

AL-FAROOQ TRUST

Registered Charity 1125042
107 Mill Hill Lane
Derby, DE23 6SB

Annual Report & Accounts Statements 01/04/2020 - 31/03/2021

These were prepared in accordance with Charity Commission Guidance (CC16) and using their package of documentation & Excel calculator (cc16) and submitted as PDF and they include:

1. Trustees Annual Report (TAR Sections A to G)
2. Notes on Accounts included within the Trustees Annual Report
3. Receipts & Payments Accounts (cc16 Section A)
4. Statement of Assets & Liabilities (cc16 Section B)
5. independent Examiner's Report (IER Sections A&B)



Trustees' Annual Report for the period

From	Period start date			To	Period end date		
	01	April	2020		31	March	2021

Section A Reference and administration details

Charity name

AL-FAROOQ TRUST

Other names charity is known by

Registered charity number (if any)

1125042

Charity's principal address

107 Mill Hill Lane

DERBY

Postcode

DE23 6SB

Names of the charity trustees who manage the charity

	Trustee name	Office (if any)	Dates acted if not for whole year	Name of person (or body) entitled to appoint trustee (if any)
1	Dr. M. A. Asghar	Secretary & Vice Chair		BOARD OF TRUSTEES
2	Asif Khan	Chairman		BOARD OF TRUSTEES
3	Mohammed Jamil			BOARD OF TRUSTEES
4	Mohammed Mansha			BOARD OF TRUSTEES
5	Adam Ravat			BOARD OF TRUSTEES
6				

Names of the trustees for the charity, if any, (for example, any custodian trustees)

Name	Dates acted if not for whole year

Names and addresses of advisers (Optional information)

Type of adviser	Name	Address

Name of chief executive or names of senior staff members (Optional information)

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Section B Structure, governance and management

Description of the charity's trusts

Type of governing document (eg. trust deed, constitution)	Charity Trust Constitution
How the charity is constituted (eg. trust, association, company)	TRUST
Trustee selection methods (eg. appointed by, elected by)	Approved and appointed by Board of Trustees

Additional governance issues (Optional information)

You **may choose** to include additional information, where relevant, about:

- policies and procedures adopted for the induction and training of trustees;
- the charity's organisational structure and any wider network with which the charity works;
- relationship with any related parties;
- trustees' consideration of major risks and the system and procedures to manage them.

All Trustees are non-paid volunteers and do not take expenses from the Trust. They all take part in the various activities of the trust.

The Board of Trustees have set up a management committee (which includes all the Trustees) to help manage the affairs of the Trust. The respective roles of the Management Committee and The Board of Trustees and indeed the decision-making powers are specified in the Al-Farooq Constitution.

The Management Committee & Board of Trustees hold regular meetings

It is during these meetings that important and major Trust activities and expenditure decisions are taken to provide total transparency. To enable the day-to-day management and execution of actions based on those Trust Board decisions a management structure is approved by the Board of Trustees to include the following:

Charity Trust Chairman
Charity Trust Secretary

Further roles may be designated as and when required.

The Chair of Trustees alone can take a decision on urgent matters and on matters agreed before hand by the Board of Trustees for the management committee to action. And if he is absent at least 2 of the remaining Trustees can take a decision on urgent matters, and on matters agreed before hand by the Board of Trustees for the management committee to action.

Section C Objectives and activities

Summary of the objects of the charity set out in its governing document

- To advance the religion of Islam [whilst adhering strictly and only to the doctrine, framework and methodology of the Tablighi Jamaat as defined by the elders of Dewsbury Markaz; which must be strictly in adherence with the Ahlus-Sunnah-Wal-Jama'ah (necessarily in alignment with the Hanafi Fiqh only) according to Ulama-e-Deoband as described in their book "Almohanned".]
- To provide or assist in the provision of facilities in the interests of social welfare, education, recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age infirmity or disability, financial hardship or social circumstances with the object of improving their conditions of life.
- To preserve and protect health and relieve poverty, distress, sickness and infirmity amongst persons resident in Derby, Burton, Nottingham and Mansfield and the surrounding areas, without

Summary of the main activities undertaken for the public benefit in relation to these objects (include within this section the statutory declaration that trustees have had regard to the guidance issued by the Charity Commission on public benefit)

