
AHLULBAYT FOUNDATION
(A company limited by guarantee)

UNAUDITED
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

AHLULBAYT FOUNDATION
(A company limited by guarantee)

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AHLULBAYT FOUNDATION
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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2021**

Trustees Mr H Mousa (resigned 20 September 2021)
 Mr H Darwish
 Mr M Mousa
 Mr A Jaffar (appointed 18 April 2020)

**Company registered
number** 07162533

**Charity registered
number** 1136006

Registered office Unit 4, Wellesley Court
 Apsley Way
 London
 NW2 7HF

Independent Examiner Barnes Roffe LLP
 Chartered Accountants
 3 Brook Business Centre
 Cowley Mill Road
 Uxbridge
 Middlesex
 UB8 2FX

AHLULBAYT FOUNDATION
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TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2021

The Trustees present their annual report together with the financial statements of the Ahlulbayt Foundation for the year 1 April 2020 to 31 March 2021. The Annual report serves the purposes of both a Trustees' report and a directors' report under company law.

The Trustees confirm that the Annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) as amended by Update Bulletin 1 (effective January 2015).

Since the Company qualifies as small under section 382 of the Companies Act 2006, the Strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

The Objectives as set out in the governing document for the Charity are as follows:

1. To advance the Islamic religion
2. To advance the education of the public in the Islamic religion
3. To promote religious harmony by promoting knowledge and mutual understanding and respect of the beliefs and practices of different religions.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

A. Strategies for achieving objectives

Advancement of Education:

The foundation aims to clear misconceptions levelled against Islam to create a harmonious society with people of all faiths and backgrounds. Television broadcasting is one of the most efficient forms of communication and keeping this in mind, the foundation continues its work with Ahlulbayt TV to achieve its objectives.

B. Activities undertaken to achieve objectives, and main activities undertaken to further the Company's purposes for the public benefit

To carry out its objectives, the Foundation works closely with the Ahlulbayt Television Network Limited – a media outlet broadcasting on the Sky platform. Programmes are also uploaded on YouTube for future viewing and expanded viewership.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021

C. Achievements and performance

Main achievements of the Company

Some of the very successful shows with which the Foundation has been involved in are as follows:

1. **Ahlulbayt Live** - This programme features interviews with various intellectuals and scholars, from diverse backgrounds, on current topics relevant to contemporary society. Subject matters range from tackling racism within society to the importance of interfaith dialogue.
2. **Your Health Your Faith** – This is a series of programmes featuring expert guests who seek to tackle the most prominent physical, mental, and spiritual health challenges that society faces today, from drug abuse to obesity.
3. **Behind the Headlines** – This is a weekly current affairs show that discusses topics which are prominent in the media, from vaccines to immigration.
4. **Women's View** – This is a show discussing contemporary issues faced by women in society. Hosted by women from different backgrounds, this show provides an important platform for sharing thoughts and opinions on varied topics, from domestic violence to feminism.

Financial review

A. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

B. Reserves policy

The Charity maintains reserves of £5,000 for emergencies. This is deemed sufficient because the Charity's premises are sponsored by a donor in their entirety and the work undertaken by the Charity (such as financial management and fundraising) is done so by volunteers and the Board of Trustees.

During the year, the foundation was fortunate enough to receive a higher level of grants compared to previous years. The Foundation is in the process of assessing the best medium for allocating these funds, for future years, in line with its objects. The foundation has chosen to take a more precautionary approach due to the uncertainties associated with Covid-19.

Structure, governance and management

A. Constitution

Ahlulbayt Foundation is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association.

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021

Structure, governance and management (continued)

B. Methods of appointment or election of Trustees

The Articles of Association specify that the number of Trustees shall not be fewer than three and no fixed maximum number. Trustees must be over the age of 18 and are appointed by election by the current board of Trustees.

C. Policies adopted for the induction and training of Trustees

All new Trustees appointed undergo training to brief them on their legal obligations under Charity and company-law, and the content of the Memorandum and Articles of Association.

They are also introduced to other Trustees.

Statement of Trustees' responsibilities

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

Company law requires the Trustees to prepare financial statements for each financial . 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 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 then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 Company will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the 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 Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees and signed on their behalf by:



Mr A Jaffar
Trustee

Date: 21/12/2021

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INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 MARCH 2021

Independent examiner's report to the Trustees of Ahlulbayt Foundation ('the Company')

I report to the charity Trustees on my examination of the accounts of the Company for the year ended 31 March 2021.

Responsibilities and basis of report

As the Trustees of the Company (and 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 the Company's accounts carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of (enter body here), which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of 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.

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.

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INDEPENDENT EXAMINER'S REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2021

This report is made solely to the Company's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Company's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Company and the Company's Trustees as a body, for my work or for this report.

Signed: *Mark Hancock*

Dated: 23 December 2021

Mark Hancock

FCA

Barnes Roffe LLP
Chartered Accountants
3 Brook Business Centre
Cowley Mill Road
Uxbridge
Middlesex
UB8 2FX

AHLULBAYT FOUNDATION
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**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2021**

	Note	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:					
Donations and legacies	3	433,728	2,648	436,376	314,805
Investments	4	4	-	4	-
Total income		433,732	2,648	436,380	314,805
Expenditure on:					
Raising funds		263,600	-	263,600	287,850
Charitable activities	5	12,614	-	12,614	15,708
Total expenditure		276,214	-	276,214	303,558
Net movement in funds		157,518	2,648	160,166	11,247
Reconciliation of funds:					
Total funds brought forward		12,278	3,503	15,781	4,534
Net movement in funds		157,518	2,648	160,166	11,247
Total funds carried forward		169,796	6,151	175,947	15,781

The Statement of financial activities includes all gains and losses recognised in the year.

