

Company Registration Number - 07341503

The Charity Registration Number is :- 1138757

Solihull Islamic Education Academy Ltd.

Report and Accounts

31 August 2021

**Solihull Islamic Education Academy Ltd.**

**Report and accounts for the year ended 31 August 2021**

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## **Solihull Islamic Education Academy Ltd.**

Company Registration Number - 07341503

### **Trustees' Annual Report for the year ended 31 August 2021**

The Trustees present their Report and Accounts for the year ended 31 August 2021, which also comprises the Directors' Report required by the Companies Act 2006.

#### **Reference and administrative details**

##### ***The charity name.***

The legal name of the charity is:- Solihull Islamic Education Academy Ltd.

The charity is also known by its operating name, SIEA

##### ***The charity's areas operation and UK charitable registration.***

The charity is registered in England & Wales with the Charity Commission in England & Wales (CCEW) with charity number 1138757

##### ***Legal structure of the charity***

The charity is constituted as a company limited by guarantee, registered under the Companies Acts. The governing document of the charity is the Memorandum and Articles of Association establishing the company under company legislation.

The Governing Document is dated 24 September 2010

There are no restrictions in the governing documents on the operation of the Charity or on its investment powers other than those imposed by Charity Law.

By operation of law all, trustees are directors under the Companies Act 2006 and all directors are trustees under Charities legislation and have responsibilities, as such, under both company and charity legislation.

The trustees are all individuals.

##### **The principal operating address, telephone number, email and web addresses of the charity are:-**

Unit 6 Highlands Court

Cranmore Avenue, Solihull

West Midlands, B90 4LE

Telephone 01564 200497 Email Address [issam.ghannam@gmail.com](mailto:issam.ghannam@gmail.com) Web address [www.siea.org.uk](http://www.siea.org.uk)

The registered office of the charity for Companies Act purposes is:-

253 Alcester Road South

Kings Heath, Birmingham

West Midlands, B14 6DT

## **Solihull Islamic Education Academy Ltd.**

Company Registration Number - 07341503

### **Trustees' Annual Report for the year ended 31 August 2021**

**The Trustees in office on the date the report was approved were:-**

Dr Issam Ghannam  
Mr Amanullah Khan  
Mr Mohammed Shan  
Mr Salim Mughal  
Mr Shahzad Naeem  
Mr Mohammed Iqbal Ally  
Mr Marwan Ghannam  
Mr Athar Ayaz Siddiqui-Appointed on 2 April 2021  
Dr Mudassar Mehboob Suleman -Appointed on 2 April 2021

**The following persons served as Trustees during the year ended 31 August 2021 :-**

The trustees who served as a trustee in the reporting period were as shown above. There were two new trustees appointed during the year.

All the trustees are also members of the charity.

### **Objects and activities of the charity**

#### ***The purposes of the charity as set out in its governing document.***

Giving education to the general public on Islamic Studies and Asian Languages in supplementary schools and evening classes. This should promote good links between generations (Children Parents Grandparents). It should improve the next generations' skills in foreign languages that will help them deliver services to those who only speak Urdu, Arabic or Bangla. It improves the chances for people to advance their businesses with countries who speak these Asian languages.

The SIEA will promote itself to Muslims and non-Muslims students and by doing so, it aims to provide British people with facilities and platforms to promote community cohesion, improve interfaith relationship, and create healthy understanding of Islam when they mix with Muslims and learn about it from trusted sources. The SIEA will provide people with inclusiveness regardless of sex, race, colour or country of origin. Providing children with facilities to improve their understanding and achievement in subjects that are taught in state schools.

## **Solihull Islamic Education Academy Ltd.**

Company Registration Number - 07341503

### **Trustees' Annual Report for the year ended 31 August 2021**

#### ***The main activities undertaken in relation to those purposes during the year.***

The SIEA supplementary school for children aged 5 to 16 years remains a valuable resource in forming and developing young adults into highly motivated individuals with a strong sense of community and citizenship. The school continues to attract families from a wide social and cultural background. Our commitment remains steadfast to providing an exceptional education to all, with particular support being provided to those families on low income.

The SIEA supplementary school continues to provide quality education, which empowers children and adults to fully participate in the Society. We develop pride and confidence within the citizen ship framework with the objective of producing inspiring individuals.

#### ***The main activities undertaken during the year to further the charity's purpose for the public benefit.***

The SIEA supplementary school for children aged 5 to 16 years continued to provide an essential resource of both educating young people as well as keeping parents connected with a sense of community throughout the Pandemic. The charity's services remained accessible albeit in a different format to members in the community. The teachers demonstrated high levels of professionalism and outstanding dedication to ensure that the quality of the education was not compromised. The Youth services remained active via online sessions throughout the Pandemic again providing an essential forum to discuss and share anxieties and concerns both the youth as well as parents.

