

**Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 October 2021
for
ZAKARIYYA MASJID**

SKM Chartered Accountants
Pegasus House
5 Winckley Court
Mount Street
Preston
Lancashire
PR1 8BU

ZAKARIYYA MASJID

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ZAKARIYYA MASJID

Report of the Trustees FOR THE YEAR ENDED 31 OCTOBER 2021

The trustees present their report with the financial statements of the charity for the year ended 31 October 2021. 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 objectives of the trust as set out in the governing document are to:

1. To advance the Islamic religion in accordance with the teachings of the Qur'an and the teachings of the Prophet Muhammad (Peace be upon Him) and the Sahabah-E-Keraam (May Allah be Pleased with Them) according to the interpretation and accepted view of the Ahlus Sunnah Wal Jamaa-ah and as expounded by the Salafus Saaliheen (Pious Predecessors).
2. To further Islamic education including the teaching of the Urdu and Arabic language.
3. To help educate young Muslims so as to develop their spiritual, moral, physical, mental and ethical capacities that they may grow to full maturity as individuals and members of society.
4. To assist in the provision of other charitable services.

Strategies

We want to make our Mosque an accessible and welcoming venue where all Muslims, or those who wish to know more about our faith, can gather together to learn about their religion and worship. The Mosque is open at all times with daily prayers, the Friday prayers being a focus of our activities.

An important part of our strategy is community welfare and education. All our community facilities and activities including classes, health initiatives and seminars are advertised and we welcome the participation of all in our local community, Muslim and non-Muslim alike. Most of our activities are free and supported by donations.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The charity's main objective is to provide a place of worship, and to promote Islamic education and training.

The charity provides facilities for the public to conduct daily prayers, and continually strives to improve on this through the support and donations received by those individuals that use the facilities.

ZAKARIYYA MASJID

Report of the Trustees FOR THE YEAR ENDED 31 OCTOBER 2021

ACHIEVEMENT AND PERFORMANCE

Achievements and Performance

How our activities deliver public benefit

The charity carries out a wide range of activities in pursuance of its charitable aims. The trustees consider that these activities, summarised below, provide benefit to those who worship at our place of worship.

Religious Activities

Our Mosque provides a centre for our prayers and worship and for the activities associated with our faith. During the year under review, we offered a range of religious services and activities including:

Prayers: The place of worship within the charities building is open for all daily and Friday prayers. During the week we have over 20 people who regularly attend daily prayers and over 200 who regularly attend Friday prayer.

Festivals: The charity provides facilities in terms of sermon, literature and place of worship on those special occasions.

Funeral Facilities: The charity provides a complete funeral service in line with the teachings of Islam. We relieve the deceased's bereaved relatives of the burden of organising burials. We also hold special classes to teach people how to proceed with Islamic burial procedures.

Civil Marriage and Nikkah: The Mosque provides Muslim couples with an appropriate location for their both civil marriage and Nikkah (Islamic marriage).

Hifz Classes: Memorisation of the Quran is considered an important element of religious education and training. We continue to provide this facility for the all young people in the charities buildings.

Evening classes: Classes are offered to children to learn about the basic fundamental of Islam.

Islamic Awareness: This year we have launched a series of lectures, open to all, to promote Islamic knowledge and awareness.

Inter-faith Dialogue: The charity is an active member of the Faith Communities Forum for the Local area. We use this platform to promote inter-faith dialogue and social cohesion.

Community Activities

Currently we are undertaking the following activities:

- Seminars - organised periodically on various educational topics.
- Courses - short courses are held to take an in depth look at topics covered in seminars.
- Evening School - for children aged 5-12 years old, teaching basic Islamic Studies.
- Consultancy - offering advice to local schools and service providers.
- Library - well stocked library for research and for community use.

FINANCIAL REVIEW

Reserves policy

It is the policy of the charity to maintain unrestricted funds at a level which equate to approximately 12 months unrestricted expenditure. This provides sufficient funds to cover management and administration and support costs.

