EMAAN TRUST OF SHEFFIELD

England & Wales · Charity number 1131861

Details

Other names	THE EMAAN TRUST
Status	Registered
Legal form	Charitable company
Company number	06806357
Registered	2009-09-28
Register	View on the Charity Commission register

Contact

Address	Sheffield Grand Mosque Grimesthorpe Road Sheffield S4 8DE
Phone	07825180123
Email	info@alemaantrust.org.uk
Website	www.alemaantrust.org.uk

Activities

Objects: 3.1 TO ADVANCE THE ISLAMIC FAITH FOR THE PUBLIC BENEFIT.3.2 TO RELIEVE POVERTY BY THE PROVISION OF ADVICE AND FINANCIAL AND OTHER ASSISTANCE TO THOSE IN NEED, HARDSHIP OR DISTRESS.3.3 TO ADVANCE EDUCATION FOR THE PUBLIC BENEFIT.3.4 TO PRESERVE AND PROTECT GOOD HEALTH FOR THE PUBLIC BENEFIT.3.5 TO PROVIDE FACILITIES IN THE INTERESTS OF SOCIAL WELFARE FOR THE RECREATION AND OTHER LEISURE TIME PURSUITS OF THOSE WHO ARE IN NEED OF THOSE FACILITIES BY REASON OF THEIR AGE YOUTH INFIRMITY OR DISABLEMENT, POVERTY OR SOCIAL OR ECONOMIC CIRCUMSTANCES, IN PARTICULAR BY THE PROVISION OF A COMMUNITY CENTRE.

Activities: The Trusts principal activity during the year continued to be the provision of community services (Mosque).

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Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information
- **What:** Education/training, Religious Activities
- **Who:** The General Public/mankind

Geography

- **Area of benefit:** NATIONAL
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2025-01-31	£161,558	£155,071	-	-
2024-01-31	£1,142,066	£250,361	£8,511,895	2
2023-01-31	£1,771,458	£110,968	£7,620,190	1
2022-01-31	£499,476	£38,813	-	-
2021-01-31	£33,285	£47,384	-	-

Trustees

Name	Role	Appointed
HAMEED AL-ASALY	Chair	2013-04-22
ABDERREZAK BOUGARA		
ABDULMALIK ALSANABANI		
ABDULRAHMAN HUSSEIN		2013-04-22
ALI AL-BATATI		
MARK BONHAM		2013-04-22

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EMAAN TRUST OF SHEFFIELD

England & Wales - Charity number 1131861

Accounts

REGISTERED COMPANY NUMBER: 06806357 (England and Wales)
REGISTERED CHARITY NUMBER: 1131861

REPORT OF THE TRUSTEES AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2025

FOR

THE EMAAN TRUST OF SHEFFIELD
(A COMPANY LIMITED BY GUARANTEE)

THE EMAAN TRUST OF SHEFFIELD

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FOR THE YEAR ENDED 31 JANUARY 2025

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REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JANUARY 2025

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 January 2025. The trustees have adopted the provisions of 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity's objective and its principal activity continues to be the establishment of a centre for community services to fulfil the religious needs of the Muslim community and to provide services to the wider communities in Sheffield and the surrounding areas.

These services include:

- To relieve poverty by the provision of advice, financial and other assistance to those in need, hardship or distress.

- To advance education for the public benefit.

- To preserve and protect good health for the public benefit.

- To provide facilities in the interests of social welfare for the recreation and other leisure time pursuits of those who are in need.

The charity continues to explore new ways of improving the conditions of individuals. The charity is organised so that the Trustees meet regularly to manage its affairs.

There is a fundraising consultant supporting the trustees fundraising strategy, together with the admin staff and volunteers the trustees manage the administration of the charity to oversee the compilation of the centre and organise fundraising initiatives. New Trustees are only recruited and trained when a Trustee leaves his/her position or a strategic need arises.

Public benefit

The Charity is a public benefit entity and 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.

STRATEGIC REPORT

Achievement and performance

Charitable activities

The Trust had been closed during the lockdown period as per the Government guidelines. The Trust had re-opened following lockdown whilst maintaining the social distancing rules at a reduced capacity, only offering the bare minimum of services including the daily prayers and for Ramadan.

Fundraising activities

The Charity raises funds through appeals carried out by it's own Trustees and volunteers. It does not work with professional fundraisers. No complaints have been received by the Charity regarding it's fundraising during the year.

The Charity obtains most of it's funding from organisations and individuals, who have previously contributed to it's funding, and as such does not need to carry out many appeals.The Trustees are very careful not to target their appeals at vulnerable people and would not accept funds from such individuals.

STRATEGIC REPORT

Financial review

Financial position

During the year the Trust raised £161k (2024: £1.1m) and spent £155k (2024: £242k) on revenue activities and £101k (2024:£1.1m) on the Islamic Centre.

The total carry forward reserves of the Trust stood at £8.52m (2024: £8.52m).

Reserves policy

Restricted reserves stood at £4.8m (2024: £4.8m) and unrestricted reserves at £3.71m (2024: £3.71m).

The Trustees have considered the level of reserves and found them to be adequate for meeting the immediate and future needs of the Trust.

Going concern

The Trustees consider that there are no material uncertainties about the charitys ability to continue as a going concern.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Emaan Trust was founded in 2004 and was registered as an incorporated charity with UK Charity commission in 2009. The company is a private limited company limited by guarantee incorporated on 30 January 2009 and is governed by its articles of association (Articles). In the event the charitable company is wound up members are required to contribute an amount not exceeding £1.

Emaan Trust seeks to establish an Islamic centre in order to fulfil the religious needs of the surrounding Muslim communities and to provide services to the wider community in Sheffield and surrounding areas.

Recruitment and appointment of new trustees

The new Trustees are briefed on their legal obligations under charity laws and regulations, the Committee and decision making process, the recent financial performance and the future plans and objectives of the charity. They also meet other Trustees and the employees.

Organisational structure

The board of Trustees administer the charity through committees, contractors and one full time employee. The staff manages the day to day operations of the charity while the contractors and the construction committee oversee the construction of the centre. To facilitate effective operations the board have nominated Trustees and delegated authority to oversee operational matters including, Finance, Legal and donation making

Key management remuneration

There is no Management Personnel employed, the Directors who are also the Trustees of the Charity, manage the smooth running of the charity, and do not receive any remuneration

Risk management

Reputation risk
Negative PR can damage the Trusts standing and reputation with donors.
The Trust Board includes experienced professionals that actively oversee the work of the Trust. The Trust has also engaged legal and finance professionals to manage legal and finance risks.

Lack of funds
This can delay the construction and completion of the Islamic centre.
The Trustees have effective fund raising plans in place to ensure funds are raised in a timely manner. During the year key Trustees with various fund raisers travel to the Middle East and liaise with donors to ensure funds are raised in a timely manner

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
06806357 (England and Wales)

Registered Charity number
1131861

Registered office
Sheffield Grand Mosque
Grimesthorpe Road
Sheffield
South Yorkshire
S4 8DE

Trustees
Mr Hameed Al-Asaly
Mr AbdulMalik AlSanabani
Mr Abderrezzaq Bougara
Mr AbdulRehman Hussein
Mr Ali Al Batati
Mr Mark Bonham

Independent Examiner
Eccounting UK
AR Business Centre
12 The Crofts
Rotherham
South Yorkshire
S60 2DJ

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 29 May 2025 and signed on the board's behalf by:

Mr Abdulrahman Hussein - Trustee

Independent examiner's report to the trustees of The Emaan Trust of Sheffield ('the Company')
I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 January 2025.

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

Shoakat Zaman
The Institute of Financial Accountants

Eccounting UK
AR Business Centre
12 The Crofts
Rotherham
South Yorkshire
S60 2DJ

29 May 2025

THE EMAAN TRUST OF SHEFFIELD

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JANUARY 2025

	Notes	Unrestricted fund £	Restricted fund £	**2025 Total funds £**	2024 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	**152,458**	**-**	**152,458**	1,142,059
Investment income	3	**9,100**	**-**	**9,100**	7
Total		**161,558**	**-**	**161,558**	1,142,066
EXPENDITURE ON					
Raising funds	4	**13,284**	**-**	**13,284**	136,995
Charitable activities					
Masjid Activities		**-**	**-**	**-**	113,366
Other		**141,787**	**-**	**141,787**	-
Total		**155,071**	**-**	**155,071**	250,361
NET INCOME		**6,487**	**-**	**6,487**	891,705
RECONCILIATION OF FUNDS					
Total funds brought forward		**3,706,678**	**4,805,217**	**8,511,895**	7,620,190
TOTAL FUNDS CARRIED FORWARD		**3,713,165**	**4,805,217**	**8,518,382**	8,511,895

The notes form part of these financial statements

BALANCE SHEET
31 JANUARY 2025

	Notes	Unrestricted fund £	Restricted fund £	**2025 Total funds £**	2024 Total funds £
FIXED ASSETS					
Tangible assets	10	**3,700,958**	**4,782,458**	**8,483,416**	8,388,946
CURRENT ASSETS					
Cash at bank		**13,019**	**22,759**	**35,778**	128,561
CREDITORS					
Amounts falling due within one year	11	**(812)**	**-**	**(812)**	(5,612)
NET CURRENT ASSETS		**12,207**	**22,759**	**34,966**	122,949
TOTAL ASSETS LESS CURRENT LIABILITIES		**3,713,165**	**4,805,217**	**8,518,382**	8,511,895
NET ASSETS		**3,713,165**	**4,805,217**	**8,518,382**	8,511,895
FUNDS	12				
Unrestricted funds				**3,713,165**	3,706,678
Restricted funds				**4,805,217**	4,805,217
TOTAL FUNDS				**8,518,382**	8,511,895

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 January 2025.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 January 2025 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each 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 financial statements, so far as applicable to the charitable company.

