

Company registration number: 05256863

Charity registration number: 1131760

ZIA UL UMMAH FOUNDATION

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 May 2021

ZIA UL UMMAH FOUNDATION

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ZIA UL UMMAH FOUNDATION

Reference and Administrative Details

Charity Registration Number	1131760
Company Registration Number	05256863
Registered Office	The charity is incorporated in England and Wales. 13 Victoria Street Birmingham B9 5AA
Independent Examiner	Mr Waheed Rehman 37 Normanton Road Lawrence House Derby DE1 2GJ
Accountants	AWR Accountants Limited Certified 37 Normanton Road Lawrence House Derby Derbyshire DE1 2GJ

ZIA UL UMMAH FOUNDATION

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 May 2021.

Objectives and activities

Objects and aims

The principal aims and objectives of the charity are to provide educational, spiritual and religious development to children and adults in the UK and abroad that is beneficial to them, and in line with the charity's principles. To relieve poverty, distress and suffering amongst people in any part of the world (including starvation, sickness or any physical disability or affliction). Primarily, but not exclusively, when arising from any public calamity (including famine, earthquake, pestilence, war or civil disturbance).

Objectives, strategies and activities

During the period, the charity has successfully launched educational program to support secondary, college and university students, implemented mainly in Pakistan. The main projects for the charity are to sponsor students for education, however, alongside this, it has organised food related projects to support under privileged families. In the UK, the charity has been running successful educational program for children and adults, which benefit the local community. Also, the charity has organised several educational events for families and children, such as Spiritual Retreat.

Public benefit

The educational projects supports around 30,000 girls and boys in their education. Our educational program supports our students from secondary to until they complete higher education. Our program benefits, not just locally but internationally, because number of our ex-students work abroad, government sectors, humanitarian projects, serving public and many more.

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.

Financial review

Policy on reserves

Funds are designated as Restricted or Un-restricted. Restricted funds are strictly used as intended by the donors. As at 31st May, 2021 Restricted reserves was £245,457 and Unrestricted reserves £496,710.

Trustees and officers

The trustees and officers serving during the year and since the year end were as follows:

Trustees:	Mr Muhammad Amin Ul Hasnat
	Mr Muhammad Abdul Bari
	Mr Arshed Jamil Ahmed
	Mr Saqib Jamil

ZIA UL UMMAH FOUNDATION

Trustees' Report

Structure, governance and management

Nature of governing document

ZIA Ul Ummah Foundation is a company limited by guarantee (05256863), and incorporated on 12 October 2004, and it was registered as a charity on 23 September 2009 (1131760).

The Company was established under a Memorandum of Association, which established the objects and powers of the charitable company, and is governed under its Articles of Association.

The directors, also the the trustees, are responsible for the overall management and control of the company, with other persons volunteering, which numbers 10 volunteers in this reporting period.

Recruitment and appointment of trustees

Trustees are appointed in accordance with the ZIA Ul Ummah Foundation constitution.

Induction and training of trustees

Once appointed , Trustees are given an introduction of the charity and information about its objects and powers. Trustees are also given a copy of the constitution, and aims and objectives. Role description are issued to each trustee and full induction is given setting out the obligations of a trustee. All trustees are given a copy of the Charity Commission's guide 'The Essential Trustee'.

Major risks and management of those risks

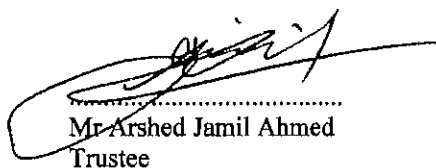
Operation and Finance

The trustees meet quarterly to deliberate on the finances, risks and operational issues.

Small companies provision statement

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

The annual report was approved by the trustees of the charity on 24 November 2022 and signed on its behalf by:



.....
Mr Arshed Jamil Ahmed
Trustee

ZIA UL UMMAH FOUNDATION

Statement of Trustees' Responsibilities

The trustees (who are also the directors of ZIA UL UMMAH FOUNDATION for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". The report and accounts have been prepared in accordance with the provisions in the Companies Act 2006 relating to small companies.

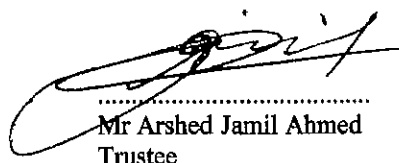
Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company 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 accounting standards, comprising FRS 102 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 proper accounting records that can 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.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the trustees of the charity on 24 November 2022 and signed on its behalf by:



.....
Mr Arshed Jamil Ahmed
Trustee

**Chartered Accountants' Report to the Trustees on the Preparation of the Unaudited
Statutory Accounts of
ZIA UL UMMAH FOUNDATION
for the Year Ended 31 May 2021**

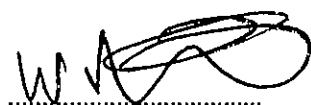
In order to assist you to fulfil your duties under the Companies Act 2006, we have prepared for your approval the accounts of ZIA UL UMMAH FOUNDATION for the year ended 31 May 2021 as set out on pages 7 to 17 from the company's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales (ICAEW) we are subject to its ethical and other professional requirements which are detailed at <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the board of directors of ZIA UL UMMAH FOUNDATION, as a body, in accordance with the terms of our engagement letter dated 7 June 2017. Our work has been undertaken solely to prepare for your approval the financial statements of ZIA UL UMMAH FOUNDATION and state those matters that we have agreed to state to the board of directors of ZIA UL UMMAH FOUNDATION, as a body, in this report, in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than ZIA UL UMMAH FOUNDATION and its board of directors as a body for our work or for this report.