FUTURE PLANS

We plan to consolidate our current success and make our services available to a wider range of people. We also plan to look into further projects which will help us to fulfil our aims and objectives.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Zakariyya Masjid is a registered UK Charity constituted on 1 November under charity number 1137962. It is an unincorporated charity. The governing document is a Trust Deed.

Recruitment and appointment of new trustees

The trustees have the power to appoint any person to be a trustee in accordance with the provisions of the Trust Deed. An appointed trustee holds office within the limits permitted by law.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1137962

ZAKARIYYA MASJID

**Report of the Trustees
FOR THE YEAR ENDED 31 OCTOBER 2021**

Principal address

59 Ribbleton Avenue
Preston
Lancashire
PR1 5RX

Trustees

S Umar
J M Ingar
S Ahmed
E Desai

Independent Examiner

SKM Chartered Accountants
Pegasus House
5 Winckley Court
Mount Street
Preston
Lancashire
PR1 8BU

Approved by order of the board of trustees on 20 June 2022 and signed on its behalf by:

J M Ingar - Trustee

Independent Examiner's Report to the Trustees of Zakariyya Masjid

Independent examiner's report to the trustees of Zakariyya Masjid

I report to the charity trustees on my examination of the accounts of Zakariyya Masjid (the Trust) for the year ended 31 October 2021.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material 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 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 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.

Shamim Mahomed
SKM Chartered Accountants
Pegasus House
5 Winckley Court
Mount Street
Preston
Lancashire
PR1 8BU

20 June 2022

ZAKARIYYA MASJID**Statement of Financial Activities
FOR THE YEAR ENDED 31 OCTOBER 2021**

		2021 Unrestricted fund £	2020 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	2	110,460	52,659
EXPENDITURE ON			
Charitable activities	3		
Management and Administration		4,056	3,661
NET INCOME		106,404	48,998
RECONCILIATION OF FUNDS			
Total funds brought forward		411,080	362,082
TOTAL FUNDS CARRIED FORWARD		517,484	411,080

The notes form part of these financial statements

ZAKARIYYA MASJID

Balance Sheet 31 OCTOBER 2021

		2021 Unrestricted fund £	2020 Total funds £
FIXED ASSETS	Notes		
Tangible assets	7	522,030	499,123
CURRENT ASSETS			
Debtors	8	734	616
Cash at bank and in hand		310,390	216,603
		<u>311,124</u>	<u>217,219</u>
CREDITORS			
Amounts falling due within one year	9	(480)	(572)
NET CURRENT ASSETS		<u>310,644</u>	<u>216,647</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		832,674	715,770
CREDITORS			
Amounts falling due after more than one year	10	(315,190)	(304,690)
NET ASSETS		<u>517,484</u>	<u>411,080</u>
FUNDS	12		
Unrestricted funds		517,484	411,080
TOTAL FUNDS		<u>517,484</u>	<u>411,080</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 20 June 2022 and were signed on its behalf by:

J M Ingar - Trustee

ZAKARIYYA MASJID

Notes to the Financial Statements FOR THE YEAR ENDED 31 OCTOBER 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 Charities Act 2011. 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.

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.

Tangible fixed assets

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

Freehold property	- not provided
Improvements to property	- not provided
Computer equipment	- 33% on reducing balance

Taxation

The charity is exempt from tax on its charitable activities.

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.

2. DONATIONS AND LEGACIES

	2021 £	2020 £
Gifts	-	1
Donations	110,460	52,658
	<u>110,460</u>	<u>52,659</u>

ZAKARIYYA MASJID**Notes to the Financial Statements - continued
FOR THE YEAR ENDED 31 OCTOBER 2021****3. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £	Support costs (see note 4) £	Totals £
Management and Administration	3,508	548	4,056

4. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Management and Administration	68	480	548

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 October 2021 nor for the year ended 31 October 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 October 2021 nor for the year ended 31 October 2020.

