen our systems for target setting, monitoring and tracking of students' academic and all-round progress. Links have been made with external bodies to help monitor both the education and welfare within the school.

Links are currently being established with other boarding schools.

As you are aware, the government has introduced VAT for independent schools. The school has passed the full cost directly onto the parents. The first VAT payment was paid in April 2025 for the period January to February 2025.

Unfortunately in July 2024, there was a fatality on a school trip. HSE and the police are investigating the matter. The insurance provider has been informed. An inquest will convene, at present there is no date set for this.

The Trustees and management team acknowledge the support and assistance of the staff, volunteers and donors, without whom the progress made to date, would not have been achieved. We would like to extend our gratitude to all those who have contributed to Darul Uloom Dawatul Imaan for their support, regardless of the size of the contribution and at the same time appeal to all our well-wishers to continue with their moral, physical and financial support.

May the Almighty grant blessings for what has been achieved during the period of the past twelve months and may He shower us with further blessings and barakah in the future years. May He accept the efforts of all the Trustees, staff and volunteers for Aameen

Financial review

In this financial period, the charity has been in deficit. This deficit has been met by the interest free loans and donations received from well-wishers and members of the community.

We are actively seeking funding to sustain our projects, primarily to repay existing loans received for the construction project. At the same time to be able to continue providing subsidised level of education for students.

Risk management

The trustees actively assess the major risks to which the charity is exposed through regular meetings and believe that increasing reserves, combined with an annual review of controls over key financial systems, will provide sufficient resources in the event of adverse conditions.

In the course of the period the trustees have reviewed the need to maintain adequate resources, and as referred to in the financial review, to provide reserves sufficient for both working capital and future resource needs.

Reserves policy

As at 31 August 2024, the company had negative reserves of £157,659 of which £1,696,502 is represented by construction progress on the new building and £1,686,863 of loans given to support the project.

It is the goal of the trustees to achieve a level of reserves such as to secure the future of the Darul Uloom Dawatul Imaan.

Statement of trustees' responsibilities

The Charity Trustees (who are also directors of Darul Uloom Dawatul Imaan for the purposes of company law) are responsible for preparing the trustees' annual report and financial statements in accordance with Applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

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 company and of the incoming resources and application of resources of the company for that period.

In preparing financial statements giving a true and fair view, the trustees are required to:

- a) select suitable accounting policies and apply them consistently;
- b) make judgements and estimates that are reasonable and prudent;
- c) state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and;
- d) prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in operation.

The trustees acknowledge their responsibilities for ensuring that the company keeps accounting records which 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.

Approval

This report was approved by the trustees on 4th June 2025 and signed on their behalf by:

Signed Vashiullah Bodiya
On behalf of the board of trustees

I report to the charity trustees on my examination of the accounts for the company for the year ended 31 August 2024.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006.

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 your charity's accounts as carried out under section 145 of the Charities Act 2011. 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 Company'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 qualified member of the Institute of Chartered Accountants in England and Wales, 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:

- accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
- the accounts do not accord with those records; or
- the accounts 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
- the accounts 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)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Use of my report

This report is made solely to the charity's trustees, as a body.

My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an Independent Examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my work, for this report, for the statements I have made, or for the opinions I have stated.

Dated :

Ebrahim Suleman ACA

Member of The Institute of Chartered Accountants in England and Wales

Forrest Burlinson Chartered Accountants

20 Owl Lane, Shawcross, Dewsbury WF12 7RQ

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2024**

	Notes	Unrestricted funds £	Restricted funds £	2024 Total £	2023 Total £
Income:					
Donations and similar income	2	163,589	77,786	241,375	309,856
Income from charitable activities:					
School income	3	742,151		742,151	688,808
Total Income		905,740	77,786	983,526	998,664
Expenditure:					
Charitable activities:					
Academic and School costs	4	677,764		677,764	600,782
Property and Equipment costs	5	268,648	115,875	384,523	305,764
Administration costs	6	44,792		44,792	8,991
Governance costs	7	10,529	754	11,283	11,153
Total Expenditure		1,001,733	116,629	1,118,362	926,690
Net Income/(Expenditure)		(95,993)	(38,843)	(134,836)	71,974
Transfers	16			-	-
Net movement in funds		(95,993)	(38,843)	(134,836)	71,974
Reconciliation of funds:					
Total funds brought forward		(24,930)	2,107	(22,823)	165,285
Total funds carried forward		(120,923)	(36,736)	(157,659)	237,259

There were no recognised gains or losses other than those included in the Statement of Financial Activities

		Total 2024 £	Total 2023 £
	Notes		
Fixed Assets			
Tangible assets	12	1,953,297	2,092,150
Current Assets			
Debtors and prepayments	13	35,603	51,041
Cash at bank		22,588	37,025
Cash in hand		22	
		58,213	88,066
Creditors: Amounts falling due within one year			
Other current liabilities	14	(455,505)	(446,299)
Net current liabilities		(397,292)	(358,233)
Total assets less current liabilities		1,556,005	1,733,917
Creditors: Amounts falling due after more than one year			
Loans	15	(1,713,664)	(1,756,740)
Net Assets		(157,659)	(22,823)
FUNDS			
Restricted Funds	16	(36,736)	2,107
Unrestricted Funds	16	(120,923)	(24,930)
		(157,659)	(22,823)

In preparing these financial statements:

- (a) The trustees are of the opinion that the company is entitled to the exemption from audit conferred by Section 477 of the Companies Act 2006;
- (b) No notice has been deposited under Section 476 of the Companies Act 2006, and
- (c) The trustees acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 386 of the Companies Act 2006, and for
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

The financial statements were approved by the board on 4th June 2025 and signed on their behalf by:

.....
Omar R Kholwadia
Trustee

DARUL ULOOM DAWATUL IMAAN
STATEMENT OF CASH FLOWS AT 31ST AUGUST 2024

Charity No. 1124091
Company No. 6421563

	Notes	2024 Total £	2023 Total £
Net cash used in operating activities	17	31,796	226,140
Cash flows from investment activities:			
Purchase of fixed assets		(3,135)	(20,052)
Net cash provided by (used in) investing activities		<u>(3,135)</u>	<u>(20,052)</u>
Cash Flows from financing activities			
Additional loans/(repayment)		(43,076)	(207,500)
Cash from financing activities		<u>(43,076)</u>	<u>(207,500)</u>
Increase/(decrease) in cash and cash equivalents during the year		(14,415)	(1,412)
Cash and cash equivalents brought forward		37,025	38,437
Cash and cash equivalents carried forward		<u>22,610</u>	<u>37,025</u>

1 Accounting Policies

1.1 Basis of preparation of accounts

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard 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.

Assets and liabilities are recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

The Charity meets the definition of a public benefit entity as defined by FRS 102.

The financial statements have been prepared on the going concern basis which assumes that current and future sources of funding and support will be more than adequate for the charitable company's needs.

1.2 Company status

The Charity is a company limited by guarantee. Membership of the company is open to individuals who apply to the Charity in the form required by the Directors; who adhere to the teachings of the Qur'an and The Sunnah of Rasoolullah (saw) and his righteous companions according to the interpretation and accepted view of the Ahlus Sunnah Wal Jamaa'ah and as expounded by the Pious Predecessors of the four recognised schools of Jurisprudence and in particular the founding scholars of Darul Uloom Deoband and are approved by the Directors.

In the event of the company being wound up, the liability in respect of the guarantee is limited to £10 per member of the company.

The number of members as at 31st August 2024 was 3.

As the company does not trade for profit, the trustees have taken advantage of Section 474(2) of the Companies Act 2006 and have prepared an income and expenditure account instead of a profit and loss account.

1.3 Funds structure

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

Restricted funds comprise the 'New Project' fund for the construction of a new building as outlined in the Trustees report.

1.4 Income

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 apply to categories of income:

Donation of services and facilities are included at the value to the Charity where this can be quantified.

Donated goods for ongoing use by the Charity are recognised as tangible fixed assets and included as incoming resources when receivable.

No amounts are included in the financial statements for services donated by volunteers.

Incomings are stated before all expenses.

1.5 Expenditure

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

Charitable Activities comprise all costs identified as wholly or mainly attributable to achieving the charitable objects of the Charity, including the costs of disseminating information in support of charitable activities. These costs include staff costs, wholly or mainly attributable to ensuring the public accountability of the Charity and its compliance with regulation.

1.6 Pensions

The charity operates a stakeholder pension scheme for its employees. The charity has no liability beyond making its contributions and paying across the deductions for the employee's contributions.

1.7 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost. Depreciation is provided on all tangible fixed assets, except freehold land, at rates calculated to write off the cost on a straight-line basis over their expected useful economic lives using the following rates:

Fixture, Fittings & Equipment	20 % Straight Line
Leasehold Premises Improvements	4% Straight Line
Freehold	4% Straight Line

1.8 Debtors

Debtors are recognised at the settlement amount due after any discounts offered

1.9 Cash at bank and in hand

Cash at bank and in hand includes cash and any short term highly liquid investments and deposit accounts.

1.10 Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any discounts due.

1.11 Financial instruments

The charity has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently at their settlement value.

	Unrestricted Funds £	Restricted Funds £	2024 Total £	2023 Total £
2 Donations				
Donations	163,589	77,786	241,375	309,856
	<u>163,589</u>	<u>77,786</u>	<u>241,375</u>	<u>309,856</u>
3 School income				
School fees	709,301		709,301	664,127
Textbooks and stationery	326		326	2,201
Examination fees	14,655		14,655	6,870
Miscellaneous income	9,069		9,069	3,460
Tuck shop sales	7,050		7,050	8,750
Telephone receipts	1,750		1,750	3,400
	<u>742,151</u>		<u>742,151</u>	<u>688,808</u>
4 Academic and School costs				
Wages and national insurance	408,786		408,786	367,437
Meals, provisions, etc	96,116		96,116	85,739
Tuck shop purchases	10,141		10,141	11,787
Tuition fees	1,695		1,695	132
Teaching materials	2,173		2,173	2,808
Examination fees	19,765		19,765	7,573
School Trip Expenses	7,098		7,098	5,125
Security and supervision	131,990		131,990	120,181
	<u>677,764</u>		<u>677,764</u>	<u>600,782</u>

5	Property and Equipment costs				
	Rates and Water	28,848		28,848	24,405
	Heat and light	110,206		110,206	94,586
	Insurance	4,030		4,030	4,166
	Repairs and renewals	90,266		90,266	26,112
	Cleaning and laundry	9,185		9,185	7,766
	Depreciation - Freehold	2,858		2,858	2,858
	Depreciation - Leasehold property improvements		115,875	115,875	115,875
	Depreciation - fixtures, fittings and equipment	23,255		23,255	29,996
		<u>268,648</u>	<u>115,875</u>	<u>384,523</u>	<u>305,764</u>

	Unrestricted Funds £	Restricted Funds £	2024 Total £	2023 Total £
6				
Administration and Managing the Charity/Governance costs				
Printing, postage and stationery	2,520		2,520	1,713
Telephone	2,277		2,277	2,348
Travelling costs	394		394	95
Training costs	190		190	1,322
Bad debts written off	35,018		35,018	0
Miscellaneous expenses	3,561		3,561	2,024
Bank charges	832		832	1,489
	<u>44,792</u>	<u>0</u>	<u>44,792</u>	<u>8,991</u>

7	Governance costs				
	Professional fees	10,529	754	11,283	11,153

8	Support costs				
	Management/administration	23,774		23,774	
	Accounting costs	4,320	754	5,074	
	Office costs	7,139		7,139	
		<u>35,233</u>	<u>754</u>	<u>35,987</u>	

Management and administration costs are allocated on a time basis
Accounting and office costs are based on actual costs

9	Net movement in funds				
	This is stated after charging:				
	Depreciation of tangible assets	26113	115875		141,988

	Gross wages £	Employers NI £	Approx. Avge. No. of e'ees
10			
Staff costs			
Staff	507,352	25,709	34

The average full-time equivalent number of employees is 24.
There are no employees with emoluments above £60,000 in the period.

Volunteers

The estimated number of hours contributed by volunteers in the period was 4,600 (2023: 4,600) hours.

11 Remuneration and Transactions with Trustees

Omar Kholwadia (a trustee) is School Director and received a gross salary of £19,738 during the period (2023: £17,988).

Otherwise, no remuneration or expenses were paid to any trustee in the period and there were no transactions with the same.

12	Tangible Fixed Assets	Freehold Property £	Leasehold Premises Improvements £	Office and Other Equipment £	Furniture and Fixtures £	Total £
	Cost					
	At 31 August 2023	248,209	2,896,888	202,238	232,149	3,579,484
	Additions			1,785	1,350	3,135
						0
	At 31 August 2024	248,209	2,896,888	204,023	233,499	3,582,619
	Depreciation					
	At 31 August 2023	23,597	1,084,747	163,811	215,179	1,487,334
	Charge for the period	2,858	115,875	16,564	6,691	141,988
	At 31 August 2024	26,455	1,200,622	180,375	221,870	1,629,322
	Net book value					
	At 31 August 2024	221,754	1,696,266	23,648	11,629	1,953,297
	At 31 August 2023	224,612	1,812,141	38,427	16,970	2,092,150
					2024 Total £	2023 Total £
13	Debtors					
	Fees due but not received net of bad debt provision				30,948	43,844
	Other debtors				200	200
	Prepayments				4,455	6,997
					35,603	51,041
14	Creditors					
	Loans				114,499	178,284
	Other creditors				36,709	40,364
	Deposit for contingency				3,100	3,500
	Inter account with DUDI Trust				104,735	104,735
	Taxation and social security				6,178	5,031
	Pensions				2,842	2,351
	Wages				91,633	69,381
	Accruals				95,809	42,653
					455,505	446,299
					2024 Total £	2023 Total £
15	Loans					
	Loans repayable within 2 to 5 years				407,600	515,426
	Loans repayable after 5 years				1,306,064	1,241,314
	Loans repayable beyond 2 years				1,713,664	1,756,740

These loans have been received from private individuals in order to facilitate the construction of the new building ('New Project').