<p>distinction of sex or of political or religious opinions or of racial ethnic or national origins.</p> <p>The promotion of equality and diversity for the public benefit by advancing education and raising awareness in equality and diversity.</p>
<p>The priority has been fund raising, with the primary objective to raise enough funds to secure suitable premises including building and facilities to enable the trust to carry out its main long term objectives, as outlined above.</p> <p>The Trust purchased (in 2007) a plot of land (approx. 0.5acres) on which a purpose-built mosque will be constructed. This land was purchased mainly through interest free loans and some donations.</p> <p>Initially the main activities of the Trust focussed on fund raising so that the interest free loans can be repaid and that Planning Permission can be procured for the new mosque. Planning permission was granted by Derby City Council to build a mosque on this land. Some construction and earthworks have been carried out to date.</p> <p>In late 2015 the Christadelphian Hall building which is located adjacent to this plot of land came up for sale and the Trust bought it. Since then, Trust activities have focussed on refitting and renovating this building to make it suitable as an interim mosque, whilst the project for the original mosque is temporarily stalled. This prayer hall came into operation in May 2017 with the commencement of several services. We have been holding congregational prayers as well as holding various programmes and religious services. The children's' evening classes have also been running.</p> <p>The refit of the building is now complete, barring some minor works. Fund raising activities have continued to repay as much of interest free loans off as possible.</p>

Additional details of objectives and activities (Optional information)

You **may choose** to include further statements, where relevant, about:

- policy on grantmaking;
- policy programme related investment;
- contribution made by volunteers.

The target area of benefit is Derbyshire, Nottinghamshire and Staffordshire and the wider community overall. The area of practice is expected mainly to cover Nottingham, Derby, Mansfield and Burton On Trent.

The charity's activities will include the provision of place(s) for Islamic religious activities such as daily prayers & Friday Sermons, general charitable purposes, education and training for the Local Muslim community and promoting religious harmony in the wider community. The means will include primarily the provision of buildings, services, facilities and materials. This will also include advocacy, advice and information.

Section D

Achievements and performance

Summary of the main achievements of the charity during the year

The refit and renovation of the Christadelphian Hall has been completed. A number of charitable activities are taking place.

This has been a disrupted year, with the mosque being closed or partially closed at times during the year because of COVID-19. A lot of the effort has been expended on H&S issues around this, and some funds have also been spent on managing this.

The fund-raising effort has continued on all fronts, and we are making gradual progress. This is so that the interest free loans are reduced, and the running cost of the mosque are achieved.

The Board of Trustees (along with the Management Committee), are continuing working very hard on these fronts.

Section E

Financial review

Brief statement of the charity's policy on reserves

The debt with respect to interest free loans has continued to decrease, and we expect this to be reduced at a much greater rate in the future because of less expenditure anticipated on renovations.

The Trust should endeavour to collect further funds to repay the outstanding interest-free loans, and secure more funds to produce detailed plans and to construct the new mosque.

As at 31/03/21 There was £326,580 outstanding interest-free loans still to be repaid. This has decreased from last year from £349,480.

The Board of Trustees and Management Committee continue to pursue vigorously various avenues for raising funds which includes seeking donations from the community, charitable trusts, local businesses.

Details of any funds materially in deficit

At the close of the financial year (20/21) The Trust still had a liability for £326,580 in interest-free loans to repay.

Further financial review details (Optional information)

You **may choose** to include additional information, where relevant about:

- the charity's principal sources of funds (including any fundraising);
- how expenditure has supported the key objectives of the charity;
- investment policy and objectives including any ethical investment policy adopted.

Trust First Financial Year 01/04/20 to 31/03/21

Income Breakdown

Donations (lump sums etc)	£117,914
Interest Free Loans (From Trustees and Local Community etc.)	£67,000

Gross Income £184,914 (which includes £67,000 in interest free loans)

Expenditure Breakdown

Utility Bills	£4,178
Professional Fees	£60
Repairs, Renovation & Maintenance	£7,567
Broadband	£517
Madrassah Costs	£13,704
Creditors - Repayment Of interest-Free Loans	£89,900
Salaries cost (incl. PAYE & Pensions)	£42,045
Licence fees (OFCOM)	£75
Equipment & Materials	£1,263
Charity Donation	£235
H&S equipment & materials (Incl. COVID)	£1,612

Total Expenditure £161,156

NET CASH INCOME = £23,758

Account balance at beginning of year on 01/04/2020 was £24,937

Total account balance at end of year on 31/03/2021 is £48,695

The Charity's expenditures were kept at very Low Levels at All times.

NOTE: The Trustees and management committee work only on a voluntary basis, and do not receive any payments for travel, accommodation or subsistence which may be incurred in undertaking the duties for the Trust. This is a form of donation by the trustees.