The financial statements were approved by the Board of Trustees and authorised for issue on 29 May 2025 and were signed on its behalf by:

Mr Abdulrahman Hussein - Trustee

The notes form part of these financial statements

THE EMAAN TRUST OF SHEFFIELD

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JANUARY 2025

	Notes	**2025** **£**	2024 £
Cash flows from operating activities			
Cash generated from operations	1	**8,667**	893,260
Net cash provided by operating activities		**8,667**	893,260
Cash flows from investing activities			
Purchase of tangible fixed assets		**(101,450)**	(1,177,972)
Interest received		**-**	7
Net cash used in investing activities		**(101,450)**	(1,177,965)
Change in cash and cash equivalents in the reporting period		**(92,783)**	(284,705)
Cash and cash equivalents at the beginning of the reporting period		**128,561**	413,266
Cash and cash equivalents at the end of the reporting period		**35,778**	128,561

The notes form part of these financial statements

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JANUARY 2025

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2025	2024
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	**6,487**	891,705
Adjustments for:		
Depreciation charges	**6,980**	8,783
Interest received	**-**	(7)
Decrease in creditors	**(4,800)**	(7,221)
Net cash provided by operations	**8,667**	893,260

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.2.24	Cash flow	**At 31.1.25**
	£	£	**£**
Net cash			
Cash at bank	**128,561**	**(92,783)**	**35,778**
	128,561	**(92,783)**	**35,778**
Total	**128,561**	**(92,783)**	**35,778**

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements
The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income
All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

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.

Expenditure
Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

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.

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.

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.

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	-	20% on reducing balance
Computer equipment	-	25% on cost

Taxation
The charity is exempt from corporation tax on its charitable activities.

Fund accounting
Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

continued...

1. ACCOUNTING POLICIES - continued

Fund accounting
Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Foreign currencies
Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the
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.

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.

2. DONATIONS AND LEGACIES

The breakdown of total donations is as follows;

The trust has been able to raise £129,004 (2024 : £124,412) from cash collection, online, card machines etc.

Grants of £21,454 (2024 : £28,985) were raised from local authority and other organisations for events organised by the masjid.

3. INVESTMENT INCOME

	2025	2024
	£	£
Rents received	**9,100**	-
Deposit account interest	**-**	7
	9,100	7

4. RAISING FUNDS

Raising donations and legacies

	2025	2024
	£	£
Raising funds	**13,284**	13,920
Support costs	**-**	123,075
	13,284	136,995

5. SUPPORT COSTS

	Management	Finance	Governance costs	Totals
	£	£	£	£
Other resources expended	**135,392**	**1,488**	**4,907**	**141,787**

6. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2025	2024
	£	£
Annual audit fee	**-**	4,800
Depreciation - owned assets	**6,980**	8,783

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 January 2025 nor for the year ended 31 January 2024.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 January 2025 nor for the year ended 31 January 2024.

continued...

8. STAFF COSTS

	2025	2024
	£	£
Wages and salaries	**36,587**	18,845
	36,587	18,845

The average monthly number of employees during the year was as follows:

	2025	2024
Employees	**2**	2

No employees received emoluments in excess of £60,000.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund	Restricted fund	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	157,397	984,662	1,142,059
Investment income	7	-	7
Total	157,404	984,662	1,142,066
EXPENDITURE ON			
Raising funds	136,995	-	136,995
Charitable activities			
Masjid Activities	113,366	-	113,366
Total	250,361	-	250,361
NET INCOME/(EXPENDITURE)	(92,957)	984,662	891,705
RECONCILIATION OF FUNDS			
Total funds brought forward	3,799,635	3,820,555	7,620,190
TOTAL FUNDS CARRIED FORWARD	3,706,678	4,805,217	8,511,895

continued...

10. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 February 2024	**8,354,040**	**42,767**	**1,229**	**8,398,036**
Additions	**101,450**	**-**	**-**	**101,450**
At 31 January 2025	**8,455,490**	**42,767**	**1,229**	**8,499,486**
DEPRECIATION				
At 1 February 2024	**-**	**8,553**	**537**	**9,090**
Charge for year	**-**	**6,842**	**138**	**6,980**
At 31 January 2025	**-**	**15,395**	**675**	**16,070**
NET BOOK VALUE				
At 31 January 2025	**8,455,490**	**27,372**	**554**	**8,483,416**
At 31 January 2024	8,354,040	34,214	692	8,388,946

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2025 **£**	2024 £
Accrued expenses	**812**	5,612

12. MOVEMENT IN FUNDS

	At 1.2.24 £	Net movement in funds £	At 31.1.25 £
Unrestricted funds			
General fund	**3,706,678**	**6,487**	**3,713,165**
Restricted funds			
Construction fund	**4,805,217**	**-**	**4,805,217**
TOTAL FUNDS	**8,511,895**	**6,487**	**8,518,382**

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	**161,558**	**(155,071)**	**6,487**
TOTAL FUNDS	**161,558**	**(155,071)**	**6,487**

continued...

12. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.2.23 £	Net movement in funds £	At 31.1.24 £
Unrestricted funds			
General fund	3,799,635	(92,957)	3,706,678
Restricted funds			
Construction fund	3,820,555	984,662	4,805,217
TOTAL FUNDS	7,620,190	891,705	8,511,895

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	157,404	(250,361)	(92,957)
Restricted funds			
Construction fund	984,662	-	984,662
TOTAL FUNDS	1,142,066	(250,361)	891,705

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.2.23 £	Net movement in funds £	At 31.1.25 £
Unrestricted funds			
General fund	3,799,635	(86,470)	3,713,165
Restricted funds			
Construction fund	3,820,555	984,662	4,805,217
TOTAL FUNDS	7,620,190	898,192	8,518,382

continued...

12. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	318,962	(405,432)	(86,470)
Restricted funds			
Construction fund	984,662	-	984,662
TOTAL FUNDS	1,303,624	(405,432)	898,192

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 January 2025.

EMAAN TRUST OF SHEFFIELD

England & Wales - Charity number 1131861

Accounts

REGISTERED COMPANY NUMBER: 06806357 (England and Wales)
REGISTERED CHARITY NUMBER: 1131861

REPORT OF THE TRUSTEES AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2024

FOR

THE EMAAN TRUST OF SHEFFIELD
(A COMPANY LIMITED BY GUARANTEE)

THE EMAAN TRUST OF SHEFFIELD

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FOR THE YEAR ENDED 31 JANUARY 2024

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REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JANUARY 2024

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 January 2024. The trustees have adopted the provisions of 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity's objective and its principal activity continues to be the establishment of a centre for community services to fulfil the religious needs of the Muslim community and to provide services to the wider communities in Sheffield and the surrounding areas.

These services include:

- To relieve poverty by the provision of advice, financial and other assistance to those in need, hardship or distress.

- To advance education for the public benefit.

- To preserve and protect good health for the public benefit.

- To provide facilities in the interests of social welfare for the recreation and other leisure time pursuits of those who are in need.

The charity continues to explore new ways of improving the conditions of individuals. The charity is organised so that the Trustees meet regularly to manage its affairs.

There is a fundraising consultant supporting the trustees fundraising strategy, together with the admin staff and volunteers the trustees manage the administration of the charity to oversee the compilation of the centre and organise fundraising initiatives. New Trustees are only recruited and trained when a Trustee leaves his/her position or a strategic need arises.

Public benefit

The Charity is a public benefit entity and 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.

STRATEGIC REPORT

Achievement and performance

Charitable activities

The Trust had been closed during the lockdown period as per the Government guidelines. The Trust had re-opened following lockdown whilst maintaining the social distancing rules at a reduced capacity, only offering the bare minimum of services including the daily prayers and for Ramadan.

Fundraising activities

The Charity raises funds through appeals carried out by it's own Trustees and volunteers. It does not work with professional fundraisers. No complaints have been received by the Charity regarding it's fundraising during the year.

The Charity obtains most of it's funding from organisations and individuals, who have previously contributed to it's funding, and as such does not need to carry out many appeals.The Trustees are very careful not to target their appeals at vulnerable people and would not accept funds from such individuals.

STRATEGIC REPORT

Financial review

Financial position

During the year the Trust raised £1.1m (2023: £1.8m) and spent £242k (2023: £111k) on revenue activities and £1.1m (2023:£1.5m) on the Islamic Centre.

The total carry forward reserves of the Trust stood at £8.52m (2023: £7.62m).