16 Analysis of Funds

	B/Fwd	Incoming	Resources	Transfers	31 August 2024
	£	resources	expended	£	C/Fwd
	£	£	£	£	£
New Project - Restricted	2,107	77,786	(116,629)		(36,736)
General Fund - Unrestricted	(24,930)	905,740	(1,001,733)		(120,923)
	(22,823)	983,526	(1,118,362)	0	(157,659)

Analysis of Funds-Previous year

	B/Fwd	Incoming	Resources	Transfers	31 August 2023
	£	resources	expended	£	C/Fwd
	£	£	£	£	£
New Project - Restricted	(52,451)	171,427	(116,869)		2,107
General Fund - Unrestricted	(42,346)	827,237	(809,821)		(24,930)
	(94,797)	998,664	(926,690)		(22,823)

General Fund

The General Fund is the principal fund of the charity. The income produced is used to support the work of the charity.

New Project

This fund is a restricted fund and includes donations, loans, assets and costs in respect of the construction of the new Islamic Seminary building.

Analysis of Net Assets Between Funds

	General	New	Total
	Fund	Project	
	£	£	£
Tangible fixed assets	256,795	1,696,502	1,953,297
Current assets	51,341	6,872	58,213
Creditors falling due within one year	(300,060)	(155,445)	(455,505)
Creditors falling due after more than one year	(128,999)	(1,584,665)	(1,713,664)
	(120,923)	(36,736)	(157,659)

Analysis of Net Assets Between Funds-Previous year

	General	New	Total
	Fund	Project	
	£	£	£
Tangible fixed assets	279,773	1,812,377	2,092,150
Current assets	79,120	8,946	88,066
Creditors falling due within one year	(254,823)	(191,476)	(446,299)
Creditors falling due after more than one year	(129,000)	(1,627,740)	(1,756,740)
	(24,930)	2,107	(22,823)

17 Reconciliation of net movements in funds to net cash flow from operating activities

	2024	2023
	£	£
Net movement in funds	(134,836)	71,974
Add back depreciation charge	141,988	148,729
Decrease (increase) in debtors	15,438	39,553
Increase (decrease) in creditors	9,206	(34,116)
Net cash used in operating activities	31,796	226,140

Accounts

**DARUL ULOOM DAWATUL IMAAN
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2023**

Charity Registration Number: 1124091

Company Registration Number: 6421563

DARUL ULOOM DAWATUL IMAAN
Charity Information

Charity No. 1124091
Company No. 6421563

Trustees/Directors:	Vashiullah Bodiya Omar Rashid Kholwadia Umar Kika	
Company Secretary:	Vashiullah Bodiya	
School Director:	Omar Rashid Kholwadia	
School Head Teacher:	Abdurrahman Kayat	
Head of Islamic Studies:	Hasib Mayet	
Curriculum Lead:	Shoaib Patel	
Head of Board and Welfare:	Bilal Sheikh	
Charity Registration Number:	1124091	
Company Registration Number:	6421563	
Date of incorporation:	8th November 2007	
Charity Office/Registered Office:	Harry Street Off Wakefield Road Bradford West Yorkshire BD4 9PH	
Website:	www.dawatulimaan.org.uk	
Accountants:	Forrest Burlinson Chartered Accountants & Registered Auditor 20 Owl Lane Dewsbury WF12 7RQ	
Independent Examiner:	E Suleman	
Bankers:	HSBC Plc PO Box 45 47 Market Street Bradford West Yorkshire BD1 1LW	Barclays Bank Plc Market Place Dewsbury West Yorkshire WF13 1PS
Solicitors:	Khan & Co Solicitors 47 Cape Hill Smethwick, Birmingham B66 4SF	

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The trustees are pleased to present their annual directors report and financial statements for the period ended 31 August 2023 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 and comply with the charity's trust deed, the Charities Act 2011, the Companies Act 2006, and 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).

Objects and policies

The object of the charity is to advance the education of the public, including education in the Islāmic religion and such other courses for the benefit of the community as the trustees shall think fit.

To advance the Islāmic religion for the benefit of the public and to promote such other charitable purposes as the trustees may from time to time determine.

The principal work of the charity is to educate students who will graduate as well educated Muslim Scholars, Imāms and guides with knowledge, appreciation, awareness and understanding of Islām's emphasis on mutual respect, social harmony, peace, tolerance, dignity and chivalry.

The ethos of Islāmic Knowledge and our institute is to make ourselves and our students aware of man's obligations towards their Creator, parents, spouse, relatives, neighbours, friends, teachers, juniors, fellow citizens, society and ourselves.

Structure, governance and management

The charity is a company limited by guarantee and not having a share capital is governed by its Memorandum and Articles of Association.

The directors of the company are its trustees for the purpose of charity law and throughout this report are referred to as the trustees. The trustees as Charity Trustees have control of the company and its property and funds.

The company was incorporated on 8th November 2007.

The company was registered as a charity on 16th May 2008.

The trustees named on the front sheet have served throughout the period.

Each member undertakes to contribute to the assets of the company in the event of the company being wound up to a limit not exceeding £10 (ten pounds).

The trustees agree the broad strategy and areas of activity of the company in accordance with the Articles of Association and the charitable objects set out above.

On a day to day basis the senior management team and the School Director who are answerable to the Board of Trustees run the Darul Uloom.

Policies and procedures adopted for the induction and training of trustees

The company recognises that it has a responsibility to provide guidance and assist new trustees in fulfilling their duties and responsibilities. This is done in accordance with Charity Commission guidance. New trustees are given appropriate Charity Commission publications.

Achievements and performance

All praise is to the Almighty through whose grace 2022/23 has been a productive, successful yet a challenging year for Darul Uloom Dawatul Imaan, like all other educational institutions.

We pray that the Almighty continues to grant our institute the same level of success in the future. Aameen.

The school opened its doors to the students to return in early September. New students joined a week later and were settled in.

The Darul Uloom continues to provide educational facilities for 163 students, from across the UK and EU. In total 113 students are currently studying Aalimiyat (Islamic Sciences). In Hifz class (memorising the Qur'an) there are currently 50 students. This year by the grace of the Almighty 5 students completed their memorisation of the Quran.

Students who are currently of compulsory school age are 100. Core and non-core National Curriculum subjects are covered and are part of the syllabus. There are in total 5 year groups (Year 7-Year 11) and the syllabus for each year group included the core subjects' English Language, English Literature, Maths and Double Award Science. Students are also taught ICT, History, Citizenship, PSHE, RE, Arabic and Urdu.

Students in years 10-11 alongside the core subjects study ICT, Urdu, and religious Education, History and Arabic.

Students sat their GCSE exams. Alhamdulillah the results were pleasing. Further to this, student's post 16, are studying A level in Arabic, Urdu, Maths and Sociology, along with this there is opportunity to do Btec Level 2 in IT. The school hopes to introduce further options for the 6th form by adding Chemistry.

Together with providing high standards of education, the Darul Uloom endeavours to promote a high level of spiritual, moral and social awareness and exemplary conduct among its students, which has always been the characteristic of Islamic Scholars throughout the generations.

The school has a friendly atmosphere where the students learn and adapt to get on with others, have the opportunity to meet and live with students from different backgrounds and cultures. This improves their interaction and communication skills.

To aid the institutes' personal development as leaders and independent citizens, mental wellbeing assemblies and careers sessions were arranged both by external agencies and in school sessions. Some assemblies were carried out face to face and some were carried out online.

Students were also given opportunities for work experience within the school to assist in their career guidance along with visiting the apprenticeship shows where they learn from professionals in their field and explore different career routes.

Amongst other enrichment activities students were taken on a community day. Gifts on behalf of the school were given in the holiday season and students helped clean the local neighbourhood. Feedback received from neighbours was very positive. Students also contributed towards the local food bank, along with raising funds for different charities locally and nationally.

Construction Project

Along with the current up to date facilities, The institute plans on expanding its faculties to help enrich it's curriculum and provide the best possible facilities for the students, so they may become ambassadors and leaders of their communities.

The institute hopes to develop a sports centre to help improve student's personal development and welfare. Along with this, a refurb of the old buildings to help facilitate further opportunities in the national curriculum. This project will provide further state of the art facilities such as science labs, design technology workshops and an increase in classrooms.

However, this will require investment. Trustees and School leaders have raised funds towards these projects.

Future Plans

Our medium and long term goals are to continue to provide a high level of education with particular attention on each individual student's needs. To this end we annually review and strengthen our systems for target setting, monitoring and tracking of students' academic and all-round progress. Links have been made with external bodies to help monitor both the education and welfare within the school.

Links are currently being established with other boarding schools.

The Trustees and management team acknowledge the support and assistance of the staff, volunteers and donors, without whom the progress made to date, would not have been achieved. We would like to extend our gratitude to all those who have contributed to Darul Uloom Dawatul Imaan for their support, regardless of the size of the contribution and at the same time appeal to all our well-wishers to continue with their moral, physical and financial support.

May the Almighty grant blessings for what has been achieved during the period of the past twelve months and may He shower us with further blessings and barakah in the future years. May He accept the efforts of all the Trustees, staff and volunteers for Aameen

Financial review

In this financial period, the charity has returned a surplus, the charity funds are in deficit. The financial stability and the charity's ability to remain solvent and viable is a concern, but one which will be dealt with gradually over period of time, inshallah. We accept in the short to medium term the financial pressure will remain, with the cost of living crisis, energy costs and loans. This deficit has been met by the interest free loans and donations received from well-wishers and members of the community.

We are actively seeking funding to sustain our projects, primarily to repay existing loans received for the construction project. At the same time to be able to continue providing subsidised level of education for students.

Risk management

The trustees actively assess the major risks to which the charity is exposed through regular meetings and believe that increasing reserves, combined with an annual review of controls over key financial systems, will provide sufficient resources in the event of adverse conditions.

In the course of the period the trustees have reviewed the need to maintain adequate resources, and as referred to in the financial review, to provide reserves sufficient for both working capital and future resource needs.

Reserves policy

As at 31 August 2023, the company had negative reserves of £22,823 of which £1,812,377 is represented by construction progress on the new building and £1,793,724 of loans given to support the project.

It is the goal of the trustees to achieve a level of reserves such as to secure the future of the Darul Uloom Dawatul Imaan.

Statement of trustees' responsibilities

The Charity Trustees (who are also directors of Darul Uloom Dawatul Imaan for the purposes of company law) are responsible for preparing the trustees' annual report and financial statements in accordance with Applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting standard applicable in the UK and Republic of Ireland (United kingdom Generally Accepted Accounting Practice).

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 company and of the incoming resources and application of

resources of the company for that period.

In preparing financial statements giving a true and fair view, the trustees are required to:

- a) select suitable accounting policies and apply them consistently;
- b) make judgements and estimates that are reasonable and prudent;
- c) state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and;
- d) prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in operation.

The trustees acknowledge their responsibilities for ensuring that the company keeps accounting records which 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.

Approval

This report was approved by the trustees on 29th May 2024 and signed on their behalf by:

.....
Signed Vashiullah Bodiya
On behalf of the board of trustees

I report to the charity trustees on my examination of the accounts for the company for the year ended 31 August 2023.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006.

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 your charity's accounts as carried out under section 145 of the Charities Act 2011. 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 Company'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 qualified member of the Institute of Chartered Accountants in England and Wales, 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:

- accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
- the accounts do not accord with those records; or
- the accounts 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
- the accounts 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)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Use of my report

This report is made solely to the charity's trustees, as a body.

My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an Independent Examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my work, for this report, for the statements I have made, or for the opinions I have stated.

Dated :

Ebrahim Suleman ACA

Member of The Institute of Chartered Accountants in England and Wales

Forrest Burlinson Chartered Accountants

20 Owl Lane, Shawcross, Dewsbury WF12 7RQ

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2023

	Notes	Unrestricted funds £	Restricted funds £	2023 Total £	2022 Total £
Income:					
Donations and similar income	2	138,429	171,427	309,856	26,025
Income from charitable activities:					
School income	3	688,808		688,808	567,505
Total Income		827,237	171,427	998,664	593,530
Expenditure:					
Charitable activities:					
Academic and School costs	4	600,782		600,782	547,899
Property and Equipment costs	5	189,889	115,875	305,764	248,730
Administration costs	6	8,955	36	8,991	44,426
Governance costs	7	10,195	958	11,153	12,557
Total Expenditure		809,821	116,869	926,690	853,612
Net Income/(Expenditure)		17,416	54,558	71,974	(260,082)
Transfers	16			-	-
Net movement in funds		17,416	54,558	71,974	(260,082)
Reconciliation of funds:					
Total funds brought forward		(42,346)	(52,451)	(94,797)	165,285
Total funds carried forward		(24,930)	2,107	(22,823)	(94,797)

There were no recognised gains or losses other than those included in the Statement of Financial Activities

DARUL ULOOM DAWATUL IMAAN
BALANCE SHEET AS AT 31ST AUGUST 2023

Charity No. 1124091
Company No. 6421563

		Total 2023 £	Total 2022 £
Fixed Assets	Notes		
Tangible assets	12	2,092,150	2,220,827
Current Assets			
Debtors and prepayments	13	51,041	90,594
Cash at bank		37,025	38,437
Cash in hand			
		88,066	129,031
Creditors: Amounts falling due within one year			
Other current liabilities	14	(446,299)	(480,415)
Net current liabilities		(358,233)	(351,384)
Total assets less current liabilities		1,733,917	1,869,443
Creditors: Amounts falling due after more than one year			
Loans	15	(1,756,740)	(1,964,240)
Net Assets		(22,823)	(94,797)
FUNDS			
Restricted Funds	16	2,107	(52,451)
Unrestricted Funds	16	(24,930)	(42,346)
		(22,823)	(94,797)

In preparing these financial statements:

- (a) The trustees are of the opinion that the company is entitled to the exemption from audit conferred by Section 477 of the Companies Act 2006;
- (b) No notice has been deposited under Section 476 of the Companies Act 2006, and
- (c) The trustees acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 386 of the Companies Act 2006, and for
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

The financial statements were approved by the board on 26th May 2023 and signed on their behalf by:

.....
Omar R Kholwadia
Trustee

DARUL ULOOM DAWATUL IMAAN
STATEMENT OF CASH FLOWS AT 31ST AUGUST 2023

Charity No. 1124091
Company No. 6421563

	Notes	2023 Total £	2022 Total £
Net cash used in operating activities	17	226,140	(56,529)
Cash flows from investment activities:			
Purchase of fixed assets		(20,052)	(6,515)
Net cash provided by (used in) investing activities		<u>(20,052)</u>	<u>(6,515)</u>
Cash Flows from financing activities			
Additional loans/(repayment)		(207,500)	63,705
Cash from financing activities		<u>(207,500)</u>	<u>63,705</u>
Increase/(decrease) in cash and cash equivalents during the year		(1,412)	661
Cash and cash equivalents brought forward		38,437	37,776
Cash and cash equivalents carried forward		<u>37,025</u>	<u>38,437</u>

1 Accounting Policies

1.1 Basis of preparation of accounts

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard 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.