#### **The main achievements and performance of the charity during the year.**

During the respective year we had to remain agile and continue to adapt to the challenges posed by the Covid 19 pandemic and its profound impact on face to face learning. Teaching and education continued to be provided online and via live and recorded presentations. Providing support and reaching out to those who experienced a bereavement in the family as well as guiding individuals to local government resources.

Collective worship remained within the restrict parameters of the social distance guidelines yet provided a weekly platform to consider contemporary and real world challenges being experienced by many.

## **Solihull Islamic Education Academy Ltd.**

Company Registration Number - 07341503

### **Trustees' Annual Report for the year ended 31 August 2021**

#### ***The difference the charity's performance during the year has made to the beneficiaries of the charity.***

With greater range of courses, new skills have been developed in children and adults particularly in respect of foreign languages. These courses have improved foreign language skills in younger generation. This will help to bridge the gap between generations by improved communication.

#### ***The degree to which the achievements and performance during the year have benefited wider society.***

Events held by the SIEA have provided platform for people from different social and cultural backgrounds to mix together. This has helped improve interfaith relationship, develop mutual respect and sense of inclusiveness regardless of background.

The SIEA has delivered presentation during the events that explored the ways to challenge those who espouse terrorism and extremism.

### **Structure, governance and management of the charity**

#### ***The methods used to recruit and appoint new charity trustees.***

The SIEA board of directors may by ordinary two third majority appoint a person who is willing to act as a Director.

No person other than a replacement of Director retiring or resigned may be appointed as Director. Any SIEA director can give a notice that states the director's intention to propose the appointment of a person as a Director and a further director's intention to second that appointment and contains the details that, if the person were to be appointed, the SIEA would have to file at Companies House; and is signed by the person who is to be proposed to show his or her willingness to be appointed.

Bankers  
Accountants

Barclays Bank PLC. 201 Stratford Road, Solihull B90 3AT  
M R Mughal & Co. 253 Alcester Road South, Birmingham. B14 6DT

## **Solihull Islamic Education Academy Ltd.**

Company Registration Number - 07341503

### **Trustees' Annual Report for the year ended 31 August 2021**

#### **Financial review**

##### ***The charity's financial position at the end of the year ended 31 August 2021***

The financial position of the charity at 31 August 2021 and comparatives for the prior period, as more fully detailed in the accounts, can be summarised as follows:-

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Net income</b>	20,637	36,265
<hr/>		
Unrestricted Revenue Funds available for the general purposes of the charity	585,486	564,849
<hr/>		
<b>Total Funds</b>	<b>585,486</b>	<b>564,849</b>

##### ***Financial review of the position at the reporting date, 31 August 2021 .***

The trustees consider the financial performance by the charity during the year to have been satisfactory. Specific changes in fixed assets are detailed in the notes to the accounts.

##### ***Policies on reserves.***

The general reserves are used to support the on-going activities of the charity. The general reserve now stands at £585,486. The Trustees consider that these reserves provide an adequate buffer to support the activities of the charity.

##### ***Availability and adequacy of assets of each of the funds***

The board of trustees is satisfied that the charity's assets in each fund are available and adequate to fulfil its obligations in respect of each fund.

#### **Details of The Independent Examiner**

Mr M R Mughal  
Member of Chartered Certified Accountants  
253 Alcester Road South  
Birmingham  
B14 6DT

## **Solihull Islamic Education Academy Ltd.**

Company Registration Number - 07341503

### **Trustees' Annual Report for the year ended 31 August 2021**

#### **Statement of the Directors' and Trustees' Responsibilities**

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Companies Act 2006, the Charities Act 2011 and the Charities (Accounts and Reports) Regulations 2008. Notwithstanding the explicit requirement in the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008, to prepare the financial statements in accordance with the SORP 2005, in view of the fact that the SORP 2005 has been withdrawn, the Trustees determined to interpret this responsibility as requiring them to follow current best practice and prepare the accounts according to the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), .

In particular, the Companies Act 2006 and charity law require the Board of Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Board is required to :-

- to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).
- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements;

The law requires that the trustees must not approve the accounts unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for the year.

The Trustees are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with the Companies Act 2006 and comply with regulations made under the Charities Act. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are also responsible for the contents of the Trustees' report, and the statutory responsibility of the Independent Examiner in relation to the Trustees' report is limited to examining the report and ensuring that , on the face of the report, there are no material inconsistencies with the figures disclosed in the financial statements.



## **Solihull Islamic Education Academy Ltd.**

Company Registration Number - 07341503

## **Trustees' Annual Report for the year ended 31 August 2021**

### **Method of preparation of accounts - Small company provisions**

The financial statements are set out on pages 10 to 21.

The financial statements have been prepared implementing the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), and in accordance with the Financial Reporting Standard 102, (effective 1st January 2016)

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

This report was approved by the board of trustees on 11 April 2022.