Reserves policy

Restricted reserves stood at £4.8m (2023: £3.82m) and unrestricted reserves at £3.72m (2023: £3.8m).

The Trustees have considered the level of reserves and found them to be adequate for meeting the immediate and future needs of the Trust.

Going concern

The Trustees consider that there are no material uncertainties about the charitys ability to continue as a going concern.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Emaan Trust was founded in 2004 and was registered as an incorporated charity with UK Charity commission in 2009. The company is a private limited company limited by guarantee incorporated on 30 January 2009 and is governed by its articles of association (Articles). In the event the charitable company is wound up members are required to contribute an amount not exceeding £1.

Emaan Trust seeks to establish an Islamic centre in order to fulfil the religious needs of the surrounding Muslim communities and to provide services to the wider community in Sheffield and surrounding areas.

Recruitment and appointment of new trustees

The new Trustees are briefed on their legal obligations under charity laws and regulations, the Committee and decision making process, the recent financial performance and the future plans and objectives of the charity. They also meet other Trustees and the employees.

Organisational structure

The board of Trustees administer the charity through committees, contractors and one full time employee. The staff manages the day to day operations of the charity while the contractors and the construction committee oversee the construction of the centre. To facilitate effective operations the board have nominated Trustees and delegated authority to oversee operational matters including, Finance, Legal and donation making

Key management remuneration

There is no Management Personnel employed, the Directors who are also the Trustees of the Charity, manage the smooth running of the charity, and do not receive any remuneration

Risk management

Reputation risk

Negative PR can damage the Trusts standing and reputation with donors.

The Trust Board includes experienced professionals that actively oversee the work of the Trust. The Trust has also engaged legal and finance professionals to manage legal and finance risks.

Lack of funds

This can delay the construction and completion of the Islamic centre.

The Trustees have effective fund raising plans in place to ensure funds are raised in a timely manner. During the year key Trustees with various fund raisers travel to the Middle East and liaise with donors to ensure funds are raised in a timely manner

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
06806357 (England and Wales)

Registered Charity number
1131861

Registered office
Sheffield Grand Mosque
Grimesthorpe Road
Sheffield
South Yorkshire
S4 8DE

Trustees
Mr Hameed Al-Asaly
Mr AbdulMalik AlSanabani
Mr Abdcrrczzaq Bougara
Mr AbdulRehman Hussein
Mr Ali Al Batati
Mr Mark Bonham

Auditors
Shareef
Statutory Auditors
4 Highlands Court
Cranmore Avenue
Solihull
West Midlands
B90 4LE

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of The Emaan Trust of Sheffield for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued
In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS
The auditors, Shareef, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 27 Noember 2024 and signed on the board's behalf by

Mr Abdulrahman Hussein - Trustee

Opinion

We have audited the financial statements of The Emaan Trust of Sheffield (the 'charitable company') for the year ended 31 January 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 January 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the Charity and industry, we identified that the principal risks of non-compliance with laws and regulations related to employment laws and taxes, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006, FRS 102 and the Charities SORP. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to achieve desired financial results and the manipulation of exceptional items and management bias in accounting estimates. Audit procedures performed by the engagement team included, but were not limited to: - enquiries with management, and the Company's legal counsel (internal and, where relevant, external), including consideration of known or suspected instances of fraud and non-compliance with laws and regulations and examining supporting calculations where a provision has been made in respect of these; reading key correspondence with regulatory authorities in relation to compliance with certain employment laws and indirect tax matters; - understanding and evaluating the design and implementation of management's controls designed to prevent and detect irregularities; - challenging assumptions and judgements made by management in their significant accounting estimates, in particular, in relation to restricted funds; - identifying and testing journal entries, in particular any journal entries posted with unusual account combinations and postings by unusual users; There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Shareef
Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
4 Highlands Court
Cranmore Avenue
Solihull
West Midlands
B90 4LE

27 November 2024

THE EMAAN TRUST OF SHEFFIELD

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JANUARY 2024

	Notes	Unrestricted fund £	Restricted fund £	**2024 Total funds £**	2023 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	**157,397**	**984,662**	**1,142,059**	1,771,377
Investment income	3	**7**	-	**7**	81
Total		**157,404**	**984,662**	**1,142,066**	1,771,458
EXPENDITURE ON					
Raising funds	4	**136,995**	**-**	**136,995**	83,062
Charitable activities	5				
Masjid Activities		**113,366**	**-**	**113,366**	27,906
Total		**250,361**	**-**	**250,361**	110,968
NET INCOME/(EXPENDITURE)		**(92,957)**	**984,662**	**891,705**	1,660,490
RECONCILIATION OF FUNDS					
Total funds brought forward		**3,799,635**	**3,820,555**	**7,620,190**	5,959,700
TOTAL FUNDS CARRIED FORWARD		**3,706,678**	**4,805,217**	**8,511,895**	7,620,190

The notes form part of these financial statements

BALANCE SHEET
31 JANUARY 2024

	Notes	Unrestricted fund £	Restricted fund £	2024 Total funds £	2023 Total funds £
FIXED ASSETS					
Tangible assets	11	**3,606,488**	**4,782,458**	**8,388,946**	7,219,757
CURRENT ASSETS					
Cash at bank		**105,802**	**22,759**	**128,561**	413,266
CREDITORS					
Amounts falling due within one year	12	**(5,612)**	**-**	**(5,612)**	(12,833)
NET CURRENT ASSETS		**100,190**	**22,759**	**122,949**	400,433
TOTAL ASSETS LESS CURRENT LIABILITIES		**3,706,678**	**4,805,217**	**8,511,895**	7,620,190
NET ASSETS		**3,706,678**	**4,805,217**	**8,511,895**	7,620,190
FUNDS	13				
Unrestricted funds				**3,706,678**	3,799,635
Restricted funds				**4,805,217**	3,820,555
TOTAL FUNDS				**8,511,895**	7,620,190

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 January 2024.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for

(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each 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 financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

The financial statements were approved by the Board of Trustees and authorised for issue on 27 November 2024 and were signed on its behalf by:

Mr Abdulrahman Hussein - Trustee

The notes form part of these financial statements

THE EMAAN TRUST OF SHEFFIELD

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JANUARY 2024

	Notes	2024 £	2023 £
Cash flows from operating activities			
Cash generated from operations	1	**893,260**	1,633,829
Net cash provided by operating activities		**893,260**	1,633,829
Cash flows from investing activities			
Purchase of tangible fixed assets		**(1,177,972)**	(1,507,805)
Interest received		7	81
Net cash used in investing activities		**(1,177,965)**	(1,507,724)
Change in cash and cash equivalents in the reporting period		**(284,705)**	126,105
Cash and cash equivalents at the beginning of the reporting period		**413,266**	287,161
Cash and cash equivalents at the end of the reporting period		**128,561**	413,266

The notes form part of these financial statements

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JANUARY 2024

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2024	2023
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	**891,705**	1,660,490
Adjustments for:		
Depreciation charges	**8,783**	307
Interest received	**(7)**	(81)
Decrease in creditors	**(7,221)**	(26,887)
Net cash provided by operations	**893,260**	1,633,829

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.2.23	Cash flow	At 31.1.24
	£	£	£
Net cash			
Cash at bank	**413,266**	**(284,705)**	**128,561**
	413,266	**(284,705)**	**128,561**
Total	**413,266**	**(284,705)**	**128,561**

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements
The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income
All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

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.

Expenditure
Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

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.

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.

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.

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 20% on reducing balance
Computer equipment	- 25% on cost

Taxation
The charity is exempt from corporation tax on its charitable activities.

Fund accounting
Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

continued...

1. ACCOUNTING POLICIES - continued

Fund accounting
Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Foreign currencies
Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the
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.

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.

2. DONATIONS AND LEGACIES

The breakdown of total donations is as follows;

Construction funds of £984,662 (2023 : £1,679,878) raised for phase 5 and 6.

The trust has been able to raise £124,412 (2023 : £64,222) from cash collection, online, card machines etc.

Grants of £28,985 (2023 : £27,276) were raised from local authority and other organisations for events organised by the masjid.

continued...

3. INVESTMENT INCOME

	2024	2023
	£	£
Deposit account interest	7	81

4. RAISING FUNDS

Raising donations and legacies

	2024	2023
	£	£
Raising funds	**13,920**	2,000
Support costs	**123,075**	81,062
	136,995	83,062

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 6)	Totals
	£	£	£
Masjid Activities	**50,888**	**62,478**	**113,366**

6. SUPPORT COSTS

	Management	Finance	Governance costs	Totals
	£	£	£	£
Raising donations and legacies	**119,476**	**215**	**3,384**	**123,075**
Masjid Activities	**57,678**	**-**	**4,800**	**62,478**
	177,154	**215**	**8,184**	**185,553**

7. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2024	2023
	£	£
Annual audit fee	**4,800**	4,200
Depreciation - owned assets	**8,783**	307

continued...

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 January 2024 nor for the year ended 31 January 2023.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 January 2024 nor for the year ended 31 January 2023.

9. STAFF COSTS

	2024	2023
	£	£
Wages and salaries	**18,845**	12,089
	18,845	12,089

The average monthly number of employees during the year was as follows:

	2024	2023
Employees	**2**	1

No employees received emoluments in excess of £60,000.

