

Company registration number: 06702714

Charity registration number: 1129096

Qadria Trust (UK)

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 March 2023

Qadria Trust (UK)

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Qadria Trust (UK)

Reference and Administrative Details

Trustees	Mohammad Tayyab ur Rehman Basharat Hussain Ali Aksar Mohammed Yasin Mohammed Riaz
Registered Office	26 Alfred Street Sparkbrook Birmingham B12 8JL
Company Registration Number	06702714
Charity Registration Number	1129096
Independent Examiner	Nasir Rafiq Dua Governance 123-131 Bradford Street Bradford Court Birmingham B12 0NS

Qadria Trust (UK)

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the year ended 31 March 2023.

Objectives and activities

Objects and aims

- 1) To advance the Islamic religion in Islamic ethos for the benefit of the public through the holding of prayer meetings, lectures, public celebration of religious festivals and producing and/or distributing literature on Islam to enlighten others about the Islamic faith.
- 2) The prevention or relief of poverty anywhere in the world by providing or assisting in the provision of education, training, healthcare projects and all the necessary support designed to enable individuals to generate a sustainable income and be self-sufficient
- 3) The relief of financial need and suffering among victims of natural or other kinds of disaster in the form of money, food, health and shelter for persons, bodies, organisations and/or countries affected including the provision of medical aid.
- 4) To advance the education of the public in particular but not exclusively in the subject of languages including English, Urdu and Arabic.

Public benefit

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Qadria Trust (UK)

Trustees' Report

Achievements and performance

Education and learning

This is a fundamental provision to provide education, learning, knowledge, and information to all who attend our centre. We are committed to improve the social, cultural, educational, and emotional development needs required in our community. We offer a diverse range of learning including faith, cultural and share common values to be part of the wider community.

Food bank and Food Parcels

Since COVID and the present times families are suffering with the impact on the cost of living, Qadria Trust has been supporting vulnerable people to access food and a warm place to meet. We have seen the unprecedented number of people seeking help for food and financial assistance and supporting them during crisis. We also refer to other specialist local groups and organisations to ensure all who come to our centre have access to basic essentials and advice to remove the barriers and challenges they face.

Islamic Centre of Britain (ICOB)

The Qadria Trust has endorsed to establish a world class, multi-purpose community facility to serve all citizens, to create a place for transformational change, an exemplar of good practice to the rest of the world. ICOB enshrines the vision and objective within an iconic location, bringing communities together.

The development consists of a complex offering community services and a place of worship in one place. The Islamic Centre of Britain (ICOB) will be an iconic centre that will define a landmark in the heart of the most deprived part of Birmingham. It will instil pride and create a place to stimulate positive change.

We are currently meeting the planning conditions to achieve a meaningful start and involves external contracts preparing, designing, and presenting reports to various bodies to be able to commence construction. The support with our architects, Made Architecture, we are truly leading to an aspiring landmark at the heart of the city.

Volunteers play an integral role in the design and planning of this development and have strong pool of people supporting the vision of a new dynamic community centre.

Khula & Divorce provisions

In circumstances of marital breakdowns, we offer support to individuals and couples who wish to divorce according to the Islamic Sharia guidelines.

Nikka Facilities

Qadria Trust has facilities to conduct marriages according to the Islamic traditions. We also support individuals and couples with guidance and understanding through their beginning of their life journey.

Events, Activities and Gatherings

The foundation of our objectives is supporting and assisting people on their spiritual and life journey. Social engagement and spiritual development are a key driver on our events and activities. Working in Partnership is key and our connections across regulatory, statutory, community groups, charities, and local agencies to offering a range of support measures and activities. We have undertaken initiatives to promote Digital Exclusion, promote partnership and collaborations and start the process of addressing health inequalities, and events to encourage community participation and engagement.

Campaigns supporting Humanity

Qadria Trust (vic)

Trustees' Report

We as a charity take great importance to help those in hardship, destitution or suffering in disaster and support those locally, nationally, and internationally. We conduct charity campaigns to generate resources or assist other charities to support people in crisis. This includes the Turkey Earthquake and other natural disasters, like floods and earthquakes across the world.

Financial Review

During the year the charity raised £305k (2022: £379k) and spent £89k (2022: £219k). The charity carry forward reserves stand at £1.81m (2022: £1.59m)

Structure, governance and management

Nature of governing document

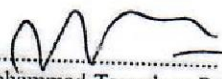
The charity is a charitable company registered with the Company House on the 19 September 2008 (No: 06702714) and with the Charity Commission on the 09 April 2009 (Charity no: 1129096).

The charity is governed by a Memorandum and Articles of Association incorporated 19 September 2008 as amended by special resolution 23 March 2009 and further amended on 24 Sep 2022.

Recruitment and appointment of trustees

The charity must have minimum three directors / trustees and it currently has five. At annual general meeting one-third of the directors must retire from office and re-appointed by the members. The directors / trustees can also appoint directors.