Mr Shahzad Naeem  
Director and Trustee

## **Solihull Islamic Education Academy Ltd.**

### **Report of the Independent Examiner to the Trustees of the charitable company on the accounts for the year ended 31 August 2021**

I report to the Trustees on my examination of the financial statements of the charitable company on pages 10 to 21 for the year ended 31 August 2021 which have been prepared in accordance with the Charities Act 2011 (the Act) and with the Financial Reporting Standard 102, (effective 1st January 2016) as modified by FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), published by the Charity Commission in England & Wales (CCEW), and under the historical cost convention and the accounting policies set out on page 16.

#### **Respective responsibilities of the Trustees and the Independent Examiner and the basis of the report**

As described on page 6, you, the charitable company's Trustees, who are also the Directors of the Company for the purposes of Company law, are responsible for the preparation of the financial statements in accordance with the Companies Act 2006, the Charities Act 2011 and all other applicable law and with United Kingdom Generally Accepted Accounting Practice, applicable to smaller entities, and for being satisfied that the financial statements give a true and fair view.

The Trustees consider that the audit requirement of Section 144(1) of the Charities Act 2011 (the Act) does not apply, and that there is no requirement in the memorandum and articles of the charity for the conducting of an audit, and that the accounts do not require an audit in accordance with Part 16 of the Companies Act 2006 and that no member or members have requested an audit pursuant to Section 476 of the Companies Act 2006. As a consequence, the Trustees have elected that the financial statements be subject to independent examination.

Having satisfied myself that the financial statements are not required to be audited under any legal provision, or otherwise, and are eligible for independent examination, it is my responsibility to:-

- a) examine the financial statements of the charity under Section 145 of the Act;
- b) follow the applicable procedures in the Directions given by the Charity Commission under section 145(5)(b) of the Act.

#### **Basis of Independent Examiner's Statement and scope of work undertaken**

I report in respect of my examination of the charity's financial statements carried out under s145 of the 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 Act setting out the duties of an independent examiner in relation to the conducting of an independent examination. An independent examination includes a review of the accounting records kept by the charitable company and of the accounting systems employed by the charitable company and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you, as Trustees, concerning such matters. The purpose of the examination is to establish as far as possible that there have been no breaches of charity legislation and that, on a test basis of evidence relevant to the amounts and disclosures made, the financial statements comply with the SORP.

The procedures undertaken do not provide all the evidence that would be required in an audit, and information supplied by the Trustees in the course of the examination is not subjected to audit tests or enquiries and does not cover all the matters that an auditor would consider in arriving at an opinion. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide

## **Solihull Islamic Education Academy Ltd.**

Consequently, I do not express an audit opinion on the view given by the financial statements, and in particular, I express no opinion as to whether the financial statements give a true and fair view of the affairs of the charity, and my report is limited to the matters set out in the statement below.

I planned and performed my examination so as to satisfy myself that the objectives of the independent examination are achieved and before finalising the report I obtained written assurances from the Trustees of all material matters.

### **Independent Examiner's Statement, Report and Opinion**

Subject to the limitations upon the scope of my work as detailed above, I have completed my examination: and can confirm that:-

The accounts of this charitable company are not required to be audited under Part 16 of the Companies Act 2006;

This is a report in respect of an examination carried out under 145 of the Act and in accordance with Directions given by the Charity Commission under section 145(5)(b) of the Act which may be applicable;

and that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:-

accounting records were not kept in respect of the charity as required by Section 386 of the Companies Act 2006 and Section 130 of The Charities Act 2011;

the financial statements do not accord with those records; or

the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in section 396 of the Companies Act 2006 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;

have not been prepared in accordance with the methods and principles set out in the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP).

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 financial statements to be reached.

**Signed:-**

Mr M R Mughal - Independent Examiner

Chartered Certified Accountants

253 Alcester Road South

Birmingham

B14 6DT

This report was signed on 21 April 2022

**Solihull Islamic Education Academy Ltd. - Statement of Financial Activities for the year ended 31 August 2021**

***Statement of Financial Activities (including the Income and Expenditure Account for the year ended 31 August 2021, as required by the Companies Act 2006)***

	SORP Ref	Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
		2021 £	2021 £	2021 £	2020 £
<b>Income &amp; Endowments from:</b>					
Donations & Legacies	A1	40,914	-	<b>40,914</b>	37,690
Charitable activities	A2	42,930	-	<b>42,930</b>	55,484
Investments	A4	8,807	-	<b>8,807</b>	8,595
<b>Total income</b>	<b>A</b>	<b>92,651</b>	<b>-</b>	<b>92,651</b>	<b>101,769</b>
<b>Expenditure on:</b>					
Charitable activities	B2	72,014	-	<b>72,014</b>	65,504
<b>Total expenditure</b>	<b>B</b>	<b>72,014</b>	<b>-</b>	<b>72,014</b>	<b>65,504</b>
<b>Net income for the year</b>		<b>20,637</b>	<b>-</b>	<b>20,637</b>	<b>36,265</b>
<b>Net income after transfers</b>	<b>A-B-C</b>	<b>20,637</b>	<b>-</b>	<b>20,637</b>	<b>36,265</b>
<b>Net movement in funds</b>		<b>20,637</b>	<b>-</b>	<b>20,637</b>	<b>36,265</b>
<b>Reconciliation of funds:-</b>					
	<b>E</b>				
<b>Total funds brought forward</b>		564,849	-	<b>564,849</b>	528,584
<b>Total funds carried forward</b>		<b>585,486</b>	<b>-</b>	<b>585,486</b>	<b>564,849</b>

The 'SORP Ref' indicated above is the classification of income set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the Balance Sheet.

