

**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	

CONTENTS

	Page
Trustees' Report	1-4
Independent Examiners Report	5
Statement of Financial Activities	6
Balance Sheet	7
Statement of Cash Flows	8
Notes to the financial statements	9-13

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		(23,692)	(55,330)
Cash Flows from financing activities			
Additional loans/(repayment)		(313,560)	245,500
Cash from financing activities		(313,560)	245,500
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		36,146	275,285

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>