Assets and liabilities are recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

The Charity meets the definition of a public benefit entity as defined by FRS 102.

The financial statements have been prepared on the going concern basis which assumes that current and future sources of funding and support will be more than adequate for the charitable company's needs.

1.2 Company status

The Charity is a company limited by guarantee. Membership of the company is open to individuals who apply to the Charity in the form required by the Directors; who adhere to the teachings of the Qur'an and The Sunnah of Rasoolullah (saw) and his righteous companions according to the interpretation and accepted view of the Ahlus Sunnah Wal Jamaa'ah and as expounded by the Pious Predecessors of the four recognised schools of Jurisprudence and in particular the founding scholars of Darul Uloom Deoband and are approved by the Directors.

In the event of the company being wound up, the liability in respect of the guarantee is limited to £10 per member of the company.

The number of members as at 31st August 2023 was 3.

As the company does not trade for profit, the trustees have taken advantage of Section 474(2) of the companies Act 2006 and have prepared an income and expenditure account instead of a profit and loss account.

1.3 Funds structure

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

Restricted funds comprise the 'New Project' fund for the construction of a new building as outlined in the Trustees report.

1.4 Income

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 apply to categories of income:

Donation of services and facilities are included at the value to the Charity where this can be quantified.

Donated goods for ongoing use by the Charity are recognised as tangible fixed assets and included as incoming resources when receivable.

No amounts are included in the financial statements for services donated by volunteers.

Incomings are stated before all expenses.

1.5 Expenditure

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

Charitable Activities comprise all costs identified as wholly or mainly attributable to achieving the charitable objects of the Charity, including the costs of disseminating information in support of charitable activities. These costs include staff costs, wholly or mainly attributable to ensuring the public accountability of the Charity and its compliance with regulation.

1.6 Pensions

The charity operates a stakeholder pension scheme for its employees. The charity has no liability beyond making its contributions and paying across the deductions for the employee's contributions.

1.7 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost. Depreciation is provided on all tangible fixed assets, except freehold land, at rates calculated to write off the cost on a straight-line basis over their expected useful economic lives using the following rates:

Fixture, Fittings & Equipment	20 % Straight Line
Leasehold Premises Improvements	4% Straight Line
Freehold	4% Straight Line

1.8 Debtors

Debtors are recognised at the settlement amount due after any discounts offered

1.9 Cash at bank and in hand

Cash at bank and in hand includes cash and any short term highly liquid investments and deposit accounts.

1.10 Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any discounts due.

1.11 Financial instruments

The charity has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently at their settlement value.

	Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
2 Donations				
Donations	138,429	171,427	309,856	26,025
Donated assets			0	0
	<u>138,429</u>	<u>171,427</u>	<u>309,856</u>	<u>26,025</u>
3 School income				
School fees	664,127		664,127	540,626
Textbooks and stationery	2,201		2,201	1,417
Examination fees	6,870		6,870	10,900
Miscellaneous income	3,460		3,460	5,062
Tuck shop sales	8,750		8,750	8,250
Telephone receipts	3,400		3,400	1,250
	<u>688,808</u>		<u>688,808</u>	<u>567,505</u>
4 Academic and School costs				
Wages and national insurance	367,437		367,437	348,913
Meals, provisions, etc	85,739		85,739	66,872
Tuck shop purchases	11,787		11,787	8,610
Tuition fees	132		132	1,584
Teaching materials	2,808		2,808	4,321
Examination fees	7,573		7,573	5,000
School Trip Expenses	5,125		5,125	1,981
Security and supervision	120,181		120,181	110,618
	<u>600,782</u>		<u>600,782</u>	<u>547,899</u>

5	Property and Equipment costs				
	Rates and Water	24,405		24,405	23,057
	Heat and light	94,586		94,586	45,071
	Insurance	4,166		4,166	5,297
	Repairs and renewals	26,112		26,112	20,189
	Cleaning and laundry	7,766		7,766	8,749
	Depreciation - Freehold	2,858		2,858	2,858
	Depreciation - Leasehold property improvements		115,875	115,875	115,875
	Depreciation - fixtures, fittings and equipment	29,996		29,996	27,634
		189,889	115,875	305,764	248,730

		Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
6	Administration and Managing the Charity/Governance costs				
	Printing, postage and stationery	1,713		1,713	3,369
	Telephone	2,348		2,348	2,715
	Travelling costs	95		95	1,581
	Training costs	1,322		1,322	2,809
	Bad debts written off			0	19,480
	Miscellaneous expenses	2,024		2,024	305
	Bank charges	1,453	36	1,489	14,167
		8,955	36	8,991	44,426

7	Governance costs				
	Professional fees	10,195	958	11,153	12,557

8 Support costs

Management/administration	16,641		16,641
Accounting costs	4,346	958	5,304
Office costs	7,967	36	8,003
	28,954	994	29,948

Management and administration costs are allocated on a time basis
Accounting and office costs are based on actual costs

9	Net movement in funds				
	This is stated after charging:				
	Depreciation of tangible assets	32854	115875		148,729

		Employers	Approx.
	Gross wages	NI	Avge. No.
	£	£	of e'ees
10	Staff costs		
	Staff	461,328	20,000

The average full-time equivalent number of employees is 24 .
There are no employees with emoluments above £60,000 in the period.

Volunteers

The estimated number of hours contributed by volunteers in the period was 4,600 (2022: 6,500) hours.

11 Remuneration and Transactions with Trustees

Omar Kholwadia (a trustee) is School Director and received a gross salary of £17,988 during the period (2022: £16,664).

Otherwise, no remuneration or expenses were paid to any trustee in the period and there were no transactions with the same.

12	Tangible Fixed Assets	Freehold Property £	Leasehold Premises Improvements £	Office and Other Equipment £	Furniture and Fixtures £	Total £
	Cost					
	At 31 August 2022	248,209	2,896,888	188,740	225,595	3,559,432
	Additions			13,498	6,554	20,052
						0
	At 31 August 2023	248,209	2,896,888	202,238	232,149	3,579,484
	Depreciation					
	At 31 August 2022	20,739	968,872	140,348	208,646	1,338,605
	Charge for the period	2,858	115,875	23,463	6,533	148,729
	At 31 August 2023	23,597	1,084,747	163,811	215,179	1,487,334
	Net book value					
	At 31 August 2023	224,612	1,812,141	38,427	16,970	2,092,150
	At 31 August 2022	227,470	1,928,016	48,392	16,949	2,220,827
					2023 Total £	2022 Total £
13	Debtors					
	Fees due but not received net of bad debt provision				43,844	88,957
	Other debtors				200	333
	Prepayments				6,997	1,304
					51,041	90,594
14	Creditors					
	Loans				178,284	165,284
	Other creditors				40,364	32,187
	Deposit for contingency				3,500	19,600
	Inter account with DUDI Trust				104,735	104,735
	Taxation and social security				5,031	4,295
	Pensions				2,351	2,000
	Wages				69,381	95,217
	Accruals				42,653	57,098
					446,299	480,416
					2023 Total £	2022 Total £
15	Loans					
	Loans repayable within 2 to 5 years				515,426	585,026
	Loans repayable after 5 years				1,241,314	1,379,214
	Loans repayable beyond 2 years				1,756,740	1,964,240

These loans have been received from private individuals in order to facilitate the construction of the new building ('New Project').

16 Analysis of Funds

	B/Fwd	Incoming resources	Resources expended	Transfers	31 August 2023 C/Fwd
	£	£	£	£	£
New Project - Restricted	(52,451)	171,427	(116,869)		2,107
General Fund - Unrestricted	(42,346)	827,237	(809,821)		(24,930)
	(94,797)	998,664	(926,690)	0	(22,823)

Analysis of Funds-Previous year

	B/Fwd	Incoming resources	Resources expended	Transfers	31 August 2022 C/Fwd
	£	£	£	£	£
New Project - Restricted	124,979	3,876	(129,894)	(51,412)	(52,451)
General Fund - Unrestricted	40,306	589,654	(723,718)	51,412	(42,346)
	165,285	593,530	(853,612)		(94,797)

General Fund

The General Fund is the principal fund of the charity. The income produced is used to support the work of the charity.

New Project

This fund is a restricted fund and includes donations, loans, assets and costs in respect of the construction of the new Islamic Seminary building.

Analysis of Net Assets Between Funds

	General Fund	New Project	Total
	£	£	£
Tangible fixed assets	279,773	1,812,377	2,092,150
Current assets	79,120	8,946	88,066
Creditors falling due within one year	(254,823)	(191,476)	(446,299)
Creditors falling due after more than one year	(129,000)	(1,627,740)	(1,756,740)
	(24,930)	2,107	(22,823)

Analysis of Net Assets Between Funds-Previous year

	General Fund	New Project	Total
	£	£	£
Tangible fixed assets	292,575	1,928,252	2,220,827
Current assets	110,468	18,563	129,031
Creditors falling due within one year	(316,389)	(164,026)	(480,415)
Creditors falling due after more than one year	(129,000)	(1,835,240)	(1,964,240)
	(42,346)	(52,451)	(94,797)

17 Reconciliation of net movements in funds to net cash flow from operating activities

	2023	2022
	£	£
Net movement in funds	71,974	(260,082)
Add back depreciation charge	148,729	146,367
Decrease (increase) in debtors	39,553	(46,328)
Increase (decrease) in creditors	(34,116)	103,514
Net cash used in operating activities	226,140	(56,529)

Accounts

**DARUL ULOOM DAWATUL IMAAN
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

Charity Registration Number: 1124091

Company Registration Number: 6421563

DARUL ULOOM DAWATUL IMAAN
Charity Information

Charity No. 1124091
Company No. 6421563

Trustees/Directors:	Vashiullah Bodiya Omar Rashid Kholwadia Umar Kika	
Company Secretary:	Vashiullah Bodiya	
School Director:	Omar Rashid Kholwadia	
School Head Teacher:	Abdulrahman Kayat	
Head of Islamic Studies:	Hasib Mayet	
Curriculum Lead:	Shoaib Patel	
Head of Board and Welfare:	Bilal Sheikh	
Charity Registration Number:	1124091	
Company Registration Number:	6421563	
Date of incorporation:	8th November 2007	
Charity Office/Registered Office:	Harry Street Off Wakefield Road Bradford West Yorkshire BD4 9PH	
Website:	www.dawatulimaan.org.uk	
Accountants:	Forrest Burlinson Chartered Accountants & Registered Auditor 20 Owl Lane Dewsbury WF12 7RQ	
Independent Examiner:	E Suleman	
Bankers:	HSBC Plc PO Box 45 47 Market Street Bradford West Yorkshire BD1 1LW	Barclays Bank Plc Market Place Dewsbury West Yorkshire WF13 1PS
Solicitors:	Khan & Co Solicitors 47 Cape Hill Smethwick, Birmingham B66 4SF	

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The trustees are pleased to present their annual directors report and financial statements for the period ended 31 August 2022 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 and comply with the charity's trust deed, the Charities Act 2011, the Companies Act 2006, and 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).

Objects and policies

The object of the charity is to advance the education of the public, including education in the Islāmic religion and such other courses for the benefit of the community as the trustees shall think fit.

To advance the Islāmic religion for the benefit of the public and to promote such other charitable purposes as the trustees may from time to time determine.

The principal work of the charity is to educate students who will graduate as well educated Muslim Scholars, Imāms and guides with knowledge, appreciation, awareness and understanding of Islām's emphasis on mutual respect, social harmony, peace, tolerance, dignity and chivalry.

The ethos of Islāmic Knowledge and our institute is to make ourselves and our students aware of man's obligations towards their Creator, parents, spouse, relatives, neighbours, friends, teachers, juniors, fellow citizens, society and ourselves.

Structure, governance and management

The charity is a company limited by guarantee and not having a share capital is governed by its Memorandum and Articles of Association.

The directors of the company are its trustees for the purpose of charity law and throughout this report are referred to as the trustees. The trustees as Charity Trustees have control of the company and its property and funds.

The company was incorporated on 8th November 2007.

The company was registered as a charity on 16th May 2008.

The trustees named on the front sheet have served throughout the period.

Each member undertakes to contribute to the assets of the company in the event of the company being wound up to a limit not exceeding £10 (ten pounds).

The trustees agree the broad strategy and areas of activity of the company in accordance with the Articles of Association and the charitable objects set out above.