A separate Statement of Total Recognised Gains and Losses is not required as this statement includes all recognised gains and losses.

All the prior year transactions were unrestricted items, and no further analysis is required

All activities derive from continuing operations

**The notes attached on pages 16 to 21 form an integral part of these accounts.**

**Solihull Islamic Education Academy Ltd. - Statement of Financial Activities for the year ended 31 August 2021**

	<b>SORP Ref</b>	<b>Prior Year Unrestricted Funds 2020 £</b>	<b>Prior Year Restricted Funds 2020 £</b>	<b>Prior Year Total Funds 2020 £</b>
<b>Income from:</b>				
Donations & Legacies	A1	37,690	-	<b>37,690</b>
Charitable activities	A2	55,484	-	<b>55,484</b>
Investments	A4	8,595	-	<b>8,595</b>
<b>Total income</b>	<b>A</b>	<b>101,769</b>	<b>-</b>	<b>101,769</b>
<b>Expenditure on:</b>				
Charitable activities	B2	65,504	-	<b>65,504</b>
<b>Total expenditure</b>	<b>B</b>	<b>65,504</b>	<b>-</b>	<b>65,504</b>
<b>Net income for the year</b>		<b>36,265</b>	<b>-</b>	<b>36,265</b>
<b>Net income after transfers</b>		<b>36,265</b>	<b>-</b>	<b>36,265</b>
<b>Net movement in funds</b>		<b>36,265</b>	<b>-</b>	<b>36,265</b>
<b>Reconciliation of funds:-</b>	<b>E</b>			
<b>Total funds brought forward</b>		<b>528,584</b>	<b>-</b>	<b>528,584</b>
<b>Total funds carried forward</b>		<b>564,849</b>	<b>-</b>	<b>564,849</b>

**All activities derive from continuing operations**

**Solihull Islamic Education Academy Ltd. - Resources applied in the year ended 31 August 2021 towards fixed assets for Charity use:-**

	<b>2021 £</b>	<b>2020 £</b>
Funds generated in the year as detailed in the SOFA	20,637	36,265
<b>Net resources available to fund charitable activities</b>	<b>10,637</b>	<b>36,265</b>

**The notes attached on pages 16 to 21 form an integral part of these accounts.**

**Solihull Islamic Education Academy Ltd. - Statement of Financial Activities for the year ended 31 August 2021**

**Movements in revenue and capital funds for the year ended 31 August 2021**

**Revenue accumulated funds**

	<b>Unrestricted Funds 2021 £</b>	<b>Restricted Funds 2021 £</b>	<b>Total Funds 2021 £</b>	<b>Last year Total Funds 2020 £</b>
Accumulated funds brought forward	564,849	-	564,849	<b>528,584</b>
Recognised gains and losses before transfers	20,637	-	20,637	36,265
	<b>585,486</b>	-	<b>585,486</b>	<b>564,849</b>
<b>Closing revenue funds</b>	<b>585,486</b>	-	<b>585,486</b>	<b>564,849</b>

**Summary of funds**

	<b>Unrestricted and Designated funds 2021 £</b>	<b>Restricted Funds 2021 £</b>	<b>Total Funds 2021 £</b>	<b>Last Year Total Funds 2020 £</b>
Revenue accumulated funds	585,486	-	<b>585,486</b>	564,849

**The notes attached on pages 16 to 21 form an integral part of these accounts.**

**Solihull Islamic Education Academy Ltd. - Statement of Financial Activities for the year ended 31 August 2021**

**Solihull Islamic Education Academy Ltd.  
Income and Expenditure Account for the year ended 31 August 2021 as required by the Companies Act 2006**

	2021 £	2020 £
<b><i>Income</i></b>		
Income from operations	83,844	93,174
Investment income		
Income from investments, other than interest receivable	8,785	8,481
Interest receivable	22	114
<b>Gross income in the year before exceptional items</b>	<b>92,651</b>	<b>101,769</b>
<b>Gross income in the year including exceptional items</b>	<b>92,651</b>	<b>101,769</b>
<b><i>Expenditure</i></b>		
Charitable expenditure, excluding depreciation and amortisation	60,986	54,676
Depreciation and amortisation	10,128	9,928
Governance costs	900	900
Realised losses on disposals of social investments which are programme related	-	-
<b>Total expenditure in the year</b>	<b>72,014</b>	<b>65,504</b>
<b>Net income before tax in the financial year</b>	<b>20,637</b>	<b>36,265</b>
Tax on surplus on ordinary activities	-	-
<b>Net income after tax in the financial year</b>	<b>20,637</b>	<b>36,265</b>
<b>Retained surplus for the financial year</b>	<b>20,637</b>	<b>36,265</b>

All activities derive from continuing operations

In accordance with the provisions of the Companies Act 2006, the headings and subheadings used in the Income and Expenditure account have been adapted to reflect the special nature of the charity's activities.

