

Charity Registration Number  
1131928

**UNITY WELFARE FOUNDATION**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

## **UNITY WELFARE FOUNDATION**

### **LEGAL AND ADMINISTRATIVE INFORMATION**

#### **Board of Trustees**

Mohammad Inham Uddin  
Hussain Ahmed  
Saiful Alom  
Muhammed Shayesta Miah  
Shah Muhammed Anas  
Mohammed Moinul Haque Choudhury  
Mohammed Azizur Rahman

#### **Registered Charity Number**

1131928

#### **Registered Office**

9 Whitwell Road  
Plaistow  
London  
E13 8BP

#### **Banks**

HSBC  
Lloyds  
NatWest  
Barclays

#### **Independent Examiner**

Rakibul Ahsan ACCA  
Elite Accountancy  
102  
Mile End Road  
London  
E1 4UN

## **TRUSTEES' REPORT**

### **FOR THE YEAR ENDED 31 MARCH 2023**

The trustees present their report and financial statements for the year ended 31 MARCH 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the trust's [governing document], the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

#### **Objectives and activities**

The main policy adopted in furtherance of these objects is the running of a mosque and maktab in the UK and overseas and there has been no change in this during the year.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the trust should undertake.

#### **Achievements and performance**

Details of the development, activities and achievements of the trust during the year are set out in the separate annual report.

#### **Financial review**

There was a surplus of donations received over costs incurred during the year as shown in the attached accounts. The surplus will be put towards the remaining costs of completing the mosque building and repaying related loans.

It is the policy of the trust that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the trust's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

The trustees have assessed the major risks to which the trust is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

#### **Structure, governance and management**

The trust was established by a charitable trust deed on .

The trustees who served during the year and up to the date of signature of the financial statements were:

Mohammad Inham Uddin  
Hussain Ahmed  
Saiful Alom  
Muhammed Shayesta Miah  
Shah Muhammed Anas

## **TRUSTEES' REPORT**

### **FOR THE YEAR ENDED 31 MARCH 2023**

Mohammed Moinul Haque Choudhury  
Mohammed Azizur Rahman

New trustees are appointed by existing trustees as need arises.

The trust is overseen by the trustees who meet regularly during the year. Imams are employed to lead the worship services, teach the Islamic faith, look after the mosque and assist in the religious performances preparatory to the congregational prayers. They also provide advice on moral upbringing to help reduce drug-taking and other ills affecting society. The trustees expect to soon introduce a core curriculum syllabus for boys and girls.

The trustees' report was approved by the Board of Trustees.



**Hussain Ahmed**

Chairman

Dated: 10/01/24

## **INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF UNITY WELFARE FOUNDATION**

I report to the trustees on my examination of the financial statements of Unity Welfare Foundation for the year ended 31 MARCH 2023.

### **Responsibilities and basis of report**

As the trustees of the trust you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

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

### **Independent Examiner's Statement**

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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 that in any material respect:

- 1 accounting records were not kept in respect of the trust as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I don't have any 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 financial statements to be reached.



Rakibul Ahsan ACCA

Dated: 12/01/2024

Elite Accountancy

102

Mile End Road

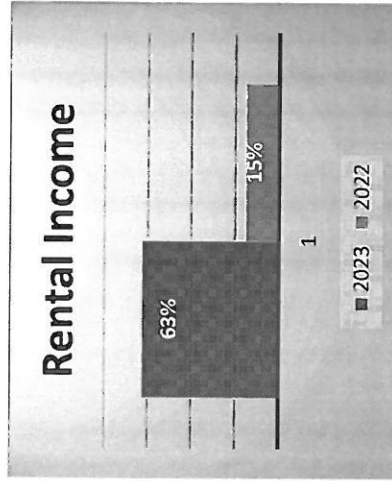
London

E1 4UN

# Financial Overview

## Income

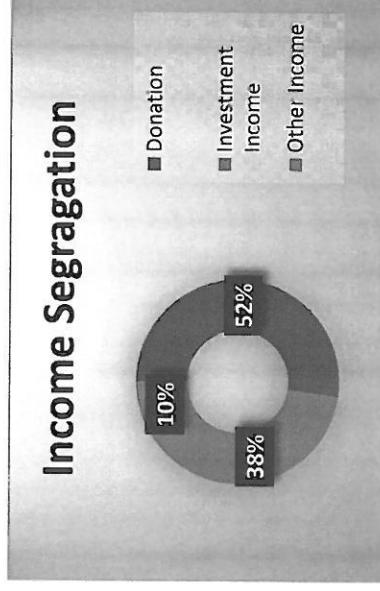
The charity's income for the year ended 31 March 2023 is £ 187,553 (2022: £173,633) which is 8% overall increase in total income. Donation income contributes 52% in total income and Investment income from the properties is standing at 38% which is the second most significant income contribution source in the charity.