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund	Restricted fund	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	91,499	1,679,878	1,771,377
Investment income	81	-	81
Total	91,580	1,679,878	1,771,458
EXPENDITURE ON			
Raising funds	83,062	-	83,062
Charitable activities			
Masjid Activities	27,906	-	27,906
Total	110,968	-	110,968
NET INCOME/(EXPENDITURE)	(19,388)	1,679,878	1,660,490
RECONCILIATION OF FUNDS			
Total funds brought forward	3,819,023	2,140,677	5,959,700
TOTAL FUNDS CARRIED FORWARD	3,799,635	3,820,555	7,620,190

continued...

11. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 February 2023	**7,218,835**	-	**1,229**	**7,220,064**
Additions	**1,135,205**	**42,767**	**-**	**1,177,972**
At 31 January 2024	**8,354,040**	**42,767**	**1,229**	**8,398,036**
DEPRECIATION				
At 1 February 2023	**-**	**-**	**307**	**307**
Charge for year	**-**	**8,553**	**230**	**8,783**
At 31 January 2024	**-**	**8,553**	**537**	**9,090**
NET BOOK VALUE				
At 31 January 2024	**8,354,040**	**34,214**	**692**	**8,388,946**
At 31 January 2023	7,218,835	-	922	7,219,757

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Other creditors	**-**	226
Accrued expenses	**5,612**	12,607
	5,612	12,833

13. MOVEMENT IN FUNDS

	At 1.2.23 £	Net movement in funds £	At 31.1.24 £
Unrestricted funds			
General fund	**3,799,635**	**(92,957)**	**3,706,678**
Restricted funds			
Construction fund	**3,820,555**	**984,662**	**4,805,217**
TOTAL FUNDS	**7,620,190**	**891,705**	**8,511,895**

continued...

13. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	**157,404**	**(250,361)**	**(92,957)**
Restricted funds			
Construction fund	**984,662**	**-**	**984,662**
TOTAL FUNDS	**1,142,066**	**(250,361)**	**891,705**

Comparatives for movement in funds

	At 1.2.22 £	Net movement in funds £	At 31.1.23 £
Unrestricted funds			
General fund	3,819,023	(19,388)	3,799,635
Restricted funds			
Construction fund	2,140,677	1,679,878	3,820,555
TOTAL FUNDS	5,959,700	1,660,490	7,620,190

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	91,580	(110,968)	(19,388)
Restricted funds			
Construction fund	1,679,878	-	1,679,878
TOTAL FUNDS	1,771,458	(110,968)	1,660,490

continued...

13. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.2.22 £	Net movement in funds £	At 31.1.24 £
Unrestricted funds			
General fund	3,819,023	(112,345)	3,706,678
Restricted funds			
Construction fund	2,140,677	2,664,540	4,805,217
TOTAL FUNDS	5,959,700	2,552,195	8,511,895

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	248,984	(361,329)	(112,345)
Restricted funds			
Construction fund	2,664,540	-	2,664,540
TOTAL FUNDS	2,913,524	(361,329)	2,552,195

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 January 2024.

EMAAN TRUST OF SHEFFIELD

England & Wales - Charity number 1131861

Accounts

REGISTERED COMPANY NUMBER: 06806357 (England and Wales)
REGISTERED CHARITY NUMBER: 1131861

REPORT OF THE TRUSTEES AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2023

FOR

THE EMAAN TRUST OF SHEFFIELD
(A COMPANY LIMITED BY GUARANTEE)

THE EMAAN TRUST OF SHEFFIELD

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FOR THE YEAR ENDED 31 JANUARY 2023

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REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 JANUARY 2023

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 January 2023. The trustees have adopted the provisions of 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity's objective and its principal activity continues to be the establishment of a centre for community services to fulfil the religious needs of the Muslim community and to provide services to the wider communities in Sheffield and the surrounding areas.

These services include:

- To relieve poverty by the provision of advice, financial and other assistance to those in need, hardship or distress.

- To advance education for the public benefit.

- To preserve and protect good health for the public benefit.

- To provide facilities in the interests of social welfare for the recreation and other leisure time pursuits of those who are in need.

The charity continues to explore new ways of improving the conditions of individuals. The charity is organised so that the Trustees meet regularly to manage its affairs.

There is a fundraising consultant supporting the trustees fundraising strategy, together with the admin staff and volunteers the trustees manage the administration of the charity to oversee the compilation of the centre and organise fundraising initiatives. New Trustees are only recruited and trained when a Trustee leaves his/her position or a strategic need arises.

Public benefit

The Charity is a public benefit entity and 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.

STRATEGIC REPORT

Achievement and performance

Charitable activities

The Trust had been closed during the lockdown period as per the Government guidelines. The Trust had re-opened following lockdown whilst maintaining the social distancing rules at a reduced capacity, only offering the bare minimum of services including the daily prayers and for Ramadan.

Fundraising activities

The Charity raises funds through appeals carried out by it's own Trustees and volunteers. It does not work with professional fundraisers. No complaints have been received by the Charity regarding it's fundraising during the year.

The Charity obtains most of it's funding from organisations and individuals, who have previously contributed to it's funding, and as such does not need to carry out many appeals.The Trustees are very careful not to target their appeals at vulnerable people and would not accept funds from such individuals.

STRATEGIC REPORT

Financial review

Financial position

During the year the Trust raised £1.8m (2022: £500k) and spent £111k (2022: £37k) on revenue activities and £1.5m (2022:£175k) on the Islamic Centre.

The total carry forward reserves of the Trust stood at £7.62m (2022: £5.96m).

Reserves policy

Restricted reserves stood at £3.82m (2022: £2.14m) and unrestricted reserves at £3.80m (2022: £3.82m).

The Trustees have considered the level of reserves and found them to be adequate for meeting the immediate and future needs of the Trust.

Going concern

The Trustees consider that there are no material uncertainties about the charitys ability to continue as a going concern.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Emaan Trust was founded in 2004 and was registered as an incorporated charity with UK Charity commission in 2009. The company is a private limited company limited by guarantee incorporated on 30 January 2009 and is governed by its articles of association (Articles). In the event the charitable company is wound up members are required to contribute an amount not exceeding £1.

Emaan Trust seeks to establish an Islamic centre in order to fulfil the religious needs of the surrounding Muslim communities and to provide services to the wider community in Sheffield and surrounding areas.

Recruitment and appointment of new trustees

The new Trustees are briefed on their legal obligations under charity laws and regulations, the Committee and decision making process, the recent financial performance and the future plans and objectives of the charity. They also meet other Trustees and the employees.

Organisational structure

The board of Trustees administer the charity through committees, contractors and one full time employee. The staff manages the day to day operations of the charity while the contractors and the construction committee oversee the construction of the centre. To facilitate effective operations the board have nominated Trustees and delegated authority to oversee operational matters including, Finance, Legal and donation making

Key management remuneration

There is no Management Personnel employed, the Directors who are also the Trustees of the Charity, manage the smooth running of the charity, and do not receive any remuneration

Risk management

Reputation risk

Negative PR can damage the Trusts standing and reputation with donors.

The Trust Board includes experienced professionals that actively oversee the work of the Trust. The Trust has also engaged legal and finance professionals to manage legal and finance risks.

Lack of funds

This can delay the construction and completion of the Islamic centre.

The Trustees have effective fund raising plans in place to ensure funds are raised in a timely manner. During the year key Trustees with various fund raisers travel to the Middle East and liaise with donors to ensure funds are raised in a timely manner

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
06806357 (England and Wales)

Registered Charity number
1131861

Registered office
Sheffield Grand Mosque
Grimesthorpe Road
Sheffield
South Yorkshire
S4 8DE

Trustees
Mr Hameed Al-Asaly
Mr AbdulMalik AlSanabani
Mr Abderrezzaq Bougara
Mr AbdulRehman Hussein
Mr Ali Al Batati
Mr Mark Bonham

Auditors
Shareef & Co
Statutory Auditors
18 - 22 Stoney Lane
Yardley
Birmingham
West Midlands
B25 8YP

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of The Emaan Trust of Sheffield for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

In so far as the trustees are aware:

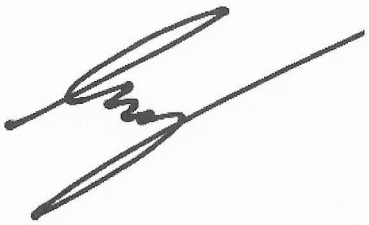
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Shareef & Co, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on 25 October 2023 and signed on the board's behalf by:

A Hussein - Trustee



Opinion

We have audited the financial statements of The Emaan Trust of Sheffield (the 'charitable company') for the year ended 31 January 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 January 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