**The notes attached on pages 16 to 21 form an integral part of these accounts.**

# Solihull Islamic Education Academy Ltd. - Balance Sheet as at 31 August 2021

	SORP		2021	2020
	Note	Ref	£	£
<b>Fixed assets</b>		A		
Tangible assets	10	A2	448,912	449,040
<b>Current assets</b>		B		
Debtors	11	B2	629	2,616
Cash at bank and in hand		B4	152,134	140,195
<b>Total current assets</b>			<u>152,763</u>	<u>142,811</u>
<b>Creditors: amounts falling due within one year</b>	12	C1	<u>(16,189)</u>	<u>(27,002)</u>
<b>Net current assets</b>			136,574	115,809
<b>The total net assets of the charity</b>			<u>585,486</u>	<u>564,849</u>
<b>The total net assets of the charity are funded by the funds of the charity, as follows:-</b>				
<b>Restricted funds</b>				
<b>Unrestricted Funds</b>				
Unrestricted Revenue Funds	15	D3	585,486	564,849
<b>Designated Funds</b>				
<b>Total charity funds</b>			<u>585,486</u>	<u>564,849</u>



## **Solihull Islamic Education Academy Ltd. - Balance Sheet as at 31 August 2021**

The 'SORP Ref' indicated above is the classification of Balance Sheet items as set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the SOFA..

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The charity is subject to Independent Examination under charity legislation, and the report of the Independent Examiner is on page 9.

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

**Dr Issam Ghannam**

Trustee

Approved by the board of trustees on 11 April 2022

**The notes attached on pages 16 to 21 form an integral part of these accounts.**

# Solihull Islamic Education Academy Ltd.

## Notes to the Accounts for the year ended 31 August 2021

### 1 Accounting policies

#### *Policies relating to the production of the accounts.*

##### **Basis of preparation and accounting convention**

The accounts have been prepared on the accruals basis, under the historical cost convention, and in accordance with the Financial Reporting Standard 102, (effective 1st January 2016) and 'FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), published by the Charity Commission in England & Wales (CCEW) , effective January 2016, , and in accordance with all applicable law in the charity's jurisdiction of registration, except that the charity has prepared the financial statements in accordance with the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in February 2016), (The SORP), in preference to the previous SORP, the SORP 2005, which has been withdrawn, notwithstanding the fact that the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008 refer explicitly to the SORP 2005. This has been done to accord with current best practice.

##### **Going Concern**

The charitable activities are entirely dependent on continuing voluntary donations as well as trading revenues. As a consequence, the going concern basis is dependent on the future flow of these uncertain funding streams. Accordingly, the Trustees have obtained forecasts and, after reviewing the financial forecasts for future periods, the Trustees are satisfied that, at the time of approving the financial statements, it is appropriate to adopt the going concern basis in preparing the financial statements. Other than these matters, the Trustees are not aware of any material uncertainties about the charity's ability to continue as a going concern.

#### *Policies relating to categories of income and income recognition.*

##### **Accounting for deferred income and income received in advance**

Where terms and conditions relating to income have not been met or uncertainty exists as to whether the charity can meet any terms or conditions otherwise within its control, income is not recognised but is deferred as a liability until it is probable that the terms or conditions imposed can be met.

Any grant that is subject to performance-related conditions received in advance of delivering the goods and services required by that condition, or is subject to unmet conditions wholly outside the control of the recipient charity, is accounted for as a liability and shown on the balance sheet as deferred income. Deferred income is released to income in the reporting period in which the performance-related or other conditions that limit recognition are met.

When income from a grant or donation has not been recognised due to the conditions applying to the gift not being wholly within the control of the recipient charity, it is disclosed as a contingent asset if receipt of the grant or donation is probable once those conditions are met.

Where time related conditions are imposed or implied by a funder, then the income is apportioned to the time periods concerned, and, where applicable, is accounted for as a liability and shown on the balance sheet as deferred income. When grants are received in advance of the expenditure on the activity funded by them, but there are no specific time related conditions, then the income is not deferred.

Any condition that allows for the recovery by the donor of any unexpended part of a grant does not prevent recognition of the income concerned, but a liability to any repayment is recognised when repayment becomes probable.