It is your duty to ensure that ZIA UL UMMAH FOUNDATION has kept adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and of ZIA UL UMMAH FOUNDATION. You consider that ZIA UL UMMAH FOUNDATION is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit or a review of the accounts of ZIA UL UMMAH FOUNDATION. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.



AWR Accountants Limited
Certified
37 Normanton Road
Lawrence House
Derby
Derbyshire
DE1 2GJ

24 November 2022

ZIA UL UMMAH FOUNDATION

Independent Examiner's Report to the trustees of ZIA UL UMMAH FOUNDATION (‘the Company’)

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 May 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 (‘the 2006 Act’).

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 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 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 member of ACCA, 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 ZIA UL UMMAH FOUNDATION 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.



.....
Waheed Rehman
ACCA

37 Normanton Road
Lawrence House
Derby
DE1 2GJ

24 November 2022

ZIA UL UMMAH FOUNDATION

(Registration number: 05256863)

Balance Sheet as at 31 May 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	14	279,217	286,564
Current assets			
Debtors	15	70,537	16,269
Cash at bank and in hand	16	<u>399,184</u>	<u>261,681</u>
		469,721	277,950
Creditors: Amounts falling due within one year	17	<u>(6,771)</u>	<u>(5,206)</u>
Net current assets		<u>462,950</u>	<u>272,744</u>
Net assets		<u>742,167</u>	<u>559,308</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		245,457	117,949
Unrestricted income funds			
Unrestricted funds		<u>496,710</u>	<u>441,359</u>
Total funds	19	<u>742,167</u>	<u>559,308</u>

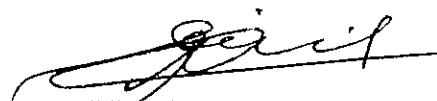
For the financial year ending 31 May 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The financial statements on pages 7 to 17 were approved by the trustees, and authorised for issue on 24 November 2022 and signed on their behalf by:


.....
Mr Arshed Jamil Ahmed
Trustee

The notes on pages 9 to 17 form an integral part of these financial statements.

ZIA UL UMMAH FOUNDATION

Statement of Financial Activities for the Year Ended 31 May 2021 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted £	Restricted £	Total 2021 £	Total 2020 £
Income and Endowments from:					
Donations and legacies	3	133,540	157,687	291,227	238,886
Charitable activities	4	-	-	-	16,549
Total Income		133,540	157,687	291,227	255,435
Expenditure on:					
Raising funds	5	(24,994)	-	(24,994)	(25,027)
Charitable activities	6	(2,212)	(30,179)	(32,391)	(59,198)
Other expenditure	7	(50,983)	-	(50,983)	(54,724)
Total Expenditure		(78,189)	(30,179)	(108,368)	(138,949)
Net income		55,351	127,508	182,859	116,486
Net movement in funds		55,351	127,508	182,859	116,486
Reconciliation of funds					
Total funds brought forward		441,359	117,949	559,308	442,822
Total funds carried forward	19	496,710	245,457	742,167	559,308

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2020 is shown in note 19.

The notes on pages 9 to 17 form an integral part of these financial statements.

ZIA UL UMMAH FOUNDATION

Notes to the Financial Statements for the Year Ended 31 May 2021

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:

13 Victoria Street

Birmingham

B9 5AA

These financial statements were authorised for issue by the trustees on 24 November 2022.

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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

ZIA UL UMMAH FOUNDATION 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.

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.

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.

ZIA UL UMMAH FOUNDATION

Notes to the Financial Statements for the Year Ended 31 May 2021

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. Such costs as Advertising & publicity, Fees incurred for the service of Online donation collections & Management.

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.

Support costs

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

Governance costs

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

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.

ZIA UL UMMAH FOUNDATION

Notes to the Financial Statements for the Year Ended 31 May 2021

Tangible fixed assets

Individual fixed assets costing £100.00 or more are initially recorded at cost.

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:

Asset class	Depreciation method and rate
Fixtures & Fittings	15% Straight line
Office Equipment	25% Straight line
Freehold Property	2% Straight line
Website	10% Straight line

Trade debtors

Trade debtors are amounts of un-remitted donations with donation collection system providers, that are outstanding to be remitted at the year end.

These are recognised at the donated value.

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.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees 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.