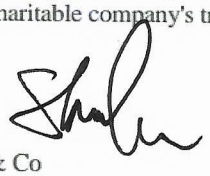
The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the Charity and industry, we identified that the principal risks of non-compliance with laws and regulations related to employment laws and taxes, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006 and FRS 102. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to achieve desired financial results and the manipulation of exceptional items and management bias in accounting estimates. Audit procedures performed by the engagement team included, but were not limited to: - enquiries with management, and the Company's legal counsel (internal and, where relevant, external), including consideration of known or suspected instances of fraud and non-compliance with laws and regulations and examining supporting calculations where a provision has been made in respect of these; reading key correspondence with regulatory authorities in relation to compliance with certain employment laws and indirect tax matters; - understanding and evaluating the design and implementation of management's controls designed to prevent and detect irregularities; - challenging assumptions and judgements made by management in their significant accounting estimates, in particular, in relation to restricted funds; - identifying and testing journal entries, in particular any journal entries posted with unusual account combinations and postings by unusual users; There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Shareef & Co
Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006
18 - 22 Stoney Lane
Yardley
Birmingham
West Midlands
B25 8YP

25 October 2023

THE EMAAN TRUST OF SHEFFIELD

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JANUARY 2023

	Notes	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	**91,499**	**1,679,878**	**1,771,377**	489,913
Investment income	3	**81**	**-**	**81**	21
Other income		**-**	**-**	**-**	9,542
Total		**91,580**	**1,679,878**	**1,771,458**	499,476
EXPENDITURE ON					
Raising funds	4	**83,062**	**-**	**83,062**	10,761
Charitable activities	5				
Masjid Activities		**27,906**	**-**	**27,906**	28,052
Total		**110,968**	**-**	**110,968**	38,813
NET INCOME/(EXPENDITURE)		**(19,388)**	**1,679,878**	**1,660,490**	460,663
RECONCILIATION OF FUNDS					
Total funds brought forward		**3,819,023**	**2,140,677**	**5,959,700**	5,499,037
TOTAL FUNDS CARRIED FORWARD		**3,799,635**	**3,820,555**	**7,620,190**	5,959,700

The notes form part of these financial statements

THE EMAAN TRUST OF SHEFFIELD

BALANCE SHEET
31 JANUARY 2023

	Notes	Unrestricted fund £	Restricted fund £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	11	**3,572,504**	**3,647,253**	**7,219,757**	5,712,259
CURRENT ASSETS					
Cash at bank		**239,964**	**173,302**	**413,266**	287,161
CREDITORS					
Amounts falling due within one year	12	**(12,833)**	-	**(12,833)**	(39,720)
NET CURRENT ASSETS		**227,131**	**173,302**	**400,433**	247,441
TOTAL ASSETS LESS CURRENT LIABILITIES		**3,799,635**	**3,820,555**	**7,620,190**	5,959,700
NET ASSETS		**3,799,635**	**3,820,555**	**7,620,190**	5,959,700
FUNDS	13				
Unrestricted funds				**3,799,635**	3,819,023
Restricted funds				**3,820,555**	2,140,677
TOTAL FUNDS				**7,620,190**	5,959,700

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 January 2023.

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for

(a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and

(b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each 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 financial statements, so far as applicable to the charitable company.

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

The financial statements were approved by the Board of Trustees and authorised for issue on 25 October 2023 and were signed on its behalf by:

A Hussein - Trustee

The notes form part of these financial statements

THE EMAAN TRUST OF SHEFFIELD

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 JANUARY 2023

	Notes	2023 £	2022 £
Cash flows from operating activities			
Cash generated from operations	1	**1,633,829**	443,158
Net cash provided by operating activities		**1,633,829**	443,158
Cash flows from investing activities			
Purchase of tangible fixed assets		**(1,507,805)**	(175,097)
Interest received		**81**	21
Net cash used in investing activities		**(1,507,724)**	(175,076)
Change in cash and cash equivalents in the reporting period		**126,105**	268,082
Cash and cash equivalents at the beginning of the reporting period		**287,161**	19,079
Cash and cash equivalents at the end of the reporting period		**413,266**	287,161

The notes form part of these financial statements

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 31 JANUARY 2023

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2023	2022
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	**1,660,490**	460,663
Adjustments for:		
Depreciation charges	**307**	-
Interest received	**(81)**	(21)
Decrease in creditors	**(26,887)**	(17,484)
Net cash provided by operations	**1,633,829**	443,158

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.2.22	Cash flow	At 31.1.23
	£	£	£
Net cash			
Cash at bank	**287,161**	**126,105**	**413,266**
	287,161	**126,105**	**413,266**
Total	**287,161**	**126,105**	**413,266**

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements
The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income
All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

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.

Expenditure
Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

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.

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.

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.

Tangible fixed assets
Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer equipment - 25% on cost

Taxation
The charity is exempt from corporation tax on its charitable activities.

continued...

1. ACCOUNTING POLICIES - continued

Fund accounting
Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Foreign currencies
Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the 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.

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.

2. DONATIONS AND LEGACIES

The breakdown of total donations is as follows;

Construction funds of £1,679,877.66 raised for phase 5 and 6.

The trust has been able to raise £64,221.67 from cash collection, online, card machines etc.

Grants of £27,276.12 were raised from local authority and other organisations for events organised by the masjid.

continued...

3. INVESTMENT INCOME

	2023	2022
	£	£
Deposit account interest	**81**	21

4. RAISING FUNDS

Raising donations and legacies

	2023	2022
	£	£
Raising funds	**2,000**	-
Support costs	**81,062**	10,761
	83,062	10,761

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs	Support costs (see note 6)	Totals
	£	£	£
Masjid Activities	**25,459**	**2,447**	**27,906**

6. SUPPORT COSTS

	Management	Finance	Governance costs	Totals
	£	£	£	£
Raising donations and legacies	**72,169**	**954**	**7,939**	**81,062**
Masjid Activities	**2,447**	-	-	**2,447**
	74,616	**954**	**7,939**	**83,509**

7. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2023	2022
	£	£
Annual audit fee	**4,200**	4,200
Depreciation - owned assets	**307**	-

continued...

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 January 2023 nor for the year ended 31 January 2022.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 January 2023 nor for the year ended 31 January 2022.

9. STAFF COSTS

	2023	2022
	£	£
Wages and salaries	**12,089**	10,661
Social security costs	**-**	100
	12,089	10,761

The average monthly number of employees during the year was as follows:

	2023	2022
Employees	**1**	1

No employees received emoluments in excess of £60,000.

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund	Restricted fund	Total funds
	£	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies	489,913	-	489,913
Investment income	21	-	21
Other income	9,542	-	9,542
Total	499,476	-	499,476
EXPENDITURE ON			
Raising funds	10,761	-	10,761
Charitable activities			
Masjid Activities	28,052	-	28,052
Total	38,813	-	38,813
NET INCOME	460,663	-	460,663
RECONCILIATION OF FUNDS			
Total funds brought forward	3,358,360	2,140,677	5,499,037

continued...

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted fund £	Total funds £
TOTAL FUNDS CARRIED FORWARD	3,819,023	2,140,677	5,959,700

11. TANGIBLE FIXED ASSETS

	Freehold property £	Computer equipment £	Totals £
COST			
At 1 February 2022	**5,712,259**	**-**	**5,712,259**
Additions	**1,506,576**	**1,229**	**1,507,805**
At 31 January 2023	**7,218,835**	**1,229**	**7,220,064**
DEPRECIATION			
Charge for year	**-**	**307**	**307**
NET BOOK VALUE			
At 31 January 2023	**7,218,835**	**922**	**7,219,757**
At 31 January 2022	5,712,259	-	5,712,259

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Other creditors	**226**	30,000
Accrued expenses	**12,607**	9,720
	12,833	39,720

13. MOVEMENT IN FUNDS

	At 1.2.22 £	Net movement in funds £	At 31.1.23 £
Unrestricted funds			
General fund	**3,819,023**	**(19,388)**	**3,799,635**
Restricted funds			
Construction fund	**2,140,677**	**1,679,878**	**3,820,555**
TOTAL FUNDS	**5,959,700**	**1,660,490**	**7,620,190**

continued...

13. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	**91,580**	**(110,968)**	**(19,388)**
Restricted funds			
Construction fund	**1,679,878**	**-**	**1,679,878**
TOTAL FUNDS	**1,771,458**	**(110,968)**	**1,660,490**

Comparatives for movement in funds

	At 1.2.21 £	Net movement in funds £	At 31.1.22 £
Unrestricted funds			
General fund	3,358,360	460,663	3,819,023
Restricted funds			
Construction fund	2,140,677	-	2,140,677
TOTAL FUNDS	5,499,037	460,663	5,959,700

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	499,476	(38,813)	460,663
TOTAL FUNDS	499,476	(38,813)	460,663

continued...

13. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.2.21 £	Net movement in funds £	At 31.1.23 £
Unrestricted funds			
General fund	3,358,360	441,275	3,799,635
Restricted funds			
Construction fund	2,140,677	1,679,878	3,820,555
TOTAL FUNDS	5,499,037	2,121,153	7,620,190

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	591,056	(149,781)	441,275
Restricted funds			
Construction fund	1,679,878	-	1,679,878
TOTAL FUNDS	2,270,934	(149,781)	2,121,153

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 January 2023.