## **Solihull Islamic Education Academy Ltd.**

### **Notes to the Accounts for the year ended 31 August 2021**

#### ***Policies relating to expenditure on goods and services provided to the charity.***

##### **Recognition of liabilities and expenditure**

A liability, and the related expenditure, is recognised when a legal or constructive obligation exists as a result of a past event, and when it is more likely than not that a transfer of economic benefits will be required in settlement, and when the amount of the obligation can be measured or reliably estimated..

Liabilities arising from future funding commitments and constructive obligations, including performance related grants, where the timing or the amount of the future expenditure required to settle the obligation are uncertain, give rise to a provision in the accounts, which is reviewed at the accounting year end. The provision is increased to reflect any increases in liabilities, and is decreased by the utilisation of any provision within the period, and reversed if any provision is no longer required. These movements are charged or credited to the respective funds and activities to which the provision relates.

##### **Allocating costs to activities**

Direct costs that are specifically related to an activity are allocated to that activity. Shared direct costs and support costs are apportioned between activities.

The basis for apportionment, which is consistently applied, and proportionate to the circumstances, is :-

**Staffing** - on the basis of time spent in connection with any particular activity.

**Staffing** - on a per capita basis, based on the number of people employed within any particular activity.

**Premises related costs** - on the proportion of floor area occupied by a particular activity.

**Non specific support costs** - on the basis of the usage of resources, in terms of time taken, capacity used, request made or other measures

##### **Volunteers**

In accordance with the SORP, and in recognition of the difficulties in placing a monetary value on the contribution from volunteers, the contribution of volunteers is not included within the income of the charity.

However, the trustees value the significant contribution made to the activities of the charity by unpaid volunteers and this is described more fully in Note6.

#### ***Policies relating to assets, liabilities and provisions and other matters.***

##### ***Tangible fixed assets***

Tangible fixed assets are measured at their original cost value, or subsequent revaluation, or if donated, as described above. Cost value includes all costs expended in bringing the asset into its intended working condition.

Depreciation has been provided at the following rates in order to write off the assets to their anticipated residual value over estimated useful lives.

Freehold premises	2 % straight line
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##### **Debtors**

Debtors are measured at their recoverable amounts at the balance sheet date.

# Solihull Islamic Education Academy Ltd.

## Notes to the Accounts for the year ended 31 August 2021

### Creditors and provisions

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

### Fund Accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity

## 2 Liability to taxation

The Trustees consider that the charity satisfies the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 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 on the specific charitable objects of the charity and for no other purpose. Value Added Tax is not recoverable by the charity, and is therefore included in the relevant costs in the Statement of Financial Activities.

## 3 Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

## 4 Significance of financial instruments to the charity's position

There are no significant implications of such matters.

## 5 Net surplus before tax in the financial year

	2021	2020
	£	£
The net surplus before tax in the financial year is stated after charging:-		
Depreciation of owned fixed assets	10,128	9,928

## 6 The contribution of volunteers

The charity depends on the support of its volunteers, which is much appreciated. The arrangements with volunteers are difficult to value precisely in monetary terms and have not been recognised in the Statement of Financial Activities. The volunteers and the charity accept and agree that no contract of employment is created by these arrangements.

## 7 Staff costs and emoluments

### Salary costs

	2021	2020
	£	£
Gross Salaries excluding trustees and key management personnel	40,120	33,643
<b>Total salaries, wages and related costs</b>	<b>40,120</b>	<b>33,643</b>

### Numbers of full time employees or full time equivalents

	2021	2020
The average number of total staff employed in the year was	11	12

Neither the trustees nor any persons connected with them have received any remuneration from the charity or any related entity, either in the current or prior year.

No employees received emoluments (excluding pension costs) in excess of £60,000 per annum.

## Solihull Islamic Education Academy Ltd.

### Notes to the Accounts for the year ended 31 August 2021

#### 8 Remuneration and payments to Trustees and persons connected with them

No trustees or persons connected with them received any remuneration from the charity, or any related entity.

#### 9 Deferred income - Unrestricted and Designated funds

	Opening Deferrals	Released from prior years	Received less released in year	Deferred at year end
	£	£	£	£
School fees received in advance	26,402	26,402	15,468	15,468
<b>Total</b>	<b>26,402</b>	<b>26,402</b>	<b>15,468</b>	<b>15,468</b>
			<b>2021</b>	<b>2020</b>
			£	£
<b>These deferrals are included in creditors</b>			<b>15,468</b>	<b>26,402</b>

The deferrals included in creditors relate to school fees received in advance as relating to specific periods and represent those parts which relate to periods subsequent to the accounting year end and are treated as receipts in advance, or, alternatively, where there are conditions which must be fulfilled prior to entitlement or use of the unrestricted funds by the