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

ZIA UL UMMAH FOUNDATION

Notes to the Financial Statements for the Year Ended 31 May 2021

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total funds £
Donations and legacies;			
Donations from individuals	48,558	157,687	206,245
Gift aid reclaimed	57,947	-	57,947
Grants, including capital grants;			
Government grants	27,035	-	27,035
Total for 2021	133,540	157,687	291,227
Total for 2020	79,821	159,065	238,886

4 Income from charitable activities

	Unrestricted funds General £	Restricted funds £	Total funds £
Total for 2020	12,220	4,329	16,549

5 Expenditure on raising funds

a) Costs of generating donations and legacies

	Note	Unrestricted funds General £	Total funds £
Donations		24,994	24,994
Total for 2021		24,994	24,994
Total for 2020		25,027	25,027
			Total costs £

ZIA UL UMMAH FOUNDATION

Notes to the Financial Statements for the Year Ended 31 May 2021

6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Restricted funds £	Total funds £
Spiritual Retreat		-	2,759	2,759
Overseas Projects		-	27,420	27,420
Governance costs	8	2,212	-	2,212
Total for 2021		2,212	30,179	32,391
Total for 2020		2,106	57,092	59,198

**Total
expenditure
£**

In addition to the expenditure analysed above, there are also governance costs of £2,212 (2020 - £2,106) which relate directly to charitable activities. See note 8 for further details.

7 Other expenditure

	Note	Unrestricted funds General £	Total funds £
Staff costs			
Pension costs		840	840
Depreciation, amortisation and other similar costs		7,347	7,347
Allocated support costs	8	42,796	42,796
Total for 2021		50,983	50,983
Total for 2020		54,724	54,724

ZIA UL UMMAH FOUNDATION

Notes to the Financial Statements for the Year Ended 31 May 2021

8 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total funds £
Independent examiner fees		
Examination of the financial statements	2,212	2,212
Total for 2021	2,212	2,212
Total for 2020	2,106	2,106

Support costs

	Unrestricted General £	Total 2021 £	Total 2020 £
Wages and salaries	34,839	34,839	37,369
Water rates	-	-	100
Light, heat and power	2,619	2,619	3,539
Insurance	1,794	1,794	1,746
Repairs and renewals	1,656	1,656	555
Telephone and fax	596	596	515
Printing, postage and stationery	146	146	139
Sundry expenses	23	23	89
Legal and professional fees	1,000	1,000	1,000
Bank charges	123	123	817
	42,796	42,796	45,869

The above costs relate to the management of Education Centre (ZUC), except for the bank charges £123 related to management of (ZUF).

ZIA UL UMMAH FOUNDATION

Notes to the Financial Statements for the Year Ended 31 May 2021

9 Net Incoming/outgoing resources

Net incoming resources for the year include:

	2021 £	2020 £
Depreciation of fixed assets	<u>7,347</u>	<u>7,796</u>

10 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

11 Staff costs

The aggregate payroll costs were as follows:

	2021 £	2020 £
Staff costs during the year were:		
Social security costs	-	156
Pension costs	<u>840</u>	<u>903</u>
	<u>840</u>	<u>1,059</u>

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

12 Independent examiner's remuneration

	2021 £	2020 £
Accountancy fees	1,671	1,591
Independent examiner's fee	<u>541</u>	<u>515</u>
	<u>2,212</u>	<u>2,106</u>

13 Taxation

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

ZIA UL UMMAH FOUNDATION

Notes to the Financial Statements for the Year Ended 31 May 2021

14 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Total £
Cost			
At 1 June 2020	322,716	7,548	330,264
At 31 May 2021	322,716	7,548	330,264
Depreciation			
At 1 June 2020	40,132	3,569	43,701
Charge for the year	6,454	892	7,346
At 31 May 2021	46,586	4,461	51,047
Net book value			
At 31 May 2021	276,130	3,087	279,217
At 31 May 2020	282,584	3,979	286,563

15 Debtors

	2021 £	2020 £
Trade debtors	108	1,365
Prepayments	8,088	2,759
Accrued income	62,341	12,145
	<u>70,537</u>	<u>16,269</u>

16 Cash and cash equivalents

	2021 £	2020 £
Cash on hand	17	-
Cash at bank	399,167	261,681
	<u>399,184</u>	<u>261,681</u>

ZIA UL UMMAH FOUNDATION

Notes to the Financial Statements for the Year Ended 31 May 2021

17 Creditors: amounts falling due within one year

	2021 £	2020 £
Other taxation and social security	1,736	362
Other creditors	2,823	2,731
Accruals	2,212	2,113
	<u>6,771</u>	<u>5,206</u>

18 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £840 (2020 - £903).

19 Funds

	Balance at 1 June 2020 £	Incoming resources £	Resources expended £	Balance at 31 May 2021 £
Unrestricted funds				
General	441,359	133,540	(78,189)	496,710
Restricted funds	<u>117,949</u>	<u>157,687</u>	<u>(30,179)</u>	<u>245,457</u>
Total funds	<u>559,308</u>	<u>291,227</u>	<u>(108,368)</u>	<u>742,167</u>
	Balance at 1 June 2019 £	Incoming resources £	Resources expended £	Balance at 31 May 2020 £
Unrestricted funds				
General	431,175	92,041	(81,857)	441,359
Restricted funds	<u>11,647</u>	<u>163,394</u>	<u>(57,092)</u>	<u>117,949</u>
Total funds	<u>442,822</u>	<u>255,435</u>	<u>(138,949)</u>	<u>559,308</u>