On a day to day basis the senior management team and the School Director who are answerable to the Board of Trustees run the Darul Uloom.

Policies and procedures adopted for the induction and training of trustees

The company recognises that it has a responsibility to provide guidance and assist new trustees in fulfilling their duties and responsibilities. This is done in accordance with Charity Commission guidance. New trustees are given appropriate Charity Commission publications.

Achievements and performance

All praise is to the Almighty through whose grace 2021/22 has been a productive , successful yet a challenging year for Darul Uloom Dawatul Imaan, like all other educational institutions .

We pray that the Almighty continues to grant our institute the same level of success in the future. Aameen.
The school opened its doors to the students to return in early September. New students started a week later.

The Darul Uloom continues to provide educational facilities for 150 students, from across the UK and EU.
In total 110 students are currently studying Aalimiyat (Islamic Sciences).
In Hifz class (memorising the Qur'an) there are currently 40 students.
This year by the grace of the Almighty 7 students completed their memorisation of the Quran.

Students who are currently of compulsory school age are 122.
Core and non-core National Curriculum subjects are covered and are part of the syllabus.
There are in total 5 year groups (Year 7-Year 11) and the syllabus for each year group included the core subjects' English Language, English Literature, Maths and Double Award Science. Students are also taught ICT, History, Citizenship, PSHE, RE, Arabic and Urdu.

Students in years 10-11 alongside the core subjects study ICT, Urdu, and religious Education, History and Arabic.

Alhamdulillah GCSE results were very much higher than previous years.
Further to this, student's post 16, are studying A level in Arabic, Urdu, Maths and Sociology, along with this there is opportunity to do vocational Level 2 in ICT.
The school hopes to introduce further options for the 6th form by adding English and Science subjects.

Together with providing high standards of education, the Darul Uloom endeavours to promote a high level of spiritual, moral and social awareness and exemplary conduct among its students, which has always been the characteristic of Islamic Scholars throughout the generations.

The school has a friendly atmosphere where the students learn and adapt to get on with others, have the opportunity to meet and live with students from different backgrounds and cultures. This improves their social skills, cohesive living along with open to diversity.

To aid the institutes' personal development as leaders and independent citizens, mental wellbeing assemblies and careers sessions were arranged both by external agencies and in school sessions. Hybrid assemblies have been beneficial enabling a much broader experience from range of people and topic areas.

Students were also given opportunities for work experience within the school to assist in their career guidance along with visiting the apprenticeship shows where they learn from professionals in their field and explore different career routes.

Amongst other enrichment activities students were taken on a community day. Gifts on behalf of the school were given in the holiday season and students helped clean the local neighbourhood. Feedback received from neighbours was very positive. Students also contributed towards the local food bank, along with raising funds for different charities locally and nationally.

Independent Schools Inspectorate (ISI) carried out a compliance inspection in December 2021. By the grace of the Almighty and the efforts of staff and well wishers all standards were met.

Construction Project

Along with the current up to date facilities, The institute continues its plans on expanding its faculties to help enrich it's curriculum and provide the best possible facilities for the students, so they may become ambassadors and leaders of their communities.

The institute hopes to develop a sports hall complex to help improve student's personal development and welfare. Along with this, a refurb of the old buildings to help facilitate further opportunities in the national curriculum. This project will provide further state of the art facilities such as science labs, design technology workshops and an increase in classrooms.

To deliver on this ambition, strategy to raise finances is being considered by Trustees and School community and well wishers.

Future Plans

Our medium and long term goals are to continue to provide a high level of education with particular attention on each individual student's needs. To this end we annually review and strengthen our systems for target setting, monitoring and tracking of students' academic and all-round progress. Established links are in place with external bodies to help monitor both education and welfare standards within the school.

Working across the education sector, the school has strong fostered links with other boarding schools and other schools.

The Trustees and management team acknowledge the support and assistance of the staff, volunteers and donors, without whom the progress made to date, would not have been achieved. We would like to extend our gratitude to all those who have contributed to Darul Uloom Dawatul Imaan for their support, regardless of the size of the contribution and at the same time appeal to all our well-wishers to continue with their moral, physical and financial support.

May the Almighty grant blessings for what has been achieved during the period of the past twelve months and may He shower us with further blessings and barakah in the future years. May He accept the efforts of all the Trustees, staff and volunteers for Aameen

Financial review

In this financial period, the charity has been in deficit. This deficit has been met by the interest free loans and donations received from well-wishers and members of the community.

We are actively seeking funding to sustain our projects, primarily to repay existing loans received for the construction project. At the same time to be able to continue providing subsidised level of education for students.

Risk management

The trustees actively assess the major risks to which the charity is exposed through regular meetings and believe that maintaining reserves at current levels, combined with an annual review of controls over key financial systems, will provide sufficient resources in the event of adverse conditions.

In the course of the period the trustees have reviewed the need to maintain adequate resources for both working capital and future resource needs.

Reserves policy

As at 31 August 2022, the company had negative reserves of £94,797 of which £1,928,252 is represented by construction progress on the new building and £1,988,223 of loans given to support the project.

It is the goal of the trustees to achieve a level of reserves such as to secure the future of the Darul Uloom Dawatul Imaan.

Statement of trustees' responsibilities

The Charity Trustees (who are also directors of Darul Uloom Dawatul Imaan for the purposes of company law) are responsible for preparing the trustees' annual report and financial statements in accordance with Applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting standard applicable in the UK and Republic of Ireland (United kingdom Generally Accepted Accounting Practice).

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 company and of the incoming resources and application of resources of the company for that period.

In preparing financial statements giving a true and fair view, the trustees are required to:

- a) select suitable accounting policies and apply them consistently;
- b) make judgements and estimates that are reasonable and prudent;
- c) state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and;
- d) prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in operation.

The trustees acknowledge their responsibilities for ensuring that the company keeps accounting records which 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.

Approval

This report was approved by the trustees on and signed on their behalf by:

.....
Signed Vashiullah Bodiya
On behalf of the board of trustees

I report to the charity trustees on my examination of the accounts for the company for the year ended 31 August 2022.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006.

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 your charity's accounts as carried out under section 145 of the Charities Act 2011. 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 Company'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 qualified member of the Institute of Chartered Accountants in England and Wales, 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:

- accounting records were not kept in respect of the company as required by section 386 of the '2006 Act; or
- the accounts do not accord with those records; or
- the accounts 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
- the accounts 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)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Use of my report

This report is made solely to the charity's trustees, as a body.

My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an Independent Examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my work, for this report, for the statements I have made, or for the opinions I have stated.

Dated :

Ebrahim Suleman ACA

Member of The Institute of Chartered Accountants in England and Wales

Forrest Burlinson Chartered Accountants

20 Owl Lane, Shawcross, Dewsbury WF12 7RQ

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2022**

	Notes	Unrestricted funds £	Restricted funds £	2022 Total £	2021 Total £
Income:					
Donations and similar income	2	22,149	3,876	26,025	129,684
Grants	3			-	129,514
Income from charitable activities:					
School income	4	567,505		567,505	513,438
Total Income		589,654	3,876	593,530	772,636
Expenditure:					
Charitable activities:					
Academic and School costs	5	547,899		547,899	500,433
Property and Equipment costs	6	132,855	115,875	248,730	284,134
Administration costs	7	31,101	13,325	44,426	8,009
Governance costs	8	11,863	694	12,557	19,744
Total Expenditure		723,718	129,894	853,612	812,320
Net Income/(Expenditure)		(134,064)	(126,018)	(260,082)	(39,684)
Transfers	17	51,412	(51,412)		
Net movement in funds		(82,652)	(177,430)	(260,082)	
Reconciliation of funds:					
Total funds brought forward		40,306	124,979	165,285	204,969
Total funds carried forward		(42,346)	(52,451)	(94,797)	204,969

There were no recognised gains or losses other than those included in the Statement of Financial Activities

		Total 2022 £	Total 2021 £
Fixed Assets	Notes		
Tangible assets	13	2,220,827	2,360,679
Current Assets			
Debtors and prepayments	14	90,594	44,266
Cash at bank		38,437	36,364
Cash in hand			1,412
		129,031	82,042
Creditors: Amounts falling due within one year			
Other current liabilities	15	(480,415)	(376,901)
Net current liabilities		(351,384)	(294,859)
Total assets less current liabilities		1,869,443	2,065,820
Creditors: Amounts falling due after more than one year			
Loans	16	(1,964,240)	(1,900,535)
Net Assets		(94,797)	165,285
FUNDS			
Restricted Funds	17	(52,451)	124,979
Unrestricted Funds	17	(42,346)	40,306
		(94,797)	165,285

In preparing these financial statements:

- (a) The trustees are of the opinion that the company is entitled to the exemption from audit conferred by Section 477 of the Companies Act 2006;
- (b) No notice has been deposited under Section 476 of the Companies Act 2006, and
- (c) The trustees acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 386 of the Companies Act 2006, and for
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

The financial statements were approved by the board on _____ and signed
 on their behalf by:

.....
Omar R Kholwadia
 Trustee

	Notes	2022 Total £	2021 Total £
Net cash used in operating activities	19	(56,529)	94,169
Cash flows from investment activities:			
Purchase of fixed assets		(6,515)	(45,422)
Net cash provided by (used in) investing activities		<u>(6,515)</u>	<u>(45,422)</u>
Cash Flows from financing activities			
Additional loans/(repayment)		63,705	(47,117)
Cash from financing activities		<u>63,705</u>	<u>(47,117)</u>
Increase/(decrease) in cash and cash equivalents during the year		661	1,630
Cash and cash equivalents brought forward		37,776	36,146
Cash and cash equivalents carried forward		<u>38,437</u>	<u>37,776</u>

1 Accounting Policies

1.1 Basis of preparation of accounts

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard 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.

Assets and liabilities are recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

The Charity meets the definition of a public benefit entity as defined by FRS 102.

The financial statements have been prepared on the going concern basis which assumes that current and future sources of funding and support will be more than adequate for the charitable company's needs.

1.2 Company status

The Charity is a company limited by guarantee. Membership of the company is open to individuals who apply to the Charity in the form required by the Directors; who adhere to the teachings of the Qur'an and The Sunnah of Rasoolullah (saw) and his righteous companions according to the interpretation and accepted view of the Ahlus Sunnah Wal Jamaa'ah and as expounded by the Pious Predecessors of the four recognised schools of Jurisprudence and in particular the founding scholars of Darul Uloom Deoband and are approved by the Directors.

In the event of the company being wound up, the liability in respect of the guarantee is limited to £10 per member of the company.

The number of members as at 31st August 2022 was 3.

As the company does not trade for profit, the trustees have taken advantage of Section 474(2) of the companies Act 2006 and have prepared an income and expenditure account instead of a profit and loss account.

1.3 Funds structure

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

Restricted funds comprise the 'New Project' fund for the construction of a new building as outlined in the Trustees report.

1.4 Income

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 apply to categories of income:

Donation of services and facilities are included at the value to the Charity where this can be quantified.

Donated goods for ongoing use by the Charity are recognised as tangible fixed assets and included as incoming resources when receivable.

No amounts are included in the financial statements for services donated by volunteers.

Incomings are stated before all expenses.

1.5 Expenditure

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

Charitable Activities comprise all costs identified as wholly or mainly attributable to achieving the charitable objects of the Charity, including the costs of disseminating information in support of charitable activities. These costs include staff costs, wholly or mainly attributable to ensuring the public accountability of the Charity and its compliance with regulation.

1.6 Pensions

The charity operates a stakeholder pension scheme for its employees. The charity has no liability beyond making its contributions and paying across the deductions for the employee's contributions.

1.7 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost. Depreciation is provided on all tangible fixed assets, except freehold land, at rates calculated to write off the cost on a straight-line basis over their expected useful economic lives using the following rates:

Fixture, Fittings & Equipment	20 % Straight Line
Leasehold Premises Improvements	4% Straight Line
Freehold	4% Straight Line

1.8 Debtors

Debtors are recognised at the settlement amount due after any discounts offered

1.9 Cash at bank and in hand

Cash at bank and in hand includes cash and any short term highly liquid investments and deposit accounts.

1.10 Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any discounts due.

1.11 Financial instruments

The charity has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently at their settlement value.

	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
2 Donations				
Donations	22,149	3,876	26,025	129,684
Donated assets			0	0
	<u>22,149</u>	<u>3,876</u>	<u>26,025</u>	<u>129,684</u>
3 Grants				
Government Grants			0	30,000
HMRC JRS Grants			0	99,514
	<u>0</u>	<u>0</u>	<u>0</u>	<u>129,514</u>
4 School income				
School fees	540,626		540,626	496,376
Textbooks and stationery	1,417		1,417	40
Examination fees	10,900		10,900	7,750
Miscellaneous income	5,062		5,062	1,297
Tuck shop sales	8,250		8,250	6,510
Telephone receipts	1,250		1,250	1,465
	<u>567,505</u>		<u>567,505</u>	<u>513,438</u>
5 Academic and School costs				
Wages and national insurance	348,913		348,913	349,032
Meals, provisions, etc	66,872		66,872	38,705
Tuck shop purchases	8,610		8,610	8,881
Tuition fees	1,584		1,584	0
Teaching materials	4,321		4,321	5,022
Examination fees	5,000		5,000	11,064
School Trip Expenses	1,981		1,981	
Security and supervision	110,618		110,618	87,729
	<u>547,899</u>		<u>547,899</u>	<u>500,433</u>

6	Property and Equipment costs				
	Rates and Water	23,057	23,057	23,090	
	Heat and light	45,071	45,071	40,026	
	Insurance	5,297	5,297	10,245	
	Repairs and renewals	20,189	20,189	55,825	
	Cleaning and laundry	8,749	8,749	10,898	
	Depreciation - Freehold	2,858	2,858	2,858	
	Depreciation - Leasehold property improvements		115,875	115,875	
	Depreciation - fixtures, fittings and equipment	27,634	27,634	25,317	
		<u>132,855</u>	<u>115,875</u>	<u>248,730</u>	<u>284,134</u>

	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
7				
Administration and Managing the Charity/Governance costs				
Printing, postage and stationery	3,369		3,369	3,503
Telephone	2,715		2,715	3,196
Travelling costs	1,581		1,581	0
Training costs	2,809		2,809	696
Bad debts written off	19,480		19,480	0
Miscellaneous expenses	305		305	450
Bank charges	842	13,325	14,167	164
	<u>31,101</u>	<u>13,325</u>	<u>44,426</u>	<u>8,009</u>

8	Governance costs				
	Professional fees	11,863	694	12,557	19,744

9	Support costs				
	Management/administration	19,948		19,948	
	Accounting costs	3,646	550	4,196	
	Office costs	12,223	88	12,311	
		<u>35,817</u>	<u>638</u>	<u>36,455</u>	

Management and administrations costs are allocated on a time basis
Accounting and office costs are based on actual costs

10	Net movement in funds				
	This is stated after charging:				
	Depreciation of tangible assets	30492	115875		146,367

	Gross wages £	Employers NI £	Approx. Avge. No. of e'ees
11			
Staff costs			
Staff	437,649	16,681	33

The average full-time equivalent number of employees is 24.
There are no employees with emoluments above £60,000 in the period.