#### 10 Tangible fixed assets

	Land and Buildings	Plant & Machinery	Motor Vehicles	Total
	£	£	£	£
<b>Cost</b>				
At 1 September 2020	496,389	-	-	496,389
Additions	10,000	-	-	10,000
<b>At 31 August 2021</b>	<b>506,389</b>	<b>-</b>	<b>-</b>	<b>506,389</b>
<b>Depreciation</b>				
At 1 September 2020	47,349	-	-	47,349
Charge for the year	10,128	-	-	10,128
<b>At 31 August 2021</b>	<b>57,477</b>	<b>-</b>	<b>-</b>	<b>57,477</b>
<b>Net book value</b>				
At 31 August 2021	<b>448,912</b>	<b>-</b>	<b>-</b>	<b>448,912</b>
At 31 August 2020	<b>449,040</b>	<b>-</b>	<b>-</b>	<b>449,040</b>

#### 11 Debtors

	<b>2021</b>	<b>2020</b>
	£	£
Prepayments and accrued income	629	2,616

## Solihull Islamic Education Academy Ltd.

### Notes to the Accounts for the year ended 31 August 2021

#### 12 Creditors: amounts falling due within one year

	2021	2020
	£	£
Accruals	721	600
Deferred Income - Unrestricted & designated funds	15,468	26,402
PAYE, NIC VAT and other taxes	-	-
	<b>16,189</b>	<b>27,002</b>

#### 13 Income and Expenditure account summary

	2021	2020
	£	£
<b>At 1 September 2020</b>	564,849	528,584
Surplus after tax for the year	20,637	36,265
<b>At 31 August 2021</b>	<b>585,486</b>	<b>564,849</b>

#### 14 Particulars of how particular funds are represented by assets and liabilities

##### At 31 August 2021

	Unrestricted funds	Designated funds	Restricted funds	Total Funds
	£	£	£	£
Tangible Fixed Assets	448,912	-	-	<b>448,912</b>
Current Assets	152,763	-	-	<b>152,763</b>
Current Liabilities	(16,189)	-	-	<b>(16,189)</b>
	<b>585,486</b>	-	-	<b>585,486</b>

##### At 1 September 2020

	Unrestricted funds	Designated funds	Restricted funds	Total Funds
	£	£	£	£
Tangible Fixed Assets	449,040	-	-	<b>449,040</b>
Current Assets	142,811	-	-	<b>142,811</b>
Current Liabilities	(27,002)	-	-	<b>(27,002)</b>
	<b>564,849</b>	-	-	<b>564,849</b>

# Solihull Islamic Education Academy Ltd.

## Notes to the Accounts for the year ended 31 August 2021

### 15 Change in total funds over the year as shown in Note 14 , analysed by individual funds

	Funds brought forward from 2020	Movement in funds in 2021	Transfers between funds in 2021	Funds carried forward to 2022
	£	See Note 16 £	See Note 0 £	£
<b>Unrestricted and designated funds:-</b>				
Unrestricted Revenue Funds	564,849	20,637	-	585,486
<b>Total unrestricted and designated funds</b>	<b>564,849</b>	<b>20,637</b>	<b>-</b>	<b>585,486</b>
<b>Total charity funds</b>	<b>564,849</b>	<b>20,637</b>	<b>-</b>	<b>585,486</b>

### 16 Analysis of movements in funds over the year as shown in Note 15

	Income	Expenditure	Other Gains & Losses	Movement in funds
	2021 £	2021 £	2021 £	2021 £
<b>Unrestricted and designated funds:-</b>				
Unrestricted Revenue Funds	92,651	(72,014)	-	20,637

### 17 The purposes for which the funds as detailed in note 15 are held by the charity are:-

#### Unrestricted and designated funds:-

Unrestricted Revenue Funds

These funds are held for the meeting the objectives of the charity, and to provide reserves for future activities, and , subject to charity legislation, are free from all restrictions on their use.

#### Restricted funds:-

### 18 Ultimate controlling party

The charity is under the control of its legal members.

Every member of the charity is obliged to contribute such amount as may be required not exceeding £10 to the assets of the company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

# Solihull Islamic Education Academy Ltd.

Detailed analysis of income and expenditure for the year ended 31 August 2021 as required by the SORP 2015

*This analysis is classssified by conventional nominal descriptions and not by activity.*

## 19 Donations and Legacies

	Current year Unrestricted Funds 2021 £	Current year Restricted Funds 2021 £	Current year Total Funds 2021 £	Prior Year Total Funds 2020 £
<b>Donations and gifts from individuals</b>				
Donations and gifts from individuals	30,201	-	<b>30,201</b>	26,070
Gift aid donation claims	9,671	-	<b>9,671</b>	10,670
<b>Total donations and gifts from individuals</b>	<b>39,872</b>	<b>-</b>	<b>39,872</b>	<b>36,740</b>
<b>Revenue grants from government and public bodies</b>				
Coronavirus Job Retention Scheme	1,042	-	<b>1,042</b>	950
<b>Total public sector revenue grants</b>	<b>1,042</b>	<b>-</b>	<b>1,042</b>	<b>950</b>
<b>Total Donations and Legacies</b>	<b>40,914</b>	<b>-</b>	<b>40,914</b>	<b>37,690</b>