The annual report was approved by the trustees of the charity on 28/12/23 and signed on its behalf by:


Mohammad Tayyab ur Rehman
Trustee

Qadria Trust (MC)

Statement of Trustees' Responsibilities

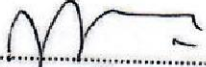
The trustees (who are also the directors of Qadria Trust for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the trustees of the charity on 28/12/12 and signed on its behalf by:


Mohammad Tayyab ur Rehman
Trustee

Qadria Trust (UK)

Independent Examiner's Report to the trustees of Qadria Trust (UK)

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 March 2023 which are set out on pages 7 to 17.

Respective responsibilities of trustees and examiner

As the charity's trustees of Qadria Trust (UK) (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 ('the 2006 Act').

Having satisfied myself that the accounts of Qadria Trust (UK) are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). 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 Qadria Trust (UK)'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 member of ICAEW, 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:

1. accounting records were not kept in respect of Qadria Trust (UK) as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. 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
4. 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 this report in order to enable a proper understanding of the accounts to be reached.


.....
Nasir Rafiq
ICAEW

Dua Governance
123-131 Bradford Street
Bradford Court
Birmingham
B12 0NS

Date: 29/12/23

Qadria Trust (UK)

Statement of Financial Activities for the Year Ended 31 March 2023 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2023 £
Income and Endowments from:				
Donations and legacies	3	237,482	20,196	257,678
Other income	4	192,605	-	192,605
Total income		430,087	20,196	450,283
Expenditure on:				
Raising funds	5	(71,655)	-	(71,655)
Charitable activities	6	(167,349)	(1,960)	(169,309)
Total expenditure		(239,004)	(1,960)	(240,964)
Net income		191,083	18,236	209,319
Net movement in funds		191,083	18,236	209,319
Reconciliation of funds				
Total funds brought forward		1,525,027	-	1,525,027
Total funds carried forward	15	1,716,110	18,236	1,734,346

	Note	Unrestricted funds £	(As restated) Total 2022 £
Income and Endowments from:			
Donations and legacies	3	379,379	379,379
Total income		379,379	379,379
Expenditure on:			
Charitable activities	6	(285,338)	(285,338)
Total expenditure		(285,338)	(285,338)
Net income		94,041	94,041
Net movement in funds		94,041	94,041
Reconciliation of funds			
Total funds brought forward		1,430,986	1,430,986
Total funds carried forward	15	1,525,027	1,525,027

All of the charity's activities derive from continuing operations during the above two periods.
The funds breakdown for 2022 is shown in note 15.

Qadria Trust (UK)

(Registration number: 06702714)
Balance Sheet as at 31 March 2023

	Note	2023 £	(As restated) 2022 £
Fixed assets			
Tangible assets	12	1,375,302	1,342,422
Current assets			
Cash at bank and in hand	13	400,613	220,675
Creditors: Amounts falling due within one year	14	<u>(41,569)</u>	<u>(38,070)</u>
Net current assets		<u>359,044</u>	<u>182,605</u>
Net assets		<u>1,734,346</u>	<u>1,525,027</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		18,236	-
Unrestricted income funds			
Unrestricted funds		<u>1,716,110</u>	<u>1,525,027</u>
Total funds	15	<u>1,734,346</u>	<u>1,525,027</u>


For the financial year ending 31 March 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements on pages 7 to 16 were approved by the trustees, and authorised for issue on 28/12/23 and signed on their behalf by:


Mohammad Tayyab ur Rehman
Trustee

Qadria Trust (UK)

Notes to the Financial Statements for the Year Ended 31 March 2023

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £Nil towards the assets of the charity in the event of liquidation.

The address of its registered office is:

26 Alfred Street
Sparkbrook
Birmingham
B12 8JL

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

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). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

Qadria Trust (UK) meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Income and endowments

All income is recognised once the charity has entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

Qadria Trust (UK)

Notes to the Financial Statements for the Year Ended 31 March 2023

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

Qadria Trust (UK)

Notes to the Financial Statements for the Year Ended 31 March 2023

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

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

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Qadria Trust (UK)

Notes to the Financial Statements for the Year Ended 31 March 2023

Foreign exchange

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

The results of overseas operations are translated at the average rates of exchange during the period and their balance sheets at the rates ruling at the balance sheet date. Exchange differences arising on translation of the opening net assets and results of overseas operations are reported in other comprehensive income and accumulated in equity (attributed to non-controlling interests as appropriate).

Other exchange differences are recognised in the Statement of Financial Activities in the period in which they arise except for:

- 1) exchange differences on transactions entered into to hedge certain foreign currency risks (see above);
- 2) exchange differences arising on gains or losses on non-monetary items which are recognised in other comprehensive income; and
- 3) in the case of the consolidated financial statements, exchange differences on monetary items receivable from or payable to a foreign operation for which settlement is neither planned nor likely to occur (therefore forming part of the net investment in the foreign operation), which are recognised in other comprehensive income and reported under equity.