The notes on pages 10 to 17 form part of these financial statements.

AHLULBAYT FOUNDATION
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REGISTERED NUMBER: 07162533

BALANCE SHEET
AS AT 31 MARCH 2021

	Note	2021 £	2020 £
Current assets			
Debtors	8	505	505
Cash at bank and in hand		175,923	17,815
		<u>176,428</u>	<u>18,320</u>
Creditors: amounts falling due within one year	9	(481)	(2,539)
Net current assets		<u>175,947</u>	<u>15,781</u>
Total net assets		<u><u>175,947</u></u>	<u><u>15,781</u></u>
Charity funds			
Restricted funds	10	6,151	3,503
Unrestricted funds	10	169,796	12,278
Total funds		<u><u>175,947</u></u>	<u><u>15,781</u></u>

The Company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:
21 December 2021



Mr A Jaffar
(Trustee)

The notes on pages 10 to 17 form part of these financial statements.

AHLULBAYT FOUNDATION
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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2021

	2021 £	2020 £
Cash flows from operating activities		
Net cash generated from/(used in) operating activities (Note 12)	158,108	7,732
Change in cash and cash equivalents in the year	158,108	7,732
Cash and cash equivalents at the beginning of the year	17,815	10,083
Cash and cash equivalents at the end of the year	175,923	17,815

The notes on pages 10 to 17 form part of these financial statements

AHLULBAYT FOUNDATION
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

1. General information

The charity is a private company limited by guarantee, incorporated in England and Wales, and consequently does not have any share capital. Each of the trustees is liable to contribute an amount not exceeding £14 towards the assets of the charity in the event of liquidation.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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 2015), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

The Company has elected to apply all amendments to FRS 102, as set out in the Financial Reporting Council's triennial review published in December 2017, and included in Update Bulletin 2 to the Charities SORP (FRS 102), prior to mandatory adoption for accounting periods beginning on or after 1 January 2019.

Ahlulbayt Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

2.2 Income

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

Grants are included in the Statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to donations received under Gift Aid is recognised at the time of the donation.

2.3 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

2. Accounting policies (continued)

2.3 Expenditure (continued)

Expenditure on raising funds includes all expenditure incurred by the Company to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Company's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.4 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Company; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.5 Taxation

The Company 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 Company 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.

2.6 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.7 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.8 Creditors

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

2. Accounting policies (continued)

2.9 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Company and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

3. Income from donations and legacies

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Donations and sponsorships	296,228	2,648	298,876	289,805
Grants	137,500	-	137,500	25,000
Total 2021	433,728	2,648	436,376	314,805
<i>Total 2020</i>	<i>311,302</i>	<i>3,503</i>	<i>314,805</i>	

4. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £
Investment income - local cash	4	4
Total	4	4

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

5. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Rates	3,046	3,046	2,999
Office expenses	4,875	4,875	4,429
Independent examiner's remuneration	4,680	4,680	480
Professional fees	13	13	7,800
Total	<u>12,614</u>	<u>12,614</u>	<u>15,708</u>

All expenditure related to the Charity's sole activity.

6. Independent examiner's remuneration

	2021 £	2020 £
Fees payable to the Company's independent examiner for the independent examination of the Company's annual accounts	<u>4,325</u>	<u>4,200</u>

7. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 March 2021, no Trustee expenses have been incurred or reimbursed (2020 - £NIL).

8. Debtors

	2021 £	2020 £
Due within one year		
Other debtors	505	505
	<u>505</u>	<u>505</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

9. Creditors: Amounts falling due within one year

	2021	2020
	£	£
Trade creditors	-	2,058
Other creditors	1	1
Accruals and deferred income	480	480
	<hr/> 481 <hr/>	<hr/> 2,539 <hr/>

AHLULBAYT FOUNDATION
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

10. Statement of funds

Statement of funds - current year

	Balance at 1 April 2020 £	Income £	Expenditure £	Balance at 31 March 2021 £
Unrestricted funds				
General Funds	12,278	433,732	(276,214)	169,796
Restricted funds				
Restricted Funds	3,503	2,648	-	6,151
Total of funds	15,781	436,380	(276,214)	175,947

Statement of funds - prior year

	Balance at 1 April 2019 £	Income £	Expenditure £	Balance at 31 March 2020 £
Unrestricted funds				
General Funds	4,534	311,302	(303,558)	12,278
Restricted funds				
Restricted Funds	-	3,503	-	3,503
Total of funds	4,534	314,805	(303,558)	15,781

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

11. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Current assets	170,277	6,151	176,428
Creditors due within one year	(481)	-	(481)
Total	<u>169,796</u>	<u>6,151</u>	<u>175,947</u>

Analysis of net assets between funds - prior year

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Current assets	14,817	3,503	18,320
Creditors due within one year	(2,539)	-	(2,539)
Total	<u>12,278</u>	<u>3,503</u>	<u>15,781</u>

12. Reconciliation of net movement in funds to net cash flow from operating activities

	2021 £	2020 £
Net income for the year (as per Statement of Financial Activities)	<u>160,166</u>	<u>11,247</u>
Adjustments for:		
Decrease in creditors	(2,058)	(3,515)
Net cash provided by operating activities	<u>158,108</u>	<u>7,732</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

13. Analysis of cash and cash equivalents

	2021	2020
	£	£
Cash in hand	175,923	17,815
Total cash and cash equivalents	175,923	17,815

14. Analysis of net debt

	At 1 April 2020	Cash flows	At 31 March 2021
	£	£	£
Cash at bank and in hand	17,815	158,108	175,923
	17,815	158,108	175,923