Volunteers

The estimated number of hours contributed by volunteers in the period was 6,500 (2021: 4,500) hours.

12 Remuneration and Transactions with Trustees

Omar Kholwadia (a trustee) is School Director and received a gross salary of £16,664 during the period (2021: £15,984).

Otherwise, no remuneration or expenses were paid to any trustee in the period and there were no transactions with the same.

13	Tangible Fixed Assets	Freehold Property	Leasehold Premises Improvements	Office and Other Equipment	Furniture and Fixtures	Total
		£	£	£	£	£
	Cost					
	At 31 August 2021	248,209	2,896,888	183,725	224,095	3,552,917
	Additions			5,015	1,500	6,515
						0
	At 31 August 2022	<u>248,209</u>	<u>2,896,888</u>	<u>188,740</u>	<u>225,595</u>	<u>3,559,432</u>
	Depreciation					
	At 31 August 2021	17,881	852,997	118,278	203,082	1,192,238
	Charge for the period	2,858	115,875	22,070	5,564	146,367
	At 31 August 2022	<u>20,739</u>	<u>968,872</u>	<u>140,348</u>	<u>208,646</u>	<u>1,338,605</u>
	Net book value					
	At 31 August 2022	<u>227,470</u>	<u>1,928,016</u>	<u>48,392</u>	<u>16,949</u>	<u>2,220,827</u>
	At 31 August 2021	<u>230,328</u>	<u>2,043,891</u>	<u>65,447</u>	<u>21,013</u>	<u>2,360,679</u>
					2022 Total £	2021 Total £
14	Debtors					
	Fees due but not received net of bad debt provision				88,957	39,187
	Other debtors				333	200
	Prepayments				1,304	4,879
					<u>90,594</u>	<u>44,266</u>
15	Creditors					
	Loans				165,284	151,751
	Other creditors				32,187	21,813
	Deposit for contingency				19,600	15,600
	Inter account with DUDI Trust				104,735	104,735
	Taxation and social security				4,295	3,607
	Pensions				2,000	2,197
	Wages				95,217	32,220
	Accruals				57,098	44,978
					<u>480,416</u>	<u>376,901</u>
					2022 Total £	2021 Total £
16	Loans					
	Loans repayable within 2 to 5 years				585,026	510,026
	Loans repayable after 5 years				<u>1,379,214</u>	<u>1,390,509</u>
	Loans repayable beyond 2 years				<u>1,964,240</u>	<u>1,900,535</u>

These loans have been received from private individuals in order to facilitate the construction of the new building ('New Project').

17 Analysis of Funds

	B/Fwd £	Incoming resources £	Resources expended £	Transfers £	31 August 2022 C/Fwd £
New Project - Restricted	124,979	3,876	(129,894)	(51,412)	(52,451)
General Fund - Unrestricted	40,306	589,654	(723,718)	51,412	(42,346)
	165,285	593,530	(853,612)	0	(94,797)

Analysis of Funds-Previous year

	B/Fwd £	Incoming resources £	Resources expended £	Transfers £	31 August 2021 C/Fwd £
New Project - Restricted	226,550	16,212	(117,783)		124,979
General Fund - Unrestricted	(21,581)	756,424	(694,537)		40,306
	204,969	772,636	(812,320)		165,285

General Fund

The General Fund is the principal fund of the charity. The income produced is used to support the work of the charity.

New Project

This fund is a restricted fund and includes donations, loans, assets and costs in respect of the construction of the new Islamic Seminary building.

Analysis of Net Assets Between Funds

	General Fund £	New Project £	Total £
Tangible fixed assets	292,575	1,928,252	2,220,827
Current assets	110,468	18,563	129,031
Creditors falling due within one year	(316,389)	(164,026)	(480,415)
Creditors falling due after more than one year	(129,000)	(1,835,240)	(1,964,240)
	(42,346)	(52,451)	(94,797)

Analysis of Net Assets Between Funds-Previous year

	General Fund £	New Project £	Total £
Tangible fixed assets	316,552	2,044,127	2,360,679
Current assets	79,711	2,331	82,042
Creditors falling due within one year	(226,957)	(149,944)	(376,901)
Creditors falling due after more than one year	(129,000)	(1,771,535)	(1,900,535)
	40,306	124,979	165,285

18 Reconciliation of net movements in funds to net cash flow from operating activities

	2022 £	2021 £
Net movement in funds	(260,082)	(39,684)
Add back depreciation charge	146,367	144,050
Decrease (increase) in debtors	(46,328)	71,845
Increase (decrease) in creditors	103,514	(82,042)
Net cash used in operating activities	(56,529)	94,169

DARUL ULOOM DAWATUL IMAAN

INCOME AND EXPENDITURE ACCOUNT BY FUND FOR THE YEAR ENDED 31ST AUGUST 2021

	Total			
	Unrestricted	Restricted		
	Funds	New	2022	2021
	General	Project	Total	Total
	£	£	£	£
INCOME				
Donations	22,149	3,876	26,025	129,684
Donated assets			0	0
School fees	540,626		540,626	496,376
Textbooks and Stationery	1,417		1,417	40
Examination fees	10,900		10,900	7,750
Miscellaneous income	5,062		5,062	1,297
Tuck shop sales	8,250		8,250	6,510
Telephone receipts	1,250		1,250	1,465
Government Grants			0	129,514
	589,654	3,876	593,530	772,636
EXPENDITURE				
Wages and national insurance	348,913		348,913	349,032
Meals, provisions, etc	66,872		66,872	38,705
Tuck shop purchases	8,610		8,610	8,881
Tuition fees	1,584		1,584	0
Teaching materials	4,321		4,321	5,022
Examination fees	5,000		5,000	11,064
School Trip Expenses	1,981		1,981	
Security and supervision	110,618		110,618	87,729
Rates and water	23,057		23,057	23,090
Heat and light	45,071		45,071	40,026
Insurance	5,297		5,297	10,245
Repairs and renewals	20,189		20,189	55,825
Cleaning, hygiene and laundry	8,749		8,749	10,898
Depreciation	30,492	115,875	146,367	144,050
Printing, postage and stationery	3,369		3,369	3,503
Telephone	2,715		2,715	3,196
Travelling costs	1,581		1,581	0
Training costs	2,809		2,809	696
Bad debts W/o	19,480		19,480	
Miscellaneous expenses	305		305	450
Bank and credit card charges	842	13,325	14,167	164
Professional fees	11,863	694	12,557	19,744
			0	0
			0	0
	723,718	129,894	853,612	812,320
(Excess of expenditure over income)	-134,064	-126,018	-260,082	-39,684
Transfer of funds	51,412	-51,412		0
Fund balances brought forward	40,306	124,979	165,285	204,969
Fund balances carried forward	-42,346	-52,451	-94,797	165,285

This page does not form part of the main accounts

Accounts

**DARUL ULOOM DAWATUL IMAAN
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

Charity Registration Number: 1124091

Company Registration Number: 6421563

DARUL ULOOM DAWATUL IMAAN
Charity Information

Charity No. 1124091
Company No. 6421563

Trustees/Directors:	Vashiullah Bodiya Omar Rashid Kholwadia Umar Kika	
Company Secretary:	Vashiullah Bodiya	
School Director:	Omar Rashid Kholwadia	
School Head Teacher:	Abdurahman Kayat	
Head of Islamic Studies:	Hasib Mayet	
Curriculum Lead:	Shoaib Patel	
Head of Board and Welfare:	Bilal Sheikh	
Charity Registration Number:	1124091	
Company Registration Number:	6421563	
Date of incorporation:	8th November 2007	
Charity Office/Registered Office:	Harry Street Off Wakefield Road Bradford West Yorkshire BD4 9PH	
Website:	www.dawatulimaan.org.uk	
Accountants:	Forrest Burlinson Chartered Accountants & Registered Auditor 20 Owl Lane Dewsbury WF12 7RQ	
Independent Examiner:	E Suleman	
Bankers:	HSBC Plc PO Box 45 47 Market Street Bradford West Yorkshire BD1 1LW	Barclays Bank Plc Market Place Dewsbury West Yorkshire WF13 1PS
Solicitors:	Khan & Co Solicitors 47 Cape Hill Smethwick, Birmingham B66 4SF	

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The trustees are pleased to present their annual directors report and financial statements for the period ended 31 August 2021 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 and comply with the charity's trust deed, the Charities Act 2011, the Companies Act 2006, and 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).

Objects and policies

The object of the charity is to advance the education of the public, including education in the Islāmic religion and such other courses for the benefit of the community as the trustees shall think fit.

To advance the Islāmic religion for the benefit of the public and to promote such other charitable purposes as the trustees may from time to time determine.

The principal work of the charity is to educate students who will graduate as well educated Muslim Scholars, Imāms and guides with knowledge, appreciation, awareness and understanding of Islām's emphasis on mutual respect, social harmony, peace, tolerance, dignity and chivalry.

The ethos of Islāmic Knowledge and our institute is to make ourselves and our students aware of man's obligations towards their Creator, parents, spouse, relatives, neighbours, friends, teachers, juniors, fellow citizens, society and ourselves.

Structure, governance and management

The charity is a company limited by guarantee and not having a share capital is governed by its Memorandum and Articles of Association.

The directors of the company are its trustees for the purpose of charity law and throughout this report are referred to as the trustees. The trustees as Charity Trustees have control of the company and its property and funds.

The company was incorporated on 8th November 2007.

The company was registered as a charity on 16th May 2008.

The trustees named on the front sheet have served throughout the period.

Each member undertakes to contribute to the assets of the company in the event of the company being wound up to a limit not exceeding £10 (ten pounds).

The trustees agree the broad strategy and areas of activity of the company in accordance with the Articles of Association and the charitable objects set out above.

On a day to day basis the senior management team and the School Director who are answerable to the Board of Trustees run the Darul Uloom.

Policies and procedures adopted for the induction and training of trustees

The company recognises that it has a responsibility to provide guidance and assist new trustees in fulfilling their duties and responsibilities. This is done in accordance with Charity Commission guidance. New trustees are given appropriate Charity Commission publications.

Achievements and performance

All praise is to the Almighty through whose grace 2020/21 has been a productive , successful yet a challenging year for Darul Uloom Dawatul Imaan, like all other educational institutions .

We pray that the Almighty continues to grant our institute the same level of success in the future. Aameen.

Like the previous year this period was also disrupted due to Covid. Initially the school opened its doors to the students to return in September 2020 after working tirelessly with the partners at Bradford Infection control and the HSE. Regular testing took place and again due to national lockdown the school closed in January 2021 as per government guidance.

During this period online teaching resumed.

The Darul Uloom continues to provide educational facilities for 150 students, from across the UK and EU.

In total 110 students are currently studying Aalimiyat (Islamic Sciences).

In Hifz class (memorising the Qur'an) there are currently 40 students.

This year by the grace of the Almighty 7 students completed their memorisation of the Quran.

Students who are currently of compulsory school age are 122.

Core and non-core National Curriculum subjects are covered and are part of the syllabus.

There are in total 5 year groups (Year 7-Year 11) and the syllabus for each year group included the core subjects' English Language, English Literature, Maths and Double Award Science. Students are also taught ICT, History, Citizenship, PSHE, RE, Arabic and Urdu.

Students in years 10-11 alongside the core subjects study ICT, Urdu, and religious Education, History and Arabic.

GCSE grades were awarded by the awarding bodies after assessment and grades were submitted by the school as per government guidelines.

Further to this, student's post 16, are studying A level in Arabic, Urdu, Maths and Sociology.

The school hopes to introduce further options for the 6th form by adding English and Sciences.

To aid the institutes' personal development as leaders and independent citizens, mental wellbeing assemblies and careers sessions were arranged. Many assemblies carried out previously face to face had to be carried out online.

Amongst other enrichment activities students were taken on a community day. Gifts on behalf of the school were given in the holiday season and students helped clean the local neighbourhood. Feedback received from neighbours was very positive. Students also contributed towards the local food bank, along with raising funds for different charities locally and nationally.

Together with providing high standards of academic education, the Darul Uloom endeavours to promote a high level of spiritual, moral and social awareness and exemplary conduct amongst its students, which has always been the characteristic of Islamic Scholars, throughout the generations. To date 78 students have graduated as Aalim and 125 as Huffaz.

Ofsted carried out a progress monitoring visit in November 2020. All regulations were met. During this period the school registered with ISI (Independent Schools Inspectorate).