EMAAN TRUST OF SHEFFIELD

England & Wales - Charity number 1131861

Accounts

Company registration number: 06806357

Charity registration number: 1131861

The Emaan Trust of Sheffield

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 January 2022

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Reference and Administrative Details

Trustees	Mr Hameed Al-Asaly Mr Abdulmalik Alsanabani Mr Abderrazzaq Bougara Mr Abdulrahman Hussein Mr Ali Al Batati Mr Mark Bonham
Principal Office	1 Ribston Mews Sheffield S9 3BS
Registered Office	12 Severn Road Sheffield S10 2SU
Company Registration Number	06806357
Charity Registration Number	1131861
Bankers	Barclays Bank Leicester LE87 2BB
Auditor	Shareef & Co Chartered Accountants & Statutory Auditors 18-22 Stoney Lane Yardley Birmingham B25 8YP

Trustees and Directors' Report

The Trustees, who are Directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 January 2022.

Objectives and activities

Objects and aims

The charity's objective and its principal activity continues to be the establishment of a centre for community services to fulfil the religious needs of the Muslim community and to provide services to the wider communities in Sheffield and the surrounding areas.

These services include:

- To relieve poverty by the provision of advice, financial and other assistance to those in need, hardship or distress.
- To advance education for the public benefit.
- To preserve and protect good health for the public benefit.
- To provide facilities in the interests of social welfare for the recreation and other leisure time pursuits of those who are in need.

The charity continues to explore new ways of improving the conditions of individuals. The charity is organised so that the Trustees meet regularly to manage its affairs.

There is 1 full time consultant directly reporting to the Trustees, the employees manage the day-to-day administration of the charity and organise fundraising initiatives. New Trustees are only recruited and trained when a Trustee leaves his/her position or a strategic need arises.

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.

Achievements and performance

The Trust had been closed during the lockdown period as per the Government guidelines. The Trust had re-opened following lockdown whilst maintaining the social distancing rules at a reduced capacity, only offering the bare minimum of services including the daily prayers and for Ramadan.

Financial review

During the year the Trust raised £500k (2021: £33k) and spent £37k (2021: £47k) on revenue activities and £175k (2021: £3.4k) on the Islamic Centre.

The total carry forward reserves of the Trust stood at £5.98m (2021: £5.50m).

Policy on reserves

Restricted reserves stood at £2.14m (2021: £2.14m) and unrestricted reserves at £3.82m (2021: £3.36m).

The Trustees have considered the level of reserves and found them to be adequate for meeting the immediate and future needs of the Trust.

Going concern

The Trustees consider that there are no material uncertainities about the charitys ability to continue as a going concern.

Structure, governance and management

Nature of governing document

Emaan Trust was founded in 2004 and was registered as an incorporated charity with UK Charity commission in 2009. The company is a private limited company limited by guarantee incorporated on 30 January 2009 and is governed by its articles of association (Articles). In the event the charitable company is wound up members are required to contribute an amount not exceeding £1.

Emaan Trust seeks to establish an Islamic centre in order to fulfil the religious needs of the surrounding Muslim communities and to provide services to the wider community in Sheffield and surrounding areas.

Trustees and Directors' Report

Recruitment and appointment of Trustees

Any new Trustees are nominated by members of the board of Trustees, interviewed and then appointed where they have the necessary skills and knowledge to contribute to the charity's development and management.

Induction and training of Trustees

The new Trustees are briefed on their legal obligations under charity laws and regulations, the Committee and decision making process, the recent financial performance and the future plans and objectives of the charity. They also meet other Trustees and the employees.

Arrangements for setting key management personnel remuneration

There is no Management Personnel employed, the Directors who are also the Trustees of the Charity, manage the smooth running of the charity, and do not recieve any remuneration.

Organisational structure

The board of Trustees administer the charity through committees, contractors and one full time employee. The staff manages the day to day operations of the charity while the contractors and the construction committee oversee the construction of the centre. To facilitate effective operations the board have nominated Trustees and delegated authority to oversee operational matters including, Finance, Legal and donation making.

Major risks and management of those risks

Reputation risk
Negative PR can damage the Trusts standing and reputation with donors.
The Trust Board includes experienced professionals that actively oversee the work of the Trust. The Trust has also engaged legal and finance professionals to manage legal and finance risks.

Lack of funds
This can delay the construction and completion of the Islamic centre.
The Trustees have effective fund raising plans in place to ensure funds are raised in a timely manner. During the year key Trustees with various fund raisers travel to the Middle East and laisse with donors to ensure funds are raised in a timely manner.

Disclosure of information to auditor
Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the trustees of the charity on 23.1.23 and signed on its behalf by:

.....
Mr Abdulrahman Hussein
Trustee

Statement of Trustees' Responsibilities

The Trustees (who are also the directors of The Emaan Trust of Sheffield 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.

Independent Auditor's Report to the Members of The Emaan Trust of Sheffield

Opinion

We have audited the financial statements of The Emaan Trust of Sheffield (the 'charity') for the year ended 31 January 2022, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 January 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Independent Auditor's Report to the Members of The Emaan Trust of Sheffield

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the Charity and industry, we identified that the principal risks of non-compliance with laws and regulations related to employment laws and taxes, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006 and FRS 102. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to achieve desired financial results and the manipulation of exceptional items and management bias in accounting estimates. Audit procedures performed by the engagement team included, but were not limited to: - enquiries with management, and the Company's legal counsel (internal and, where relevant, external), including consideration of known or suspected instances of fraud and non-compliance with laws and regulations and examining supporting calculations where a provision has been made in respect of these; reading key correspondence with regulatory authorities in relation to compliance with certain employment laws and indirect tax matters; - understanding and evaluating the design and implementation of management's controls designed to prevent and detect irregularities; - challenging assumptions and judgements made by management in their significant accounting estimates, in particular, in relation to restricted funds; - identifying and testing journal entries, in particular any journal entries posted with unusual account combinations and postings by unusual users; There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Independent Auditor's Report to the Members of The Emaan Trust of Sheffield

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose.

To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

.....

Shareef & Co
Statutory Auditors
Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

18-22 Stoney Lane
Yardley
Birmingham
B25 8YP

Date: 23-1-2023

Statement of Financial Activities for the Year Ended 31 January 2022
(Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £
Income and Endowments from:				
Donations and legacies	2	489,913	-	489,913
Investment income	3	21	-	21
Other income	4	9,542	-	9,542
Total income		499,476	-	499,476
Expenditure on:				
Raising funds		(10,761)	-	(10,761)
Charitable activities	6	(28,052)	-	(28,052)
Total expenditure		(38,813)	-	(38,813)
Net income		460,663	-	460,663
Net movement in funds		460,663	-	460,663
Reconciliation of funds				
Total funds brought forward		3,358,360	2,140,677	5,499,037
Total funds carried forward	17	3,819,023	2,140,677	5,959,700

	Note	Unrestricted funds £	Restricted funds £	Total 2021 £
Income and Endowments from:				
Donations and legacies	2	23,045	-	23,045
Investment income	3	3	-	3
Other income	4	10,237	-	10,237
Total income		33,285	-	33,285
Expenditure on:				
Raising funds		(14,840)	-	(14,840)
Charitable activities	6	(32,544)	-	(32,544)
Total expenditure		(47,384)	-	(47,384)
Net expenditure		(14,099)	-	(14,099)
Net movement in funds		(14,099)	-	(14,099)
Reconciliation of funds				
Total funds brought forward		3,372,459	2,140,677	5,513,136
Total funds carried forward	17	3,358,360	2,140,677	5,499,037

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

(Registration number: 06806357)
Balance Sheet as at 31 January 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	14	5,712,259	5,537,162
Current assets			
Cash at bank and in hand	15	287,161	19,079
Creditors: Amounts falling due within one year	16	(39,720)	(57,204)
Net current assets/(liabilities)		247,441	(38,125)
Net assets		5,959,700	5,499,037
Funds of the charity:			
Restricted income funds			
Restricted funds		2,140,677	2,140,677
Unrestricted income funds			
Unrestricted funds		3,819,023	3,358,360
Total funds	17	5,959,700	5,499,037

For the financial year ending 31 January 2022 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 8 to 18 were approved by the trustees, and authorised for issue on 23.1.23 and signed on their behalf by:

.....
Mr Abdulrahman Hussein
Trustee

Statement of Cash Flows for the Year Ended 31 January 2022

	Note	2022 £	2021 £
Cash flows from operating activities			
Net cash income/(expenditure)		460,663	(14,099)
Adjustments to cash flows from non-cash items			
Investment income	3	(21)	(3)
		460,642	(14,102)
Working capital adjustments			
Decrease in creditors	16	(17,484)	(11,299)
Net cash flows from operating activities		443,158	(25,401)
Cash flows from investing activities			
Interest receivable and similar income	3	21	3
Purchase of tangible fixed assets	14	(175,097)	(3,415)
Net cash flows from investing activities		(175,076)	(3,412)
Net increase/(decrease) in cash and cash equivalents		268,082	(28,813)
Cash and cash equivalents at 1 February		19,079	47,892
Cash and cash equivalents at 31 January		287,161	19,079

All of the cash flows are derived from continuing operations during the above two periods.

Notes to the Financial Statements for the Year Ended 31 January 2022

1 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
The Emaan Trust of Sheffield 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.