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	52,659
EXPENDITURE ON	
Charitable activities	
Management and Administration	3,661
NET INCOME	48,998
RECONCILIATION OF FUNDS	
Total funds brought forward	362,082
TOTAL FUNDS CARRIED FORWARD	411,080

ZAKARIYYA MASJID

Notes to the Financial Statements - continued FOR THE YEAR ENDED 31 OCTOBER 2021

7. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Computer equipment £	Totals £
COST				
At 1 November 2020	353,382	145,733	279	499,394
Additions	-	22,910	-	22,910
	<u>353,382</u>	<u>168,643</u>	<u>279</u>	<u>522,304</u>
At 31 October 2021				
DEPRECIATION				
At 1 November 2020	-	-	271	271
Charge for year	-	-	3	3
	<u>-</u>	<u>-</u>	<u>274</u>	<u>274</u>
At 31 October 2021				
NET BOOK VALUE				
At 31 October 2021	<u>353,382</u>	<u>168,643</u>	<u>5</u>	<u>522,030</u>
At 31 October 2020	<u>353,382</u>	<u>145,733</u>	<u>8</u>	<u>499,123</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Prepayments	<u>734</u>	<u>616</u>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Trade creditors	-	92
Accrued expenses	<u>480</u>	<u>480</u>
	<u>480</u>	<u>572</u>

ZAKARIYYA MASJID

Notes to the Financial Statements - continued FOR THE YEAR ENDED 31 OCTOBER 2021

10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021 £	2020 £
Other loans (see note 11)	315,190	304,690

11. LOANS

An analysis of the maturity of loans is given below:

	2021 £	2020 £
Amounts falling due in more than five years:		
Repayable otherwise than by instalments:		
Long Term Loans	315,190	304,690

12. MOVEMENT IN FUNDS

	At 1/11/20 £	Net movement in funds £	At 31/10/21 £
Unrestricted funds			
General fund	411,080	106,404	517,484
TOTAL FUNDS	411,080	106,404	517,484

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	110,460	(4,056)	106,404
TOTAL FUNDS	110,460	(4,056)	106,404

Comparatives for movement in funds

	At 1/11/19 £	Net movement in funds £	At 31/10/20 £
Unrestricted funds			
General fund	362,082	48,998	411,080
TOTAL FUNDS	362,082	48,998	411,080

ZAKARIYYA MASJID

Notes to the Financial Statements - continued FOR THE YEAR ENDED 31 OCTOBER 2021

12. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	52,659	(3,661)	48,998
TOTAL FUNDS	<u>52,659</u>	<u>(3,661)</u>	<u>48,998</u>

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

	At 1/11/19 £	Net movement in funds £	At 31/10/21 £
Unrestricted funds			
General fund	362,082	155,402	517,484
TOTAL FUNDS	<u>362,082</u>	<u>155,402</u>	<u>517,484</u>

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	163,119	(7,717)	155,402
TOTAL FUNDS	<u>163,119</u>	<u>(7,717)</u>	<u>155,402</u>

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 October 2021.

ZAKARIYYA MASJID**Detailed Statement of Financial Activities
FOR THE YEAR ENDED 31 OCTOBER 2021**

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Gifts	-	1
Donations	110,460	52,658
	<u>110,460</u>	<u>52,659</u>
Total incoming resources	110,460	52,659
EXPENDITURE		
Charitable activities		
Rates and water	412	930
Insurance	355	-
Light and heat	1,422	1,914
Telephone	412	-
Repairs and Maintenance	210	285
Purchases	694	-
Computer equipment	3	4
	<u>3,508</u>	<u>3,133</u>
Support costs		
Management		
Sundries	-	48
Finance		
Bank charges	68	-
Governance costs		
Accountancy	480	480
	<u>4,056</u>	<u>3,661</u>
Total resources expended	4,056	3,661
Net income	<u>106,404</u>	<u>48,998</u>

This page does not form part of the statutory financial statements