Donation income is in upward trend and it has been increase by 16% in 2023 from 2022. But in 2022 it increased by 97% from 2021.

The investment income has been increased by 63% from previous year because it has been started getting the rental income from the properties the charity purchased in previous years.

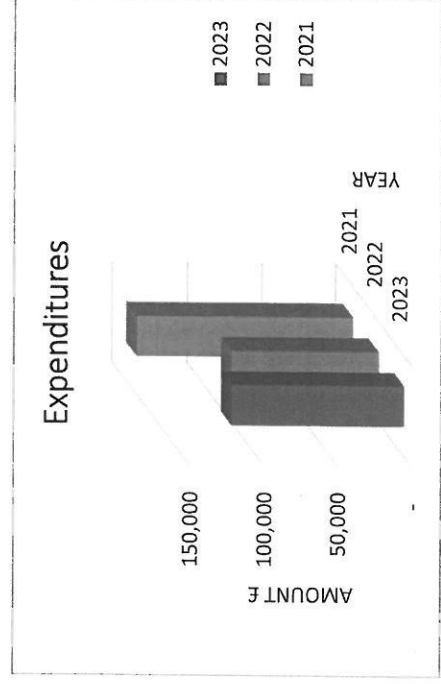
The Other income has been decreased in 2023 because during period 2023 it didn't receive Furlough Grant.



## Expenditure

Total expenditures have been increased from previous year due to increase in overseas direct costs. However, support cost has been decreased during the period due to comparatively less expenditure spent on investment properties from the year 2022.

Overall the performance of the charity in terms of generating income and controlling the expenditure is comparatively better than the previous year.



# UNITY WELFARE FOUNDATION


## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total 2023 £	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total 2022 £
<b>Income from:</b>							
Donations and legacies	3	98,087	-	98,087	84,811	-	84,811
Investment income from the properties	3.1	71,210	-	71,210	43,800	-	43,800
Other income	3.2	18,256	-	18,256	45,022	-	45,022
<b>Total income</b>		<b>187,553</b>	<b>-</b>	<b>187,553</b>	<b>173,633</b>	<b>-</b>	<b>173,633</b>
<b>Expenditure on:</b>							
Charitable activities	4	116,600	-	116,600	99,485	-	99,485
<b>Net (expenditure)/income for the year/ Net movement in funds</b>		<b>70,953</b>	<b>-</b>	<b>70,953</b>	<b>74,148</b>	<b>-</b>	<b>74,148</b>
Fund balance at 1 April 2022/2021		1,061,752	-	1,061,752	987,604	-	987,604
<b>Fund balance at 31 March 2023/2022</b>		<b>1,132,705</b>	<b>-</b>	<b>1,132,705</b>	<b>1,061,752</b>	<b>-</b>	<b>1,061,752</b>

The financial statements were approved by the Trustees on: 22 December 2023 and signed on its behalf by:

  
Hussain Ahmed  
Chairman

  
Saiful Alom  
Trustee

# UNITY WELFARE FOUNDATION

## Balance Sheet As at 31 December 2022

		2023 £	2022 £
	Notes		
<b>Fixed assets</b>			
Tangible assets	8	1,783,041	1,707,456
Investment properties	9	1,993,031	1,680,030
		<u>3,776,072</u>	<u>3,387,486</u>
<b>Current assets</b>			
Cash at bank and in hand	14	183,463	229,196
<b>Creditors: amounts falling due within one year</b>	10	(2,500)	(1,500)
Net current assets/(liabilities)		<u>3,957,035</u>	<u>3,615,182</u>
<b>Creditors: amounts falling due in more than one year</b>	11	(2,824,330)	(2,553,430)
<b>Total assets less current liabilities</b>		<u>1,132,705</u>	<u>1,061,752</u>
<b>Income funds</b>			
Unrestricted funds	12	1,132,705	1,061,752
Restricted funds		<u>1,132,705</u>	<u>1,061,752</u>

The financial statements were approved by the Trustees on: 22 December 2023 and signed on its behalf by:



Hussain Ahmed  
Chairman



Saiful Alom  
Trustee



**UNITY WELFARE FOUNDATION  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2023**

**1 Accounting policies**

**Charity information**

Unity Welfare Foundation is an unincorporated charitable trust.