Fund structure

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

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

3 Income from donations and legacies

	Unrestricted funds			
	General £	Restricted funds £	Total 2023 £	Total 2022 £
Donations and legacies;				
Donations to major appeals	237,482	20,196	257,678	364,741
Grants, including capital grants;				
Government grants	-	-	-	14,638
	<u>237,482</u>	<u>20,196</u>	<u>257,678</u>	<u>379,379</u>

Qadria Trust (UK)

Notes to the Financial Statements for the Year Ended 31 March 2023

4 Other income

	Unrestricted funds	Total 2023
	General £	£
Other	145,000	145,000
Mosque services	7,755	7,755
Rental income	39,850	39,850
	<u>192,605</u>	<u>192,605</u>

5 Expenditure on raising funds

a) Costs of generating donations and legacies

	Unrestricted funds	Total 2023
	General £	£
Donations	<u>71,655</u>	<u>71,655</u>

Qadria Trust (UK)

Notes to the Financial Statements for the Year Ended 31 March 2023

6 Expenditure on charitable activities

	2023 £	2022 £
Salaries & NIC	70,875	69,667
Depreciation	3,900	66,300
IT	32,900	4,384
Legal & Professional Fees	28,236	108,699
Light, Heat & Water	12,570	5,765
Office expenses	7,933	5,680
Repairs & Maintenance	2,617	4,773
Grant	1,960	-
Insurance	3,857	3,665
Telephone & Internet	1,607	2,011
Printing, Postage, Stationery	1,539	612
Bank Charges	681	523
Cleaning	634	1,052
Fire & Security	-	336
Catering	-	11,871
	<u>169,309</u>	<u>285,338</u>

7 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total 2023 £
Independent examiner fees		
Examination of the financial statements	<u>3,500</u>	<u>3,500</u>
	<u>3,500</u>	<u>3,500</u>

8 Net incoming/outgoing resources

Net incoming resources for the year include:

	2023 £	2022 £
Depreciation of fixed assets	<u>3,900</u>	<u>66,300</u>

Qadria Trust (UK)

Notes to the Financial Statements for the Year Ended 31 March 2023

9 Staff costs

The aggregate payroll costs were as follows:

	2023 £	2022 £
Staff costs during the year were:		
Wages and salaries	63,186	69,667
Social security costs	<u>7,689</u>	<u>-</u>
	<u>70,875</u>	<u>69,667</u>

No employee received emoluments of more than £60,000 during the year.

10 Independent examiner's remuneration

	2023 £
Examination of the financial statements	<u>3,500</u>

Qadria Trust (UK)

Notes to the Financial Statements for the Year Ended 31 March 2023

11 Taxation

The charity is a registered charity and is therefore exempt from taxation.

12 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 April 2022	1,389,078	19,644	1,408,722
Additions	-	36,780	36,780
At 31 March 2023	<u>1,389,078</u>	<u>56,424</u>	<u>1,445,502</u>
Depreciation			
At 1 April 2022	65,375	925	66,300
Charge for the year	3,748	152	3,900
At 31 March 2023	<u>69,123</u>	<u>1,077</u>	<u>70,200</u>
Net book value			
At 31 March 2023	<u>1,319,955</u>	<u>55,347</u>	<u>1,375,302</u>
At 31 March 2022	<u>1,323,703</u>	<u>18,719</u>	<u>1,342,422</u>

13 Cash and cash equivalents

	2023 £	2022 £
Cash at bank	<u>400,613</u>	<u>220,675</u>

14 Creditors: amounts falling due within one year

	2023 £	2022 £
Other creditors	38,069	38,070
Accruals	<u>3,500</u>	<u>-</u>
	<u>41,569</u>	<u>38,070</u>

Qadria Trust (UK)

Notes to the Financial Statements for the Year Ended 31 March 2023

15 Funds

	Balance at 1 April 2022 £	Incoming resources £	Resources expended £	Balance at 31 March 2023 £
Unrestricted funds				
General	1,525,027	430,087	(239,004)	1,716,110
Restricted funds	<u>-</u>	<u>20,196</u>	<u>(1,960)</u>	<u>18,236</u>
Total funds	<u>1,525,027</u>	<u>450,283</u>	<u>(240,964)</u>	<u>1,734,346</u>

	Balance at 1 April 2021 £	Incoming resources £	Resources expended £	Balance at 31 March 2022 £
Unrestricted funds				
General	<u>1,430,986</u>	<u>379,379</u>	<u>(285,338)</u>	<u>1,525,027</u>

The 31 March 2022 reserves were restated to reflect the missed depreciation of £66,300 in prior year. This adjustment reduced the reserves.

16 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total funds
	General £	£	£
Tangible fixed assets	1,375,302	-	1,375,302
Current assets	382,377	18,236	400,613
Current liabilities	<u>(41,569)</u>	<u>-</u>	<u>(41,569)</u>
Total net assets	<u>1,716,110</u>	<u>18,236</u>	<u>1,734,346</u>

	Unrestricted funds	Total funds at 31 March 2022
	General £	£
Tangible fixed assets	1,408,722	1,408,722
Current assets	220,675	220,675
Current liabilities	<u>(38,070)</u>	<u>(38,070)</u>
Total net assets	<u>1,591,327</u>	<u>1,591,327</u>