Estate Management

Perimeter fencing and CCTV were upgraded during the year to improve site security. Along with the current up to date facilities, The institute plans on expanding its faculties to help enrich it's curriculum and provide the best possible facilities for the students, so they may become ambassadors and leaders of their communities.

The institute hopes to develop a sports centre to help improve student's personal development and welfare. Along with this, a refurb of the old buildings to help facilitate further opportunities in the national curriculum. This project will provide further state of the art facilities such as science labs, design technology workshops and increase the classrooms.

However, this will require large amounts of finance. Trustees and School leaders will help raise towards these funds.

Future Plans

Our medium and long term goals are to continue to provide a high level of education with particular attention on each individual student's needs. To this end we annually review and strengthen our systems for target setting, monitoring and tracking of students' academic and all-round progress. Links have been made with external bodies to help monitor both the education and welfare within the school. Links are currently being established with other boarding schools and local care homes.

The Trustees and management team acknowledge the support and assistance of the staff, volunteers and donors, without whom the progress made to date, would not have been achieved. We would like to extend our gratitude to all those who have contributed to Darul Uloom Dawatul Imaan for their support, regardless of the size of the contribution and at the same time appeal to all our well-wishers to continue with their moral, physical and financial support.

May the Almighty grant blessings for what has been achieved during the period of the past twelve months and may He shower us with further blessings and barakah in the future years. May He accept the efforts of all the Trustees, staff and volunteers for Aameen

Financial review

In this financial period, the charity has been in deficit. This deficit has been met by the interest free loans and donations received from well-wishers and members of the community.

We are actively seeking funding to sustain our projects, primarily to repay existing loans received for the construction project. At the same time to be able to continue providing subsidised level of education for students.

Risk management

The trustees actively assess the major risks to which the charity is exposed through regular meetings and believe that maintaining reserves at current levels, combined with an annual review of controls over key financial systems, will provide sufficient resources in the event of adverse conditions.

In the course of the period the trustees have reviewed the need to maintain adequate resources for both working capital and future resource needs.

Reserves policy

As at 31 August 2021, the company had reserves of £165,285 of which £2,044,127 is represented by construction progress on the new building and £1,910,986 of loans given to support the project.

It is the goal of the trustees to achieve a level of reserves such as to secure the future of the Darul Uloom Dawatul

Imaan.

Statement of trustees' responsibilities

The Charity Trustees (who are also directors of Darul Uloom Dawatul Imaan for the purposes of company law) are responsible for preparing the trustees' annual report and financial statements in accordance with Applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting standard applicable in the UK and Republic of Ireland (United kingdom Generally Accepted Accounting Practice).

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 company and of the incoming resources and application of resources of the company for that period.

In preparing financial statements giving a true and fair view, the trustees are required to:

- a) select suitable accounting policies and apply them consistently;
- b) make judgements and estimates that are reasonable and prudent;
- c) state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and;
- d) prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in operation.

The trustees acknowledge their responsibilities for ensuring that the company keeps accounting records which 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.

Approval

This report was approved by the trustees on 15th July 2022 and signed on their behalf by:

.....
Signed Vashiullah Bodiya

On behalf of the board of trustees

I report to the charity trustees on my examination of the accounts for the company for the year ended 31 August 2021.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006.

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 your charity's accounts as carried out under section 145 of the Charities Act 2011. 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 Company'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 qualified member of the Institute of Chartered Accountants in England and Wales, 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:

- accounting records were not kept in respect of the company as required by section 386 of the '2006 Act; or
- the accounts do not accord with those records; or
- the accounts 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
- the accounts 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)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Use of my report

This report is made solely to the charity's trustees, as a body.

My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an Independent Examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my work, for this report, for the statements I have made, or for the opinions I have stated.

Dated : 15th July 2022

.....
Ebrahim Suleman ACA

Member of The Institute of Chartered Accountants in England and Wales

Forrest Burlinson Chartered Accountants

20 Owl Lane, Shawcross, Dewsbury WF12 7RQ

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2021

	Notes	Unrestricted funds £	Restricted funds £	2021 Total £	2020 Total £
Income:					
Donations and similar income	2	113,472	16,212	129,684	21,559
Grants	3	129,514		129,514	128,806
Income from charitable activities:					
School income	4	513,438		513,438	422,869
Total Income		756,424	16,212	772,636	573,234
Expenditure:					
Charitable activities:					
Academic and School costs	5	500,433		500,433	378,163
Property and Equipment costs	6	168,259	115,875	284,134	232,073
Administration costs	7	7,909	100	8,009	7,001
Governance costs	8	17,936	1,808	19,744	8,985
Total Expenditure		694,537	117,783	812,320	626,222
Net Income/(Expenditure) and net movement of funds in the year		61,887	(101,571)	(39,684)	(52,988)
Reconciliation of funds:					
Total funds brought forward		(21,581)	226,550	204,969	257,957
Total funds carried forward		40,306	124,979	165,285	204,969

There were no recognised gains or losses other than those included in the Statement of Financial Activities

DARUL ULOOM DAWATUL IMAAN
BALANCE SHEET AS AT 31ST AUGUST 2021

Charity No. 1124091
Company No. 6421563

		Total 2021 £	Total 2020 £
Fixed Assets	Notes		
Tangible assets	14	2,360,679	2,459,307
Current Assets			
Debtors and prepayments	15	44,266	116,111
Cash at bank		36,364	29,843
Cash in hand		1,412	6,303
		82,042	152,257
Creditors: Amounts falling due within one year			
Other current liabilities	16	(376,901)	(458,943)
Net current liabilities		(294,859)	(306,686)
Total assets less current liabilities		2,065,820	2,152,621
Creditors: Amounts falling due after more than one year			
Loans	17	(1,900,535)	(1,947,652)
Net Assets		165,285	204,969
FUNDS			
Restricted Funds	18	124,979	226,550
Unrestricted Funds	18	40,306	(21,581)
		165,285	204,969

In preparing these financial statements:

- (a) The trustees are of the opinion that the company is entitled to the exemption from audit conferred by Section 477 of the Companies Act 2006;
- (b) No notice has been deposited under Section 476 of the Companies Act 2006, and
- (c) The trustees acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 386 of the Companies Act 2006, and for
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

The financial statements were approved by the board on 15th July 2022 and signed on their behalf by:

.....
Omar R Kholwadia
Trustee

DARUL ULOOM DAWATUL IMAAN
STATEMENT OF CASH FLOWS AT 31ST AUGUST 2021

Charity No. 1124091
Company No. 6421563

	Notes	2021 Total £	2020 Total £
Net cash used in operating activities	19	94,169	98,113
Cash flows from investment activities:			
Purchase of fixed assets		(45,422)	(23,692)
Net cash provided by (used in) investing activities		<u>(45,422)</u>	<u>(23,692)</u>
Cash Flows from financing activities			
Additional loans/(repayment)		(47,117)	(313,560)
Cash from financing activities		<u>(47,117)</u>	<u>(313,560)</u>
Increase/(decrease) in cash and cash equivalents during the year		1,630	(239,139)
Cash and cash equivalents brought forward		36,146	275,285
Cash and cash equivalents carried forward		<u>37,776</u>	<u>36,146</u>

1 Accounting Policies

1.1 Basis of preparation of accounts

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard 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.

Assets and liabilities are recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

The Charity meets the definition of a public benefit entity as defined by FRS 102.

The financial statements have been prepared on the going concern basis which assumes that current and future sources of funding and support will be more than adequate for the charitable company's needs.

1.2 Company status

The Charity is a company limited by guarantee. Membership of the company is open to individuals who apply to the Charity in the form required by the Directors; who adhere to the teachings of the Qur'an and The Sunnah of Rasoolullah (saw) and his righteous companions according to the interpretation and accepted view of the Ahlus Sunnah Wal Jamaa'ah and as expounded by the Pious Predecessors of the four recognised schools of Jurisprudence and in particular the founding scholars of Darul Uloom Deoband and are approved by the Directors.

In the event of the company being wound up, the liability in respect of the guarantee is limited to £10 per member of the company.

The number of members as at 31st August 2021 was 3.

As the company does not trade for profit, the trustees have taken advantage of Section 474(2) of the companies Act 2006 and have prepared an income and expenditure account instead of a profit and loss account.

1.3 Funds structure

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

Restricted funds comprise the 'New Project' fund for the construction of a new building as outlined in the Trustees report.

1.4 Income

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 apply to categories of income:

Donation of services and facilities are included at the value to the Charity where this can be quantified.

Donated goods for ongoing use by the Charity are recognised as tangible fixed assets and included as incoming resources when receivable.

No amounts are included in the financial statements for services donated by volunteers.

Incomings are stated before all expenses.

1.5 Expenditure

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

Charitable Activities comprise all costs identified as wholly or mainly attributable to achieving the charitable objects of the Charity, including the costs of disseminating information in support of charitable activities. These costs include staff costs, wholly or mainly attributable to ensuring the public accountability of the Charity and its compliance with regulation.

1.6 Pensions

The charity operates a stakeholder pension scheme for its employees. The charity has no liability beyond making its contributions and paying across the deductions for the employee's contributions.

1.7 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost. Depreciation is provided on all tangible fixed assets, except freehold land, at rates calculated to write off the cost on a straight-line basis over their expected useful economic lives using the following rates:

Fixture, Fittings & Equipment	20 % Straight Line
Leasehold Premises Improvements	4% Straight Line
Freehold	4% Straight Line

1.8 Debtors

Debtors are recognised at the settlement amount due after any discounts offered

1.9 Cash at bank and in hand

Cash at bank and in hand includes cash and any short term highly liquid investments and deposit accounts.

1.10 Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any discounts due.

1.11 Financial instruments

The charity has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently at their settlement value.

	Unrestricted Funds £	Restricted Funds £	2021 Total £	2020 Total £
2 Donations				
Donations	113,472	16,212	129,684	21,559
Donated assets			0	0
	<u>113,472</u>	<u>16,212</u>	<u>129,684</u>	<u>21,559</u>
3 Grants				
Government Grants	30,000		30,000	
HMRC JRS Grants	99,514		99,514	128,806
	<u>129,514</u>	<u>0</u>	<u>129,514</u>	<u>128,806</u>
4 School income				
School fees	496,376		496,376	407,183
Textbooks and stationery	40		40	925
Examination fees	7,750		7,750	3,805
Miscellaneous income	1,297		1,297	5,466
Tuck shop sales	6,510		6,510	4,490
Telephone receipts	1,465		1,465	1,000
	<u>513,438</u>		<u>513,438</u>	<u>422,869</u>
5 Academic and School costs				
Wages and national insurance	349,032		349,032	266,104
Meals, provisions, etc	38,705		38,705	43,898
Tuck shop purchases	8,881		8,881	2,503
Tuition fees	0		0	1,000
Teaching materials	5,022		5,022	5,839
Examination fees	11,064		11,064	11,947
Security and supervision	87,729		87,729	46,872
	<u>500,433</u>		<u>500,433</u>	<u>378,163</u>
6 Property and Equipment costs				
Rates and Water	23,090		23,090	17,042
Heat and light	40,026		40,026	25,910
Insurance	10,245		10,245	9,276
Repairs and renewals	55,825		55,825	20,902
Cleaning and laundry	10,898		10,898	3,735
Depreciation - Freehold	2,858		2,858	2,858
Depreciation - Leasehold property improvements		115,875	115,875	115,875
Depreciation - fixtures, fittings and equipment	25,317		25,317	36,475
	<u>168,259</u>	<u>115,875</u>	<u>284,134</u>	<u>232,073</u>

	Unrestricted Funds £	Restricted Funds £	2021 Total £	2020 Total £	
7 Administration and Managing the Charity/Governance costs					
Printing, postage and stationery	3,503		3,503	1,512	
Telephone	3,196		3,196	2,862	
Travelling costs			0	338	
Training costs	696		696	1,400	
Miscellaneous expenses	450		450	314	
Bank charges	64	100	164	575	
	<u>7,909</u>	<u>100</u>	<u>8,009</u>	<u>7,001</u>	
8 Governance costs					
Professional fees	<u>17,936</u>	<u>1,808</u>	<u>19,744</u>	<u>15,041</u>	
9 Support costs					
Management/administration	19,053		19,053		
Accounting costs	4,809	1,808	6,617		
Office costs	13,505	100	13,605		
	<u>37,367</u>	<u>1,908</u>	<u>39,275</u>		
Management and administrations costs are allocated on a time basis Accounting and office costs are based on actual costs					
10 Net incoming resources					
This is stated after charging:					
Depreciation of tangible assets	<u>28175</u>	<u>115875</u>		<u>144,050</u>	
11 Transfers					
No transfers have been made between funds in the period.					
12 Staff costs	Gross wages £	Employers NI £		Approx. Avge. No. of e'ees	
Staff	<u>311,679</u>	<u>(2,096)</u>		32	
The average full-time equivalent number of employees is 18. There are no employees with emoluments above £60,000 in the period.					
Volunteers					
The estimated number of hours contributed by volunteers in the period was 4,500 (2020: 4,000) hours.					
13 Remuneration and Transactions with Trustees					
Omar Kholwadia (a trustee) is School Director and received a gross salary of £15,984 during the period (2020: £13,758). Otherwise, no remuneration or expenses were paid to any trustee in the period and there were no transactions with the same.					
14 Tangible Fixed Assets	Freehold Property £	Leasehold Premises Improvement £	Office and Other Equipment £	Furniture and Fixtures £	Total £
Cost					
At 31 August 2020	248209	2,896,888	159,078	203,320	3,507,495
Additions			24,647	20,775	45,422
					0
At 31 August 2021	<u>248,209</u>	<u>2,896,888</u>	<u>183,725</u>	<u>224,095</u>	<u>3,552,917</u>
Depreciation					
At 31 August 2020	15,023	737,122	97,168	198,875	1,048,188
Charge for the period	2,858	115,875	21,110	4,207	144,050
At 31 August 2021	<u>17,881</u>	<u>852,997</u>	<u>118,278</u>	<u>203,082</u>	<u>1,192,238</u>
Net book value					
At 31 August 2021	<u>230,328</u>	<u>2,043,891</u>	<u>65,447</u>	<u>21,013</u>	<u>2,360,679</u>
At 31 August 2020	<u>233,186</u>	<u>2,159,766</u>	<u>61,910</u>	<u>4,445</u>	<u>2,459,307</u>

	2021 Total £	2020 Total £
15 Debtors		
Fees due but not received net of bad debt provision	39,187	62,427
Other debtors	200	47,790
Prepayments	4,879	5,894
	<u>44,266</u>	<u>116,111</u>
16 Creditors		
Loans	151,751	233,184
Other creditors	21,813	25,299
Deposit for contingency	15,600	21,300
Inter account with DUDI Trust	104,735	104,735
Taxation and social security	3,607	659
Pensions	2,197	965
Wages	32,220	45,483
Accruals	44,978	27,318
	<u>376,901</u>	<u>458,943</u>

	2021 Total £	2020 Total £
17 Loans		
Loans repayable within 2 to 5 years	510,026	481,826
Loans repayable after 5 years	<u>1,390,509</u>	<u>1,465,826</u>
Loans repayable beyond 2 years	<u>1,900,535</u>	<u>1,947,652</u>

These loans have been received from private individuals in order to facilitate the construction of the new building ('New Project').

