

KARIMIA ASSOCIATION LIMITED

England & Wales · Charity number 1143245

Details

Other names KARIMIA INSTITUTE

Status Registered

Legal form Charitable company

Company number [07577060](#)

Registered 2011-08-04

Register [View on the Charity Commission register](#)

Contact

Address 512-514 Berridge Road West
Nottingham
NG7 5JU

Phone 01158415806

Email info@karimia.com

Website www.karimia.com

Activities

Objects: 1) TO ADVANCE THE TEACHING OF THE RELIGION OF ISLAM AS PRACTISED BY THOSE DEFINED IN CLAUSE A ABOVE AND THE OBSERVANCES THAT SERVE TO PROMOTE AND MANIFEST IT.2) TO ADVANCE OF EDUCATION OF YOUNG PEOPLE UNDER THE AGE OF 18, IN PARTICULAR MUSLIMS, BY THE ESTABLISHMENT AND MAINTENANCE OF A SCHOOL IN ANY MANNER WHICH NOW IS OR HEREAFTER MAY BE DEEMED BY LAW TO BE CHARITABLE, INCLUDING FULL-TIME ISLAMIC EDUCATION.3) TO PROVIDE FACILITIES FOR RECREATION AND OTHER LEISURE-TIME OCCUPATION FOR PERSONS WHO HAVE NEED OF SUCH FACILITIES BY REASON OF THEIR YOUTH, AGE, INFIRMITY OR DISABLEMENT, POVERTY OR SOCIAL AND ECONOMIC CIRCUMSTANCES, IN THE INTEREST OF SOCIAL WELFARE AND WITH THE OBJECT OF IMPROVING THEIR CONDITION OF LIFE.

Activities: 1. advance the teaching of Islam;2. advance the education of young people by the establishment and maintenance of a school; and 3. provide recreation facilities for persons who have need of such facilities in the interest of social welfare with the object of improving their condition of life.

Classification

- **How:** Makes Grants To Organisations, Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services
- **What:** General Charitable Purposes, Education/training, The Advancement Of Health Or Saving Of Lives, Religious Activities, Amateur Sport, Human Rights/religious Or Racial Harmony/equality Or Diversity, Recreation
- **Who:** Children/young People, Elderly/old People, People With Disabilities, People Of A Particular Ethnic Or Racial Origin, Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- **Area of benefit:** LOCAL
- Nottinghamshire

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£3,509,445	£1,087,408	£3,946,656	25
2024-03-31	£972,903	£1,026,349	£1,524,619	25
2023-03-31	£967,969	£1,076,607	£1,553,065	31
2022-03-31	£879,034	£936,150	£1,661,703	37
2021-03-31	£944,831	£748,553	£1,718,819	37

Trustees

Name	Role	Appointed
Tariq Nasir	Chair	1998-12-01
Chaudhry Abdul Wahid		2025-12-21
FAZLI RABBI KHAN		2011-05-10
Jamil Rabbi		2016-05-09
MOHAMMAD IQBAL		2011-05-10
MOHAMMED SULEMAN		2011-05-10
MOHAMMED YOUNAS		2013-04-30
Mohammed Naheem		2017-01-18
Nasir Mamood		2017-01-18
Riaz Khan		2016-05-09
Saheer Tariq		2021-08-22
Saima Asad Khan		2021-08-22

KARIMIA ASSOCIATION LIMITED

England & Wales - Charity number 1143245

Accounts

REGISTERED COMPANY NUMBER: 07577060 (England and Wales)
REGISTERED CHARITY NUMBER: 1143245

**Report of the Trustees and
Financial Statements for the Year Ended 31 March 2025
for
Karimia Association Limited**

M Ahmed & Co Accountants Ltd
83 Park Road
Chilwell
Nottingham
NG9 4DE

	Page
Reference and Administrative Details	1
Report of the Trustees	2 to 5
Report of the Independent Auditors	6 to 8
Statement of Financial Activities	9
Balance Sheet	10
Cash Flow Statement	11
Notes to the Cash Flow Statement	12
Notes to the Financial Statements	13 to 20
Detailed Statement of Financial Activities	21 to 22