**1.1 Accounting convention**

The financial statements have been prepared in accordance with the trust's constitution, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The trust is a Public Benefit Entity as defined by FRS 102.

The trust has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn

The financial statements are prepared in sterling, which is the functional currency of the trust. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

**1.2 Going concern**

At the time of approving the financial statements, the trustees have a reasonable expectation that the trust has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

**1.3 Charitable funds**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

**1.4 Incoming resources**

Income is recognised when the trust is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

**UNITY WELFARE FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

Cash donations are recognised on receipt. Other donations are recognised once the trust has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the trust has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

**1.5 Resources expended**

Expenditure is charged in the accounts at the time when a liability to make payment is incurred

**1.6 Tangible fixed assets**

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Fixtures, fittings & equipment	10% p.a. on
--------------------------------	-------------

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for

**1.7 Impairment of fixed assets**

At each reporting end date, the trust reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

**1.8 Investment Property**

Investment Property applies to the accounting for property (land and/or buildings) held to earn rentals or for capital appreciation (or both). Investment properties are initially measured at cost and may be subsequently will be measured using a cost model or fair value model, with changes in the fair value under the fair value model being recognised in profit or loss

No depreciation will be charged for the investment properties.

**1.9 Cash and cash equivalents**

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

**1.10 Financial instruments**

The trust has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

**UNITY WELFARE FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

Financial instruments are recognised in the trust's balance sheet when the trust becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

***Basic financial assets***

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

***Basic financial liabilities***

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the

***Derecognition of financial liabilities***

Financial liabilities are derecognised when the trust's contractual obligations expire or are discharged or cancelled.

***1.11 Retirement benefits***

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

**2 Critical accounting estimates and judgements**

estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

**UNITY WELFARE FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

**3 Donations and legacies**

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2023 £	2023 £	2023 £	2022 £	2022 £	2022 £
Donation and gifts	48,874		48,874	44,872		44,872
Collection from Mosque	35,438	-	35,438	39,939	-	39,939
Maktab fee	13,775		13,775	-		-
	<u>98,087</u>	<u>-</u>	<u>98,087</u>	<u>84,811</u>	<u>-</u>	<u>84,811</u>

**3.1 Rental Income from Investment Properties**

29 Hunter Rd  
25 Carmen St  
9 Whitwell Rd  
140 High Street

	2023 £	2022 £
	19,010	12,000
	28,050	10,200
	21,600	21,600
	2,550	-
	<u>71,210</u>	<u>43,800</u>

**3.2 Other Income**

Other income  
Furlough Grant Income  
Profit from sale of Property

	2023 £	2022 £
	32	1
	-	17,717
	18,224	27,304
	<u>18,256</u>	<u>45,022</u>

**UNITY WELFARE FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

**4 Charitable activities Expenditure**

	Charitable activities 2023 £	Charitable activities 2022 £
Staff costs (UK Programme)	27,286	28,963
Staff costs (Overseas Programme)	1,500	12,755
Direct Cost (UK Programme)	34,787	11,343
Other direct (Overseas Aid)	32,810	12,985
Other direct Activities costs	405	835
	<u>96,788</u>	<u>66,881</u>
Analysis of support costs (see note 5)	18,612	29,904
Analysis of governance costs (see note 5)	<u>1,200</u>	<u>2,700</u>
	<u>116,600</u>	<u>99,485</u>
<b>Analysis by fund</b>		
Unrestricted funds	116,600	99,485
Restricted funds	-	-
	<u>116,600</u>	<u>99,485</u>