Section F

Other optional information

The Charity's principal address has been changed to 107 Mill Hill Lane, Derby DE23 6SB.

Section G

Declaration

The trustees declare that they have approved the trustees' report above.

Signed on behalf of the charity's trustees

Signature(s)	M. A. Asghar	
Full name(s)	Mohammed Ali Asghar	
Position (eg Secretary, Chair, etc)	Secretary & Vice Chair of Trustees	
Date	26th January 2022	



Receipts and payments accounts

CC16a

For the period
from

Period start date
01-Apr-20

To

Period end date
31-Mar-21

Section A Receipts and payments

	Unrestricted funds to the nearest £	Restricted funds to the nearest £	Endowment funds to the nearest £	Total funds to the nearest £	Last year to the nearest £
A1 Receipts					
Donations (including lump sums, direct debits, bank transfers and standing orders)	117,914	-	-	117,914	133,276
Interest free loans (From Trustees & Local Community)	67,000	-	-	67,000	54,000
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
	-	-	-	-	-
Sub total (Gross income for AR)	184,914	-	-	184,914	187,276
A2 Asset and investment sales, (see table).					
	-	-	-	-	-
	-	-	-	-	-
Sub total	-	-	-	-	-
Total receipts	184,914	-	-	184,914	187,276
A3 Payments					
Utilities	4,178	-	-	4,178	5,618
Facilities Repairs, Renovation & Maintenance	7,567	-	-	7,567	14,312
Madrassah Costs	13,704	-	-	13,704	10,394
Professional Fees	60	-	-	60	843
Broadband	517	-	-	517	372
Equipment & Materials	1,263	-	-	1,263	4,064
Licence Fees (OFCOM)	75	-	-	75	75
Regulatory Fees					467
Hospitality					124
Salaries costs (inc PAYE & Pension Costs)	42,045	-	-	42,045	30,140
H&S equipment & Materials (incl COVID)	1,612			1,612	
Charity Donation	235	-	-	235	-
Sub total	71,256	-	-	71,256	66,409
A4 Asset and investment purchases, (see table)					
Creditors (Repayment of Interest free loans)	89,900	-	-	89,900	102,520
	-	-	-	-	-
Sub total	89,900	-	-	89,900	102,521
Total payments	161,156	-	-	161,156	168,930
Net of receipts/(payments)	23,758	-	-	23,758	18,346
A5 Transfers between funds	-	-	-	-	-
A6 Cash funds last year end	24,937	-	-	24,937	6,590
Cash funds this year end	48,695	-	-	48,695	24,936

Section B Statement of assets and liabilities at the end of the period			
	Unrestricted	Restricted	Endowment

Categories	Details	cash funds to nearest £	cash funds to nearest £	cash funds to nearest £
B1 Cash funds		48,695	-	-
		-	-	-
		-	-	-
	Total cash funds	48,695	-	-
(agree balances with receipts and payments account(s))		OK	OK	OK

[illegible]

	Details	Fund to which asset belongs	Cost (optional)	Current value (optional)
B3 Investment assets			-	-
			-	-
			-	-
			-	-
			-	-

[illegible]

	Details	Fund to which liability relates	Amount due (optional)	When due (optional)
B5 Liabilities	Interest Free loans from members of the congregation	Al-Farooq Trust	326,580	Varying Time periods
			-	
			-	
			-	
			-	
			-	

Signed by one or two trustees on behalf of
all the trustees

Signature

Print Name

Date of approval

M. A. Ayl

M. A. ASGAR

26/01/22



CHARITY COMMISSION
FOR ENGLAND AND WALES

Independent examiner's report on the accounts

Section A

Independent Examiner's Report

Report to the trustees/
members of

AL-FAROOQ TRUST

On accounts for the year
ended

31st March 2021

Charity no
(if any)

1125042

Set out on pages

1-2

Responsibilities and
basis of report

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended **31 / 03 / 2021**.

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent
examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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

** Please delete the words in the brackets if they do not apply.*

Signed:

Date:

26-01-2022

Name:

RANA & CO ACCOUNTANTS LTD

Relevant professional
qualification(s) or body
(if any):

INSTITUTE OF FINANCIAL ACCOUNTANTS (IFA)

Address:

97, Walbrook Road
DERBY, DE23 8SF

Section B

Disclosure

Only complete if the examiner needs to highlight material matters of concern (see CC32, Independent examination of charity accounts: directions and guidance for examiners).

Give here brief details of any items that the examiner wishes to disclose.

N/A