The financial statements are prepared in sterling which is the functional currency of the Trust and rounded to the nearest £1.

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.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

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.

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's meetings and reimbursed expenses.

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 £1,000.00 or more are initially recorded at cost.

Depreciation and amortisation
The fixed assets are under construction and not in use therefore no depreciation is charged.

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.

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.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.
Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

(a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.

(b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.

(c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).

(d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

(e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.

(f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Derivative financial instruments

The charity uses derivative financial instruments to reduce exposure to foreign exchange risk and interest rate movements. The charity does not hold or issue derivative financial instruments for speculative purposes.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognised in statement of financial activities immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in statement of financial activities depends on the nature of the hedge relationship.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

General information

The Emaan Trust of Sheffield is a Charitable Company Limited by Guarantee, incorporated in England and registered in England and Wales. Its registered office is 1 Ribston Mews, Sheffield, S9 3BS and company registration number is 06806357. The Emaan Trust is a charity registered in England and Wales, with a charity registration number of 1131861.

The Emaan Trust of Sheffield is aiming to establishing a distinguished Islamic Centre so it builds bridges for civilised communications and serves people in Sheffield and surrounding areas. This is reflected in the nature of the unique services to be provided. The Centre provides a comprehensive set of facilities for the whole of Muslim community in the area.

2 Income from donations and legacies

	Unrestricted funds		
	General £	Total 2022 £	Total 2021 £
Donations and legacies;			
Donations	489,913	489,913	23,045
	489,913	489,913	23,045

3 Investment income

	Unrestricted funds		
	General £	Total 2022 £	Total 2021 £
Interest receivable and similar income;			
Interest receivable on bank deposits	21	21	3

4 Other income

	Unrestricted funds		
	General £	Total 2022 £	Total 2021 £
HMRC Jrs Grant	9,542	9,542	10,237

5 Expenditure on raising funds

a) Costs of generating donations and legacies

	Unrestricted funds £	Total 2022 £	Total 2021 £
Other direct costs of generating voluntary income	10,761	10,761	14,840
	10,761	10,761	14,840

6 Expenditure on charitable activities

	Activity undertaken directly £	Activity support costs £	Total 2022 £	Total 2021 £
Islamic centre	26,073	1,979	28,052	32,544

In addition to the expenditure analysed above, there are also governance costs of £10,384 (2021 - £11,764) which relate directly to charitable activities. See note 7 for further details.

7 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Audit fees			
Audit of the financial statements	4,200	4,200	-
Independent examiner fees			
Examination of the financial statements	-	-	2,100
Legal & Professional fees	6,184	6,184	9,664
	10,384	10,384	11,764

8 Grant-making

Analysis of grants

9 Trustees remuneration and expenses

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

10 Staff costs

The aggregate payroll costs were as follows:

	2022 £	2021 £
Staff costs during the year were:		
Wages and salaries	10,661	12,731
Social security costs	100	2,109
	10,761	14,840

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2022 No	2021 No
No. of Employees	1	1

No employee received emoluments of more that £60,000 during the year (2021: Nil).

11 Independent examiner's remuneration

	2021 £
Examination of the financial statements	2,100

12 Auditors' remuneration

	2022 £
Audit of the financial statements	4,200

13 Taxation

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

14 Tangible fixed assets

	Land and buildings £	Total £
Cost		
At 1 February 2021	5,537,162	5,537,162
Additions	175,097	175,097
At 31 January 2022	5,712,259	5,712,259
Depreciation		
At 31 January 2022	-	-
Net book value		
At 31 January 2022	5,712,259	5,712,259
At 31 January 2021	5,537,162	5,537,162

15 Cash and cash equivalents

	2022 £	2021 £
Cash at bank	287,161	19,079

16 Creditors: amounts falling due within one year

	2022 £	2021 £
Other creditors	39,720	57,204

17 Funds

	Balance at 1 February 2021 £	Incoming resources £	Resources expended £	Balance at 31 January 2022 £
Unrestricted funds				
General	3,358,360	499,476	(38,813)	3,819,023
Restricted funds	2,140,677	-	-	2,140,677
Total funds	5,499,037	499,476	(38,813)	5,959,700

	Balance at 1 February 2020 £	Incoming resources £	Resources expended £	Balance at 31 January 2021 £
Unrestricted funds				
General	3,372,459	33,285	(47,384)	3,358,360
Restricted funds	2,140,677	-	-	2,140,677
Total funds	5,513,136	33,285	(47,384)	5,499,037

18 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total funds
	General		
	£	£	£
Tangible fixed assets	3,571,582	2,140,677	5,712,259
Current assets	287,161	-	287,161
Current liabilities	(39,720)	-	(39,720)
Total net assets	3,819,023	2,140,677	5,959,700

	Unrestricted funds	Restricted funds	Total funds at 31 January 2021
	General		
	£	£	£
Tangible fixed assets	3,396,485	2,140,677	5,537,162
Current assets	19,079	-	19,079
Current liabilities	(57,204)	-	(57,204)
Total net assets	3,358,360	2,140,677	5,499,037

19 Analysis of net funds

	At 1 February 2021	Financing cash flows	At 31 January 2022
	£	£	£
Cash at bank and in hand	19,079	268,082	287,161
Net debt	19,079	268,082	287,161

20 Related party transactions

There were no related party transactions in the year.

EMAAN TRUST OF SHEFFIELD

England & Wales - Charity number 1131861

Accounts

Company registration number: 06806357

Charity registration number: 1131861

The Emaan Trust of Sheffield

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 January 2021

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Reference and Administrative Details

Trustees	Mr Hameed Al-Asaly Mr Saleh Al-Noud (resigned 1 February 2020) Mr Abdulmalik Alsanabani Mr Abderrazzaq Bougara Mr Abdulrahman Hussein Mr Ahmed Al Rawi (resigned 30 July 2020) Mr Ali Al Batati Mr Mark Bonham Mrs Ameena Ali (resigned 7 July 2020)
Principal Office	1 Ribston Mews Sheffield S9 3BS
Registered Office	12 Severn Road Sheffield S10 2SU
Company Registration Number	06806357
Charity Registration Number	1131861
Bankers	Lloyds 1 High street Sheffield S1 2GA
Independent Examiner	Nasir Rafiq Dua Governance Bradford Court 123-131 Bradford Street Birmingham B12 0NS

Trustees and Directors' Report

The Trustees, who are Directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 January 2021.

Objectives and activities

Objects and aims

The charity's objective and its principal activity continues to be the establishment of a centre for community services to fulfil the religious needs of the Muslim community and to provide services to the wider communities in Sheffield and the surrounding areas.

These services include:

- To relieve poverty by the provision of advice, financial and other assistance to those in need, hardship or distress.
- To advance education for the public benefit.
- To preserve and protect good health for the public benefit.
- To provide facilities in the interests of social welfare for the recreation and other leisure time pursuits of those who are in need.

The charity continues to explore new ways of improving the conditions of individuals. The charity is organised so that the Trustees meet regularly to manage its affairs.

There is 1 full time consultant directly reporting to the Trustees, the employees manage the day-to-day administration of the charity and organise fundraising initiatives. New Trustees are only recruited and trained when a Trustee leaves his/her position or a strategic need arises.

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.

Achievements and performance

The Trust had been closed during the lockdown period as per the Government guidelines. The Trust had re-opened following lockdown whilst maintaining the social distancing rules at a reduced capacity, only offering the bare minimum of services including the daily prayers and for Ramadan.

Financial review

During the year the Trust raised £33k (2020: £104k) and spent £47k (2020: £97k) on revenue activities and £3.4k (2020: £326k) on the Islamic Centre.

The total carry forward reserves of the Trust stood at £5.49m (2020: £5.51m).

Policy on reserves

Restricted Reserves stood at £2.14m (2020: £2.14m) and Unrestricted Reserves at £3.35m (2020: £3.37m).

The Trustees have considered the level of reserves and found them to be adequate for meeting the immediate and future needs of the Trust.

Going concern

The Trustees consider that there are no material uncertainities about the charitys ability to continue as a going concern.

Trustees and Directors' Report

Structure, governance and management

Nature of governing document

Emaan Trust was founded in 2004 and was registered as an incorporated charity with UK Charity commission in 2009. The company is a private limited company limited by guarantee incorporated on 30 January 2009 and is governed by its articles of association (Articles). In the event the charitable company is wound up members are required to contribute an amount not exceeding £1.

Emaan Trust seeks to establish an Islamic centre in order to fulfil the religious needs of the surrounding Muslim communities and to provide services to the wider community in Sheffield and surrounding areas.

Recruitment and appointment of Trustees

Any new Trustees are nominated by members of the board of Trustees, interviewed and then appointed where they have the necessary skills and knowledge to contribute to the charity's development and management.

Induction and training of Trustees

The new Trustees are briefed on their legal obligations under charity laws and regulations, the Committee and decision making process, the recent financial performance and the future plans and objectives of the charity. They also meet other Trustees and the employees.

Arrangements for setting key management personnel remuneration

There is no Management Personnel employed, the Directors who are also the Trustees of the Charity, manage the smooth running of the charity, and do not recieve any remuneration.