**5 Support costs**

	Support cost £	Governance costs £	2023 £	Support cost £	Governance costs £	2022 £
Staff cost	730			820		820
Depreciation	550		550	550		550
Expenditure on Investment properties	15,968		15,968	27,133		27,133
Administration costs	964		964	1,025		1,025
Bank Charge	400		400	376		376
Professional & Legal Fee		2,500	2,500		2,700	2,700
	<u>18,612</u>	<u>2,500</u>	<u>20,382</u>	<u>29,904</u>	<u>2,700</u>	<u>31,784</u>

**UNITY WELFARE FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

Analysed between					
Charitable activities	18,612	2,500	20,382	29,904	2,700
					31,784

Governance costs includes payments to the independent examiner of £2,500 (2022-£2,700) for independent examination and accountancy fees.

**6 Trustees**

Two trustees who are also the staffs has received salary during the year and other than those two trustees, no other trustees receive any remuneration from the charity during the period. (2022-none).

**7 Employees**

**Number of employees**

The average monthly number of employees during the year was:

Permanent		
Volunteer		
	2023	2022
	Number	Number
	2	2
	9	9
	11	11

**Employment costs**

Wages and salaries		
Other pension costs		
	2023	2022
	£	£
	28,016	46,993
	-	-
	28,016	46,993

There were no employees whose annual remuneration was £60000 or more

**UNITY WELFARE FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

**8 Tangible fixed assets**

<b>Cost</b>	<b>Freehold Properties £</b>	<b>Computers &amp; software £</b>	<b>Fixtures &amp; fittings £</b>	<b>Total £</b>
At 1 April 2022	1,706,635	390	5,495	1,712,520
Additions	76,135	-	-	76,135
Disposals	-	-	-	-
<b>At 31 March 2023</b>	<b>1,782,770</b>	<b>390</b>	<b>5,495</b>	<b>1,788,655</b>
<b>Depreciation and impairment</b>				
At 1 April 2022	-	390	4,674	5,064
Depreciation charged in the year	-	-	550	550
Eliminated in respect of disposals	-	-	-	-
<b>At 31 December 2022</b>	<b>-</b>	<b>390</b>	<b>5,224</b>	<b>5,614</b>
<b>Carrying value as at 31 March 2023</b>	<b>1,782,770</b>	<b>-</b>	<b>271</b>	<b>1,783,041</b>
<b>Carrying value as at 31 March 2022</b>	<b>1,706,635</b>	<b>-</b>	<b>821</b>	<b>1,707,456</b>

**9 Investment properties**

	<b>2023 £</b>	<b>2022 £</b>
191 Dersingham	420,188	420,188
78 Masterman Rd		411,776
189 Dersingham Avenue	376,407	376,407
27 Rutland Rd	471,659	471,659
140 High St	724,777	-
	<b>1,993,031</b>	<b>1,680,030</b>

**UNITY WELFARE FOUNDATION**

**10 Creditors: Amounts falling due within one year**

2023	£	2,500
2022	£	1,500

**11 Creditors: Amounts falling due in more than one year**

**Qard Hasanah**

2,553,430	1,779,230
1,278,400	1,355,200
(1,007,500)	(581,000)
<b>2,824,330</b>	<b>2,553,430</b>

## 12 Unrestricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 April 2021	Movement in funds		Balance at 1 April 2022	Movement in funds		Balance at 31 March 2023
	£	Incoming resources	Resources expended	£	Incoming resources	Resources Expended	£
Fund	987,604	173,633	(99,485)	1,061,752	187,553	(116,600)	1,132,705
	987,604	173,633	(99,485)	1,061,752	187,553	(116,600)	1,132,705



**UNITY WELFARE FOUNDATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

**13 Analysis of net assets between funds**

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2023	2023	2023	2022	2022	2022
	£	£	£	£	£	£
Net assets	1,132,705	-	1,132,705	1,061,752	-	1,061,752
	1,132,705	-	1,132,705	1,061,752	-	1,061,752

**14 Cash and cash equivalents**

	Opening balance 1 April 2022	Cash flow movement	Closing balance 31 March 2023	Opening balance 1 April 2021	Cash flow movement	Closing balance 31 March 2022
	£	£	£	£	£	£
	229,196	(45,733)	183,463	219,610	9,586	229,196

**15 Related party transactions**

There are no disclosable related party transactions during the year (2022-none)