TRUSTEES	T M Nasir Trustee & Director (Chairperson) Mr F Khan Trustee & Director C A Wahid Trustee & Director (resigned 5.3.25) M Ashraf Trustee (resigned 5.3.25) M Iqbal Trustee M Suleman Trustee Z Khan Trustee (resigned 5.3.25) M Younas Trustee R Khan Trustee J Rabbi Trustee M Naheem Trustee N Mamood Trustee Ms S Tariq Mrs S A Khan (Secretary)
CHIEF EXECUTIVE OFFICER	Dr Musharraf Hussain
COMPANY SECRETARY	Mrs S A Khan
REGISTERED OFFICE	512-514 Berridge Road West Nottingham NG7 5JU
REGISTERED COMPANY NUMBER	07577060 (England and Wales)
REGISTERED CHARITY NUMBER	1143245
AUDITORS	Shareef Chartered Accountants 4 Highlands Court Cranmore Avenue Solihull West Midlands B90 4LE
BANKERS	Lloyds Bank 12-16 Lower Parliament Street Nottingham NG1 3DA

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2025. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the charity are set out in the charity's trust deed and are summarised below:

1. Advance the teaching of Islam and the observances that serve to promote and manifest it;
2. Advance the education of young people under the age of 18 in particular Muslims by the establishment and maintenance of a school; and
3. Provide facilities for the recreation and other leisure time pursuits of persons who have need of such facilities by reason of their youth, age, infirmity, disablement, poverty or social or economic circumstances in the interest of social welfare with the object of improving their condition of life.

The objectives are set to reflect our faith and community aims. Each year our trustees review our objectives and activities to ensure they continue to reflect our aims. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on the advance of religion for the public benefit.

There have been no changes in the objects and policies during the year.

Public benefit

The Trustees have had "due regard" to the Charity Commission's public benefit guidance when making relevant decisions.

Volunteers

Volunteers provide essential capacity, skills, and wider community reach and engagement that enable the charity to deliver services and achieve its missions. Without them, many charitable activities would not be possible due to funding limitations. The relationship is mutually beneficial as volunteers receive significant benefits such as improved well being, skill development and social connections. On average, the charity has around ten volunteers at any point in time engaged in various activities, from helping with teaching to delivery of projects and programmes.

ACHIEVEMENT AND PERFORMANCE

Charitable activities and developments

The charity continues to operate mosques, Qur'an schools, and a community centre at its principal premises in Hyson Green, Nottingham. During the year, these core activities were further strengthened through the introduction of nationally significant initiatives, including the Karimia Institute's Aalim Course, Qur'an School Nasheed Classes, the National Qira'at Competition for children, and the Muslim Cultural Festival. The Cultural Festival has become an important annual event, attracting increasing numbers of participants from both the Muslim community and the wider public. Held at the Nottingham Forest Ground, the festival showcases Islamic heritage, arts, and traditions, while also providing a platform for interfaith dialogue and community engagement. Its growing success reflects the charity's commitment to promoting cultural understanding, celebrating diversity, and strengthening social cohesion across the city.

The Association has also maintained its commitment to supporting other mosques through the provision of Imam and teacher training.

The Human Kind programme remains a central element of our outreach work, aimed at fostering greater understanding and trust between the British Muslim community and the wider public. Under the guidance of a dedicated project coordinator, a network of ambassadors has been developed to deliver presentations in schools and universities, raising awareness and addressing misconceptions about Islam.

The charity continues to celebrate academic success through its annual graduation dinner for university graduates. In addition, the centre has hosted a number of events supporting refugees and migrants, making its facilities available to promote inclusion and integration.

The community centre continues to function as a vital hub for the local population, providing space for gatherings at times of both celebration and bereavement. It is also utilised by the Police for training new recruits and delivering community presentations. The centre offers Ofsted-approved nursery provision for children from all backgrounds and provides a sports hall that is widely used during school holidays for structured, safe activities.

Further investment in the upkeep and improvement of the centre was undertaken this year.

Looking forward, the charity remains committed to further developing the centre as a place of learning, recreation, and community engagement, with a particular focus on services for children and young people.

FINANCIAL REVIEW

Financial position

The Statement of Financial Activities for the year is set out on page 6 of the financial statements. A summary of the financial results and the work of the charity is set out below.

The charity's main source of income is donations and grants. £963,931 was received during the year (2024 - £769,017) - £581,405 (2024 - £482,719) was donated by the local community and visitors and £337,355 (2024 - £276,484) of grants were received from Nottingham City Council and other organisations. Gift Aid of £45,171 (2024 - (£9,814) was received on the donations. These amount were augmented by £202,417 (2024 - £200,263) from voluntary tuition fees and £3,012 (2024 - £1,123) other income. Overall income was £217,222 (22%) higher than 2024 due to higher donations and higher grants.

Expenditure of £1,102,234 (2024 - £1,026,349) was £75,885 higher than 2024. Full details of the movements on the different cost headings are set out on pages 19 and 20.