Organisational structure

The board of Trustees administer the charity through committees, contractors and one full time employee. The staff manages the day to day operations of the charity while the contractors and the construction committee oversee the construction of the centre. To facilitate effective operations the board have nominated Trustees and delegated authority to oversee operational matters including, Finance, Legal and donation making.

Major risks and management of those risks

Reputation risk
Negative PR can damage the Trusts standing and reputation with donors.
The Trust Board includes experienced professionals that actively oversee the work of the Trust. The Trust has also engaged legal and finance professionals to manage legal and finance risks.

Lack of funds
This can delay the construction and completion of the Islamic centre.
The Trustees have effective fund raising plans in place to ensure funds are raised in a timely manner. During the year key Trustees with various fund raisers travel to the Middle East and laisse with donors to ensure funds are raised in a timely manner.

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the trustees of the charity on 02.08.21 and signed on its behalf by:

.....
Mr Abdulrahman Hussein
Trustee

Statement of Trustees' Responsibilities

The Trustees (who are also the directors of The Emaan Trust of Sheffield 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.

Independent Examiner's Report to the trustees of The Emaan Trust of Sheffield

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 January 2021 which are set out on pages 6 to 15.

Responsibilities and basis of report

As the charity Trustees of The Emaan Trust of Sheffield (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 2011 ('the 2006 Act').

Having satisfied myself that the accounts of The Emaan Trust of Sheffield 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

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 The Emaan Trust of Sheffield 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
Bradford Court
123-131 Bradford Street
Birmingham
B12 0NS

Date: 02/07/2021

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

	Note	Unrestricted funds £	Restricted funds £	Total 2021 £
Income and Endowments from:				
Donations and legacies	2	23,045	-	23,045
Investment income	3	3	-	3
Other income	4	10,237	-	10,237
Total income		33,285	-	33,285
Expenditure on:				
Raising funds	5	(14,840)	-	(14,840)
Charitable activities	6	(32,544)	-	(32,544)
Total expenditure		(47,384)	-	(47,384)
Net expenditure		(14,099)	-	(14,099)
Net movement in funds		(14,099)	-	(14,099)
Reconciliation of funds				
Total funds brought forward		3,372,459	2,140,677	5,513,136
Total funds carried forward	17	3,358,360	2,140,677	5,499,037

	Note	Unrestricted funds £	Restricted funds £	Total 2020 £
Income and Endowments from:				
Donations and legacies	2	104,067	-	104,067
Total income		104,067	-	104,067
Expenditure on:				
Raising funds	5	(34,525)	-	(34,525)
Charitable activities	6	(62,125)	-	(62,125)
Total expenditure		(96,650)	-	(96,650)
Net income		7,417	-	7,417
Net movement in funds		7,417	-	7,417
Reconciliation of funds				
Total funds brought forward		3,365,042	2,140,677	5,505,719
Total funds carried forward	17	3,372,459	2,140,677	5,513,136

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

(Registration number: 06806357)
Balance Sheet as at 31 January 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	14	5,537,162	5,533,747
Current assets			
Cash at bank and in hand	15	19,079	47,892
Creditors: Amounts falling due within one year	16	(57,204)	(68,503)
Net current liabilities		(38,125)	(20,611)
Net assets		5,499,037	5,513,136
Funds of the charity:			
Restricted income funds			
Restricted funds		2,140,677	2,140,677
Unrestricted income funds			
Unrestricted funds		3,358,360	3,372,459
Total funds	17	5,499,037	5,513,136

For the financial year ending 31 January 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 accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements on pages 6 to 15 were approved by the trustees, and authorised for issue on 02.07.21 and signed on their behalf by:

.....
Mr Abdulrahman Hussein
Trustee

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

1 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
The Emaan Trust of Sheffield 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.

The financial statements are prepared in sterling which is the functional currency of the Trust and rounded to the nearest £1.

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.

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.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

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.

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's meetings and reimbursed expenses.

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 £1,000.00 or more are initially recorded at cost.

Depreciation and amortisation

The fixed assets are under construction and not in use therefore no depreciation is charged.

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.

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.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.
Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

(a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.

(b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.

(c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).

(d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

(e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.

(f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

Derivative financial instruments

The charity uses derivative financial instruments to reduce exposure to foreign exchange risk and interest rate movements. The charity does not hold or issue derivative financial instruments for speculative purposes.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognised in statement of financial activities immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in statement of financial activities depends on the nature of the hedge relationship.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

General information

The Emaan Trust of Sheffield is a Charitable Company Limited by Guarantee, incorporated in England and registered in England and Wales. Its registered office is 1 Ribston Mews, Sheffield, S9 3BS and company registration number is 06806357. The Emaan Trust is a charity registered in England and Wales, with a charity registration number of 1131861.

The Emaan Trust of Sheffield is aiming to establishing a distinguished Islamic Centre so it builds bridges for civilised communications and serves people in Sheffield and surrounding areas. This is reflected in the nature of the unique services to be provided. The Centre provides a comprehensive set of facilities for the whole of Muslim community in the area.

2 Income from donations and legacies

	Unrestricted funds		
	General £	Total 2021 £	Total 2020 £
Donations and legacies;			
Donations	23,045	23,045	104,067
	23,045	23,045	104,067

3 Investment income

	Unrestricted funds	
	General £	Total 2021 £
Interest receivable and similar income;		
Interest receivable on bank deposits	3	3

4 Other income

	Unrestricted funds	
	General	Total 2021
	£	£
HMRC Jrs Grant	10,237	10,237

5 Expenditure on raising funds

a) Costs of generating donations and legacies

	Unrestricted funds	Total 2021	Total 2020
	£	£	£
Donations	-	-	13,560
Other direct costs of generating voluntary income	14,840	14,840	20,965
	14,840	14,840	34,525

6 Expenditure on charitable activities

	Activity undertaken directly	Activity support costs	Total 2021	Total 2020
	£	£	£	£
Islamic centre	33,522	4,739	38,261	62,125

In addition to the expenditure analysed above, there are also governance costs of £20,464 (2020 - £18,270) which relate directly to charitable activities. See note 7 for further details.

7 Analysis of governance and support costs

Governance costs

	Unrestricted funds		
	General	Total 2021	Total 2020
	£	£	£
Independent examiner fees			
Examination of the financial statements	2,100	2,100	3,600
Legal fees	5,869	5,869	5,860
Other governance costs	3,795	3,795	8,810
	11,764	11,764	18,270

8 Grant-making

Analysis of grants

	Grants to institutions 2020 £
Analysis	
Aden Steelers FC	1,300

9 Trustees remuneration and expenses

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

10 Staff costs

The aggregate payroll costs were as follows:

	2021 £	2020 £
Staff costs during the year were:		
Wages and salaries	12,731	17,925
Social security costs	2,109	3,040
	14,840	20,965

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

	2021 No	2020 No
No. of Employees	1	1

No employee received emoluments of more that £60,000 during the year (2018: Nil).

11 Independent examiner's remuneration

	2021 £	2020 £
Examination of the financial statements	2,100	3,600

12 Auditors' remuneration

13 Taxation

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

14 Tangible fixed assets

	Land and buildings £	Total £
Cost		
At 1 February 2020	5,533,747	5,533,747
Additions	3,415	3,415
At 31 January 2021	5,537,162	5,537,162
Depreciation		
At 31 January 2021	-	-
Net book value		
At 31 January 2021	5,537,162	5,537,162
At 31 January 2020	5,533,747	5,533,747

15 Cash and cash equivalents

	2021 £	2020 £
Cash at bank	19,079	47,892

16 Creditors: amounts falling due within one year

	2021 £	2020 £
Other creditors	57,204	68,503

17 Funds

	Balance at 1 February 2020 £	Incoming resources £	Resources expended £	Balance at 31 January 2021 £
Unrestricted funds				
General	3,372,459	33,285	(47,384)	3,358,360
Restricted funds	2,140,677	-	-	2,140,677
Total funds	5,513,136	33,285	(47,384)	5,499,037

	Balance at 1 February 2019 £	Incoming resources £	Resources expended £	Balance at 31 January 2020 £
Unrestricted funds				
General	3,365,042	104,067	(96,650)	3,372,459
Restricted funds	2,140,677	-	-	2,140,677
Total funds	5,505,719	104,067	(96,650)	5,513,136

18 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds £
Tangible fixed assets	3,396,485	2,140,677	5,537,162
Current assets	19,079	-	19,079
Current liabilities	(57,204)	-	(57,204)
Total net assets	3,358,360	2,140,677	5,499,037

	Unrestricted funds General £	Restricted funds £	Total funds at 31 January 2020 £
Tangible fixed assets	3,393,070	2,140,677	5,533,747
Current assets	47,892	-	47,892
Current liabilities	(68,503)	-	(68,503)
Total net assets	3,372,459	2,140,677	5,513,136

19 Analysis of net funds

	At 1 February 2020 £	Financing cash flows £	At 31 January 2021 £
Cash at bank and in hand	47,892	(28,813)	19,079
Net debt	47,892	(28,813)	19,079

20 Related party transactions

There were no related party transactions in the year.