18 Analysis of Funds

	B/Fwd £	Incoming resources £	Resources expended £	Transfers £	31 August 2021 C/Fwd £
New Project - Restricted	226,550	16,212	(117,783)		124,979
General Fund - Unrestricted	(21,581)	756,424	(694,537)		40,306
	<u>204,969</u>	<u>772,636</u>	<u>(812,320)</u>		<u>165,285</u>

Analysis of Funds-Previous year

	B/Fwd £	Incoming resources £	Resources expended £	Transfers £	31 August 2020 C/Fwd £
New Project - Restricted	352,923	6,759	(133,132)		226,550
General Fund - Unrestricted	(94,966)	566,475	(493,090)		(21,581)
	<u>257,957</u>	<u>573,234</u>	<u>(626,222)</u>		<u>204,969</u>

General Fund

The General Fund is the principal fund of the charity. The income produced is used to support the work of the charity.

New Project

This fund is a restricted fund and includes donations, loans, assets and costs in respect of the construction of the new Islamic Seminary building.

Analysis of Net Assets Between Funds

	General Fund £	New Project £	Total £
Tangible fixed assets	316,552	2,044,127	2,360,679
Current assets	79,711	2,331	82,042
Creditors falling due within one year	(226,957)	(149,944)	(376,901)
Creditors falling due after more than one year	(129,000)	(1,771,535)	(1,900,535)
	<u>40,306</u>	<u>124,979</u>	<u>165,285</u>

Analysis of Net Assets Between Funds-Previous year

	General Fund £	New Project £	Total £
Tangible fixed assets	302,605	2,156,702	2,459,307
Current assets	136,584	15,673	152,257
Creditors falling due within one year	(335,770)	(123,173)	(458,943)
Creditors falling due after more than one year	(125,000)	(1,822,652)	(1,947,652)
	<u>(21,581)</u>	<u>226,550</u>	<u>204,969</u>

19 Reconciliation of net movements in funds to net cash flow from operating activities

	2021 £	2020 £
Net movement in funds	(39,684)	(52,988)
Add back depreciation charge	144,050	155,208
Decrease (increase) in debtors	71,845	(41,954)
Increase (decrease) in creditors	(82,042)	37,847
Net cash used in operating activities	<u>94,169</u>	<u>98,113</u>

Accounts

**DARUL ULOOM DAWATUL IMAAN
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

Charity Registration Number: 1124091

Company Registration Number: 6421563

Trustees/Directors:	Vashiullah Bodiya Omar Rashid Kholwadia Umar Kika	
Company Secretary:	Vashiullah Bodiya	
School Director:	Omar Rashid Kholwadia	
School Head Teacher:	Abdurahman Kayat	
Head of Islamic Studies:	Hasib Mayet	
Head of Board and Welfare:	Bilal Sheikh	
Charity Registration Number:	1124091	
Company Registration Number:	6421563	
Date of incorporation:	8th November 2007	
Charity Office/Registered Office:	Harry Street Off Wakefield Road Bradford West Yorkshire BD4 9PH	
Website:		
Accountants:	Forrest Burlinson Chartered Accountants & Registered Auditor 20 Owl Lane Dewsbury WF12 7RQ	
Independent Examiner:	E Suleman	
Bankers:	HSBC Plc PO Box 45 47 Market Street Bradford West Yorkshire BD1 1LW	Barclays Bank Plc Market Place Dewsbury West Yorkshire WF13 1PS
Solicitors:	Khan & Co Solicitors 47 Cape Hill Smethwick, Birmingham B66 4SF	

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The trustees are pleased to present their annual directors report and financial statements for the period ended 31 August 2020 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 and comply with the charity's trust deed, the Charities Act 2011, the Companies Act 2006, and 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).

Objects and policies

The object of the charity is to advance the education of the public, including education in the Islāmic religion and such other courses for the benefit of the community as the trustees shall think fit.

To advance the Islāmic religion for the benefit of the public and to promote such other charitable purposes as the trustees may from time to time determine.

The principal work of the charity is to educate students who will graduate as well educated Muslim Scholars, Imāms and guides with knowledge, appreciation, awareness and understanding of Islām's emphasis on mutual respect, social harmony, peace, tolerance, dignity and chivalry.

The ethos of Islāmic Knowledge and our institute is to make ourselves and our students aware of man's obligations towards their Creator, parents, spouse, relatives, neighbours, friends, teachers, juniors, fellow citizens, society and ourselves.

Structure, governance and management

The charity is a company limited by guarantee and not having a share capital is governed by its Memorandum and Articles of Association.

The directors of the company are its trustees for the purpose of charity law and throughout this report are referred to as the trustees. The trustees as Charity Trustees have control of the company and its property and funds.

The company was incorporated on 8th November 2007.

The company was registered as a charity on 16th May 2008.

The trustees named on the front sheet have served throughout the period.

Each member undertakes to contribute to the assets of the company in the event of the company being wound up to a limit not exceeding £10 (ten pounds).

The trustees agree the broad strategy and areas of activity of the company in accordance with the Articles of Association and the charitable objects set out above.

On a day to day basis the senior management team and the School Director who are answerable to the Board of Trustees run the Darul Uloom.

Policies and procedures adopted for the induction and training of trustees

The company recognises that it has a responsibility to provide guidance and assist new trustees in fulfilling their duties and responsibilities. This is done in accordance with Charity Commission guidance. New trustees are given appropriate Charity Commission publications.

Achievements and performance

All praise is to the Almighty through whose grace 2019/20 has been a productive, successful yet a challenging year for Darul Uloom Dawatul Imaan, like all other educational institutions seriously affected by the coronavirus (COVID-19). We pray that the Almighty continues to grant our institute success in the future. Aameen.

There was such a positive start to the year in September with new children settling in well, staff building their skills and offering more than they ever have before. We really had exciting plans for progression and development across both curriculums and Tarbiyyah programmes. Unfortunately, in March 2020, due to Covid-19 the school remained closed for face to face education till August 2020.

We had to close our doors to our children. This however in no way meant we weren't still there for our children, and their families.

As the pandemic hit the country and the country went into lockdown, staff quickly adapted to the new way of working. Staff worked tirelessly behind the scenes, supporting students, their families, offering advice, and delivering lessons via online platforms. Continued planning for the future, engaging with school improvement and of course importantly, looking after themselves and others.

The Trustees are proud of all the staff for their hard work. They have shown care and dedication throughout this difficult time.

During July and August the school worked in conjunction with Bradford infection control and PHE to make our school fully compliant to allow students to return in September 2020.

This was a challenge with so many considerations and we would like to thank all our parents for their patience and understanding while we made our setting covid secure.

The Darul Uloom continues to provide educational facilities for 158 students, from across the UK and EU . In total 113 students are currently studying Aalimiyyat (Islamic Sciences). In Hifz class (memorising the Qur'an) there are currently 45 students.

This year by the grace of the Almighty 2 students completed their memorisation of Quran and had their graduation. Another 4 students completed their Hifz but were unable to have their graduation due to the pandemic.

Students who are currently of compulsory school age are 100.

Core and non-core National Curriculum subjects are covered and are part of the syllabus.

There are in total 5 year groups (Year 7-Year 11) and the syllabus for each year group included the core subjects English Language, English Literature, Maths and Double Award Science. Students are also taught ICT, History, Citizenship, PSHE, RE, Arabic and Urdu.

Students in years 10—11 alongside the core subjects study ICT, Urdu, and Religious Education, History & Arabic.

Year 11 students successfully completed 8 GCSEs (including BCS ICT) and achieved a good set of results. Further to this, there were 29 students in year's 12 and 13. Student's post 16, commenced A level studies in Arabic, Urdu Sociology and Maths. The results were pleasing.

The institute intends to introduce further options for the 6th form by adding English A Levels.

The Darul Uloom arranged for different professionals from the NHS, Local Council, and Local Police to attend the school to deliver assemblies on diverse topics ranging from adopting a healthy life style, food nutrition, Fire safety, Mental Wellbeing and Drugs awareness.

The Darul Uloom organised outdoor trips for students visiting ; Bowling Hall Museum and Cartwright Hall Art Gallery. Students also participated in 'The National Apprenticeship show' where they had the opportunity to explore a wide range of career options. Due to the pandemic the other educational trips had to be cancelled.

To aid the institutes' personal development as leaders and independent citizens, a multi faith walk was organised where students were given the opportunity to intermingle with representatives from other faiths. Students were taken by local transport and were advised on how to use the local facilities in the area too.

During the year our students took part in various events and fundraising activities. We supported charities such as Teenage Cancer Trust, who also came to do an awareness assembly for the school.

Amongst other enrichment activities students were taken on a community day. Gifts on behalf of the school were given to our neighbours and students helped clean the local neighbourhood. Feedback received from neighbours was very positive. Students also contributed towards the local food bank, along with raising funds for different charities locally and nationally.

Together with providing high standards of academic education, the Darul Uloom endeavours to promote a high level of spiritual, moral and social awareness and exemplary conduct among its students, which has always been the characteristic of Islamic Scholars throughout the generations.

To date 75 students have graduated.

Construction Project

Along with the current up to day facilities. The institute plans on expanding its facilities to help enrich its curriculum and provide the best possible facilities for the students, so they may become ambassadors and leaders of their communities.

The institute hopes to develop a sports centre to help improve student's personal development and welfare. With this a refurbishment of the old buildings to help facilitate further opportunities in the national curriculum. This project will provide further state of the art facilities such as science labs, design technology workshops and an increase in classrooms.

However, this will require large amounts of finance. Trustees and School leaders will help raise monies towards these funds.

Future Plans

Our medium and long term goals are to continue to provide a high level of education with particular attention on each individual student's needs. To this end we annually review and strengthen our systems for target setting, monitoring and tracking of students' academic and all-round progress. Links have been made with external bodies to help monitor both the education and welfare within the school. Links have been established with other boarding schools.

The Trustees and management team acknowledge the support and assistance of the staff, volunteers and donors, without whom the progress made to date, would not have been achieved. We would like to extend our gratitude to all those who have contributed to Darul Uloom Dawatul Imaan for their support, regardless of the size of the contribution and at the same time appeal to all our well-wishers to continue with their moral, physical and financial support.

May the Almighty grant blessings for what has been achieved during the period of the past twelve months and may He shower us with further blessings and barakah in the future years. May He accept the efforts of all the Trustees, staff and volunteers for Aameen

Financial review

In this financial period, the charity has been in deficit. This deficit has been met by the interest free loans and donations received from well-wishers and members of the community.

We are actively seeking funding to sustain our projects, primarily to repay existing loans received for the construction project. At the same time to be able to continue providing subsidised level of education for students.

Risk management

The trustees actively assess the major risks to which the charity is exposed through regular meetings and believe that maintaining reserves at current levels, combined with an annual review of controls over key financial systems, will provide sufficient resources in the event of adverse conditions.

In the course of the period the trustees have reviewed the need to maintain adequate resources for both working capital and future resource needs.

Reserves policy

As at 31 August 2020, the company had reserves of £204,969 of which £2,156,702 is represented by construction progress on the new building and £2,029,537 of loans given to support the project.

It is the goal of the trustees to achieve a level of reserves such as to secure the future of the Darul Uloom Dawatul Imaan.

Statement of trustees' responsibilities

The Charity Trustees (who are also directors of Darul Uloom Dawatul Imaan for the purposes of company law) are responsible for preparing the trustees' annual report and financial statements in accordance with Applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting standard applicable in the UK and Republic of Ireland (United kingdom Generally Accepted Accounting Practice).

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 company and of the incoming resources and application of resources of the company for that period.

In preparing financial statements giving a true and fair view, the trustees are required to:

- a) select suitable accounting policies and apply them consistently;
- b) make judgements and estimates that are reasonable and prudent;
- c) state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and;
- d) prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in operation.

The trustees acknowledge their responsibilities for ensuring that the company keeps accounting records which 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.

Approval

This report was approved by the trustees on August 2021 and signed on their behalf by:

.....
Signed Vashiullah Bodiya
On behalf of the board of trustees

I report to the charity trustees on my examination of the accounts for the company for the year ended 31 August 2020.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006.

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 your charity's accounts as carried out under section 145 of the Charities Act 2011. 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 Company'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 qualified member of the Institute of Chartered Accountants in England and Wales, 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:

- accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
- the accounts do not accord with those records; or
- the accounts 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
- the accounts 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)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Use of my report

This report is made solely to the charity's trustees, as a body.