## 20 Income from charitable activities - Trading Activities

	Current year Unrestricted Funds 2021 £	Current year Restricted Funds 2021 £	Current year Total Funds 2021 £	Prior Year Total Funds 2020 £
<b>Primary purpose and ancillary trading</b>				
School fees	42,930	-	<b>42,930</b>	55,484
<b>Total Primary purpose and ancillary trading</b>	<b>42,930</b>	<b>-</b>	<b>42,930</b>	<b>55,484</b>

## 21 Total Income from charitable activities

	Current year Unrestricted Funds £ 2021	Current year Restricted Funds £ 2021	Current year Total Funds £ 2021	Prior Year Total Funds £ 2020
Total income from charitable trading	42,930	-	<b>42,930</b>	55,484
<b>Total from charitable activities</b>	<b>42,930</b>	<b>-</b>	<b>42,930</b>	<b>55,484</b>



## Solihull Islamic Education Academy Ltd.

Detailed analysis of income and expenditure for the year ended 31 August 2021 as required by the SORP 2015

### 22 Investment income

	Current year Unrestricted Funds 2021 £	Current year Restricted Funds 2021 £	Current year Total Funds 2021 £	Prior Year Total Funds 2020 £
Property Rental Income	8,785	-	8,785	8,481
Bank Interest Receivable	22	-	22	114
<b>Total investment income</b>	<b>A4 8,807</b>	<b>-</b>	<b>8,807</b>	<b>8,595</b>

### 23 Expenditure on charitable activities - Direct spending

	Current year Unrestricted Funds 2021 £	Current year Restricted Funds 2021 £	Current year Total Funds 2021 £	Prior Year Total Funds 2020 £
Gross wages and salaries - charitable activities	40,120	-	40,120	33,643
<b>Total direct spending</b>	<b>B2a 40,120</b>	<b>-</b>	<b>40,120</b>	<b>33,643</b>

### 24 Expenditure on charitable activities - Charitable trading

	Current year Unrestricted Funds 2021 £	Current year Restricted Funds 2021 £	Current year Total Funds 2021 £	Prior Year Total Funds 2020 £
Cost of charitable letting of none investment property	10,766	-	10,766	12,776
Reallocated from support costs	20,228	-	20,228	18,185
<b>Total charitable trading costs</b>	<b>B2b 30,994</b>	<b>-</b>	<b>30,994</b>	<b>30,961</b>

## Solihull Islamic Education Academy Ltd.

Detailed analysis of income and expenditure for the year ended 31 August 2021 as required by the SORP 2015

### 25 Support costs for charitable activities

	Current year Unrestricted Funds 2021 £	Current year Restricted Funds 2021 £	Current year Total Funds 2021 £	Prior Year Total Funds 2020 £
<b><i>Premises Expenses</i></b>				
Rates and water charges	1,833	-	1,833	3,463
Light heat and power	1,785	-	1,785	1,238
Premises repairs, renewals and maintenance	1,906	-	1,906	132
Property insurance	1,286	-	1,286	1,429
<b><i>Administrative overheads</i></b>				
Telephone, fax and internet	595	-	595	695
Stationery and printing	-	-	-	651
Sundry expenses	2,695	-	2,695	649
<b><i>Professional fees paid to advisors other than the auditor or examiner</i></b>				
Other legal and professional	-	-	-	-
<b><i>Financial costs</i></b>				
Bank charges	-	-	-	-
Depreciation & Amortisation in total for the	10,128	-	10,128	9,928
<b>Support costs before reallocation</b>	<b>20,228</b>	<b>-</b>	<b>20,228</b>	<b>18,185</b>
<b><i>Less support costs reallocated to specific activities</i></b>				
To charitable trading costs	(20,228)	-	(20,228)	(18,185)

The basis of allocation of costs between activities is described under accounting policies

### 26 Other Expenditure - Governance costs

	Current year Unrestricted Funds 2021 £	Current year Restricted Funds 2021 £	Current year Total Funds 2021 £	Prior Year Total Funds 2020 £
Independent Examiner's fees	900	-	900	900
<b>Total Governance costs</b>	<b>900</b>	<b>-</b>	<b>900</b>	<b>900</b>

## Solihull Islamic Education Academy Ltd.

Detailed analysis of income and expenditure for the year ended 31 August 2021 as required by the SORP 2015

### 27 Total Charitable expenditure

		Current year Unrestricted Funds 2021 £	Current year Restricted Funds 2021 £	Current year Total Funds 2021 £	Prior Year Total Funds 2020 £
Total direct spending	<b>B2a</b>	40,120	-	<b>40,120</b>	33,643
Total charitable trading costs	<b>B2b</b>	30,994	-	<b>30,994</b>	30,961
Total Governance costs	<b>B2e</b>	900	-	<b>900</b>	900
<b>Total charitable expenditure</b>	<b>B2</b>	<b>72,014</b>	<b>-</b>	<b>72,014</b>	<b>65,504</b>