My work has been undertaken so that I might state to the charity's trustees those matters I am required to state to them in an Independent Examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for my work, for this report, for the statements I have made, or for the opinions I have stated.

Dated

Ebrahim Suleman ACA

Member of The Institute of Chartered Accountants in England and Wales

Forrest Burlinson Chartered Accountants

20 Owl Lane, Shawcross, Dewsbury WF12 7RQ

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2020

	Notes	Unrestricted funds £	Restricted funds £	2020 Total £	2019 Total £
Income:					
Donations and similar income	2	14,800	6,759	21,559	334,206
Grants	3	128,806		128,806	
Income from charitable activities:					
School income	4	422,869		422,869	602,753
Total Income		566,475	6,759	573,234	936,959
Expenditure:					
Charitable activities:					
Academic and School costs	5	378,163		378,163	632,840
Property and Equipment costs	6	99,916	132,157	232,073	421,806
Administration costs	7	6,916	85	7,001	13,608
Governance costs	8	8,095	890	8,985	15,041
Total Expenditure		493,090	133,132	626,222	1,083,295
Net Income/(Expenditure) and net movement of funds in the year	9	73,385	(126,373)	(52,988)	(146,336)
Reconciliation of funds:					
Total funds brought forward		(94,966)	352,923	257,957	404,293
Total funds carried forward		(21,581)	226,550	204,969	257,957

There were no recognised gains or losses other than those included in the Statement of Financial Activities

		Total 2020 £	Total 2019 £
	Notes		
Fixed Assets			
Tangible assets	14	2,459,307	2,590,823
Current Assets			
Debtors and prepayments	15	116,111	74,157
Cash at bank		29,843	269,065
Cash in hand		6,303	6,220
		<u>152,257</u>	<u>349,442</u>
Creditors: Amounts falling due within one year			
Other current liabilities	16	(458,943)	(421,096)
Net current liabilities		(306,686)	(71,654)
Total assets less current liabilities		2,152,621	2,519,169
Creditors: Amounts falling due after more than one year			
Loans	17	(1,947,652)	(2,261,212)
Net Assets		<u>204,969</u>	<u>257,957</u>
FUNDS			
Restricted Funds	18	226,550	352,923
Unrestricted Funds	18	(21,581)	(94,966)
		<u>204,969</u>	<u>257,957</u>

In preparing these financial statements:

- (a) The trustees are of the opinion that the company is entitled to the exemption from audit conferred by Section 477 of the Companies Act 2006;
- (b) No notice has been deposited under Section 476 of the Companies Act 2006, and
- (c) The trustees acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with Section 386 of the Companies Act 2006, and for
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

The financial statements were approved by the board on _____ and signed
 on their behalf by:

.....
Omar R Kholwadia
Trustee

	Notes	2020 Total £	2019 Total £
Net cash used in operating activities	19	98,113	5,568
Cash flows from investment activities:			
Purchase of fixed assets		(23,692)	(55,330)
Net cash provided by (used in) investing activities		<u>(23,692)</u>	<u>(55,330)</u>
Cash Flows from financing activities			
Additional loans/(repayment)		(313,560)	245,500
Cash from financing activities		<u>(313,560)</u>	<u>245,500</u>
Increase/(decrease) in cash and cash equivalents during the year		(239,139)	195,738
Cash and cash equivalents brought forward		275,285	79,547
Cash and cash equivalents carried forward		<u>36,146</u>	<u>275,285</u>

1 Accounting Policies

1.1 Basis of preparation of accounts

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard 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.

Assets and liabilities are recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note.

The Charity meets the definition of a public benefit entity as defined by FRS 102.

The financial statements have been prepared on the going concern basis which assumes that current and future sources of funding and support will be more than adequate for the charitable company's needs.

1.2 Reporting Period

The financial statements have been prepared for a period of 12 months. The comparative amounts are for a 17 month period due to changes made to coincide with the school year.

1.3 Company status

The Charity is a company limited by guarantee. Membership of the company is open to individuals who apply to the Charity in the form required by the Directors; who adhere to the teachings of the Qur'an and The Sunnah of Rasoolullah (saw) and his righteous companions according to the interpretation and accepted view of the Ahlus Sunnah Wal Jama'ah and as expounded by the Pious Predecessors of the four recognised schools of Jurisprudence and in particular the founding scholars of Darul Uloom Deoband and are approved by the Directors.

In the event of the company being wound up, the liability in respect of the guarantee is limited to £10 per member of the company.

The number of members as at 31st August 2020 was 3.

As the company does not trade for profit, the trustees have taken advantage of Section 474(2) of the companies Act 2006 and have prepared an income and expenditure account instead of a profit and loss account.

1.4 Funds structure

Unrestricted funds comprise those funds which the trustees are free to use in accordance with the charitable objects.

Restricted funds comprise the 'New Project' fund for the construction of a new building as outlined in the Trustees report.

1.5 Income

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 apply to categories of income:

Donation of services and facilities are included at the value to the Charity where this can be quantified. Donated goods for ongoing use by the Charity are recognised as tangible fixed assets and included as incoming resources when receivable.

No amounts are included in the financial statements for services donated by volunteers.

Incomings are stated before all expenses.

1.6 Expenditure

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

Charitable Activities comprise all costs identified as wholly or mainly attributable to achieving the charitable objects of the Charity, including the costs of disseminating information in support of charitable activities. These costs include staff costs, wholly or mainly attributable to ensuring the public accountability of the Charity and its compliance with regulation.

1.7 Pensions

The charity operates a stakeholder pension scheme for its employees. The charity has no liability beyond making its contributions and paying across the deductions for the employee's contributions.

1.8 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost. Depreciation is provided on all tangible fixed assets, except freehold land, at rates calculated to write off the cost on a straight-line basis over their expected useful economic lives using the following rates:

Fixture, Fittings & Equipment	20 % Straight Line
Leasehold Premises Improvements	4% Straight Line
Freehold	4% Straight Line

1.9 Debtors

Debtors are recognised at the settlement amount due after any discounts offered

1.10 Cash at bank and in hand

Cash at bank and in hand includes cash and any short term highly liquid investments and deposit accounts.

1.11 Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any discounts due.

1.12 Financial instruments

The charity has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently at their settlement value.

	Unrestricted Funds £	Restricted Funds £	2020 Total £	2019 Total £
2 Donations				
Donations	14,800	6,759	21,559	281,591
Donated assets			0	52,615
	<u>14,800</u>	<u>6,759</u>	<u>21,559</u>	<u>334,206</u>
3 Grants				
HMRC JRS Grants	<u>128,806</u>		<u>128,806</u>	
4 School income				
School fees	407,183		407,183	575,806
Textbooks and stationery	925		925	250
Examination fees	3,805		3,805	14,665
Miscellaneous income	5,466		5,466	838
Tuck shop sales	4,490		4,490	8,550
Telephone receipts	1,000		1,000	2,644
	<u>422,869</u>		<u>422,869</u>	<u>602,753</u>
5 Academic and School costs				
Wages and national insurance	266,104		266,104	425,212
Meals, provisions, etc	43,898		43,898	92,463
Tuck shop purchases	2,503		2,503	5,796
Tuition fees	1,000		1,000	9,600
Teaching materials	5,839		5,839	6,779
Examination fees	11,947		11,947	5,935
Security and supervision	46,872		46,872	87,055
	<u>378,163</u>		<u>378,163</u>	<u>632,840</u>
6 Property and Equipment costs				
Rates and Water	17,042		17,042	31,984
Heat and light	25,910		25,910	69,805
Insurance	9,276		9,276	11,189
Repairs and renewals	20,902		20,902	53,573
Cleaning and laundry	3,735		3,735	7,828
Depreciation - Freehold	2,858		2,858	4,049
Depreciation - Leasehold property improvements		115,875	115,875	164,152
Depreciation - fixtures, fittings and equipment	20,193	16,282	36,475	79,226
	<u>99,916</u>	<u>132,157</u>	<u>232,073</u>	<u>421,806</u>

	Unrestricted Funds £	Restricted Funds £	2020 Total £	2019 Total £
7 Administration and Managing the Charity/Governance costs				
Printing, postage and stationery	1,512		1,512	4,798
Telephone	2,862		2,862	5,103
Travelling costs	338		338	1,257
Training costs	1,400		1,400	640
Miscellaneous expenses	314		314	1,219
Bank charges	490	85	575	591
	<u>6,916</u>	<u>85</u>	<u>7,001</u>	<u>13,608</u>

8 Governance costs				
Professional fees	8,095	890	8,985	15,041

9 Support costs				
Management/administration	16,245		16,245	
Accounting costs	3,554	890	4,444	
Office costs	12,628	85	12,713	
	<u>32,427</u>	<u>975</u>	<u>33,402</u>	

Management and administrations costs are allocated on a time basis
Accounting and office costs are based on actual costs

10 Net incoming resources				
This is stated after charging:				
Depreciation of tangible assets	23051	132157		155,208

11 Transfers				
No transfers have been made between funds in the period.				

	Gross wages £	Employers NI £	Approx. Ave. No. of e'ees
12 Staff costs			
Staff	311,679	(2,096)	31

The average full-time equivalent number of employees is 18.
There are no employees with emoluments above £60,000 in the period.

Volunteers

The estimated number of hours contributed by volunteers in the period was 4,000 (2019: 6,500) hours.

13 Remuneration and Transactions with Trustees	
Omar Kholwadia (a trustee) is School Director and received a gross salary of £13,758 during the period (2019: £20,477).	
Otherwise, no remuneration or expenses were paid to any trustee in the period and there were no transactions with the same.	

14 Tangible Fixed Assets	Freehold Property £	Leasehold Premises Improvement £	Office and Other Equipment £	Furniture and Fixtures £	Total £
Cost					
At 31 August 2019	248209	2,896,888	138,888	199,818	3,483,803
Additions			20,190	3,502	23,692
					0
At 31 August 2020	<u>248,209</u>	<u>2,896,888</u>	<u>159,078</u>	<u>203,320</u>	<u>3,507,495</u>
Depreciation					
At 31 August 2019	12,165	621,247	77,961	181,607	892,980
Charge for the period	2,858	115,875	19,207	17,268	155,208
At 31 August 2020	<u>15,023</u>	<u>737,122</u>	<u>97,168</u>	<u>198,875</u>	<u>1,048,188</u>
Net book value					
At 31 August 2020	<u>233,186</u>	<u>2,159,766</u>	<u>61,910</u>	<u>4,445</u>	<u>2,459,307</u>
At 31 August 2019	<u>236,044</u>	<u>2,275,641</u>	<u>60,927</u>	<u>18,211</u>	<u>2,590,823</u>

	2020 Total £	2019 Total £
15 Debtors		
Fees due but not received net of bad debt provision	62,427	67,413
Other debtors	47,790	200
Prepayments	5,894	6,544
	<u>116,111</u>	<u>74,157</u>
16 Creditors		
Loans	233,184	118,584
Other creditors	25,299	16,491
Fees received but not due	-	21,076
Deposit for contingency	21,300	19,000
Inter account with DUDI Trust	104,735	104,735
Taxation and social security	659	2,675
Pensions	965	989
Wages	45,483	99,508
Accruals	27,318	38,038
	<u>458,943</u>	<u>421,096</u>
	2020 Total £	2019 Total £
17 Loans		
Loans repayable within 2 to 5 years	481,826	484,826
Loans repayable after 5 years	1,465,826	1,776,386
Loans repayable beyond 2 years	<u>1,947,652</u>	<u>2,261,212</u>

These loans have been received from private individuals in order to facilitate the construction of the new building ('New Project').

18 Analysis of Funds

	B/Fwd £	Incoming resources £	Resources expended £	Transfers £	31 August 2020 C/Fwd £
New Project - Restricted	352,923	6,759	(133,132)		226,550
General Fund - Unrestricted	(94,966)	566,475	(493,090)		(21,581)
	<u>257,957</u>	<u>573,234</u>	<u>(626,222)</u>		<u>204,969</u>

Analysis of Funds-Previous year

	B/Fwd £	Incoming resources £	Resources expended £	Transfers £	31 August 2019 C/Fwd £
New Project - Restricted	353,007	221,383	(221,467)		352,923
General Fund - Unrestricted	51,286	715,576	(861,828)		(94,966)
	<u>404,293</u>	<u>936,959</u>	<u>(1,083,295)</u>		<u>257,957</u>

General Fund

The General Fund is the principal fund of the charity. The income produced is used to support the work of the charity.

New Project

This fund is a restricted fund and includes donations, loans, assets and costs in respect of the construction of the new Islamic Seminary building.

Analysis of Net Assets Between Funds

	General Fund £	New Project £	Total £
Tangible fixed assets	302,605	2,156,702	2,459,307
Current assets	136,584	15,673	152,257
Creditors falling due within one year	(335,770)	(123,173)	(458,943)
Creditors falling due after more than one year	(125,000)	(1,822,652)	(1,947,652)
	<u>(21,581)</u>	<u>226,550</u>	<u>204,969</u>

Analysis of Net Assets Between Funds-Previous year

	General Fund £	New Project £	Total £
Tangible fixed assets	301,964	2,288,859	2,590,823
Current assets	103,844	245,598	349,442
Creditors falling due within one year	(365,774)	(55,322)	(421,096)
Creditors falling due after more than one year	(135,000)	(2,126,212)	(2,261,212)
	<u>(94,966)</u>	<u>352,923</u>	<u>257,957</u>

19 Reconciliation of net movements in funds to net cash flow from operating activities

	2020 £	2019 £
Net movement in funds	(52,988)	(146,336)
Add back depreciation charge	155,208	247,427
Decrease (increase) in debtors	(41,954)	(19,636)
Increase (decrease) in creditors	37,847	(75,887)
Net cash used in operating activities	<u>98,113</u>	<u>5,568</u>