During the year, the Charity's property portfolio was revalued by the Trustees. This generated a revaluation gain of £2,337,541. The increase in the value of the properties has increased the depreciation charge in 2025 by £46,715.

The Association continues to be well supported by the local authority and organisations. The charity thanks all its members and supporters for their work and generosity.

Principal funding sources

The Charity is totally dependent on funding from members and government authorities and securing this funding, to meet the operating and development costs remains the key challenge for the management committee over the short term.

Donations are classified as restricted or unrestricted. Restricted funds are donations or grants designated by the donor for specific purposes, projects, or timescales, meaning the charity must spend them as instructed. These funds must be tracked separately, and misuse is a serious breach of trust, though the Charities Act 2022 offers some flexibility for related uses. Unrestricted funds can be used for the general purposes of the charity.

FINANCIAL REVIEW

Investment policy and objectives

The Association has no long term investments. Cash reserves are small and are held in regular bank deposit accounts. The interest earned is considered by the trustees as a gift of the UK banking system.

Reserves policy

The Management Committee is aware, and has a policy, that unrestricted funds held by the charity and not committed or invested in tangible fixed assets should be between 3 and 6 months of expenditure.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Karimia Association Limited is a charitable company, registered as a charity under number 1143245 and as a company limited by guarantee under registration number 07577060. The Association is governed in accordance with its Memorandum and Articles of Association. Management of the organisation is vested in a Management Committee, comprising a Chairman, Secretary, and Treasurer.

Recruitment and appointment of new trustees

Applications for trusteeship and membership of the Management Committee are primarily sought through personal solicitation. A selection panel, consisting of existing trustees and Management Committee members, oversees the recruitment process. The Management Committee convenes at least four times annually to address all operational and developmental matters. Membership of the Committee is restricted to individuals who are Muslim.

Decision making

Day to day management of the charity is delegated by the Trustees to the CEO.

Induction and training of new trustees

Upon appointment, new trustees receive a comprehensive induction, including copies of the trust deed and a guide to the policies and procedures adopted by the charity. They are also provided with relevant publications from the Charity Commission, including guidance on charities and public benefit, and on the advancement of religion for public benefit. This ensures trustees understand the scope of their responsibilities under the Charities Act. Initially, new trustees work alongside an existing trustee, assisting with activities and projects conducted by the charity. Upon completion of a satisfactory induction period, they assume responsibility for leading projects and other key initiatives.

Risk management

The trustees have undertaken a thorough assessment of the risks facing the charity and have developed a risk matrix identifying key risks, their nature, likelihood, and mitigation measures. This matrix is reviewed regularly at trustee meetings. The trustees are satisfied that appropriate systems and arrangements are in place to manage identified risks, including adequate insurance coverage and regular financial oversight. Comprehensive safeguarding procedures, supported by regularly reviewed policies, are implemented for all individuals working with children or other vulnerable groups in the mosques or community centres.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Karimia Association Limited for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

In so far as the trustees are aware:

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

AUDITORS

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

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 30 January 2026 and signed on its behalf by:



T M Nasir - Trustee

Opinion

We have audited the financial statements of Karimia Association Limited (the 'charity') for the year ended 31 March 2025, which comprise the Statement of Financial Activities, Balance Sheet, Cash Flow Statement, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2025 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 3), the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

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

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charitable company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Report of the Independent Auditors to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Report of the Independent Auditors. However, future events or conditions may cause the charitable company's to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Other matter

We were appointed auditors of the Company for the year ended 31 March 2025. The comparative figures for 2024 were not audited by ourselves or any other auditors, as this was not required in accordance with Company Law. Our audit opinion is not modified in respect of this matter.

Use of our report

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of part 16 of the Companies Act 2006. Our work has been undertaken so that we might state to the trustees those matters we are required to state to trustees in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Naeem Shareef
Shareef Chartered Accountants
4 Highlands Court
Cranmore Avenue
Solihull
West Midlands
B90 4LE

30 January 2026

Karimia Association Limited

**Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 March 2025**

		Unrestricted fund £	Restricted fund £	31.3.25 Total funds £	31.3.24 Total funds £
INCOME AND ENDOWMENTS FROM	Notes				
Donations and legacies	3	345,990	617,941	963,931	769,017
Charitable activities	6				
Fees		-	202,417	202,417	200,263
Other trading activities	4	3,012	-	3,012	1,123
Investment income	5	17,370	-	17,370	2,500
Total		<u>366,372</u>	<u>820,358</u>	<u>1,186,730</u>	<u>972,903</u>
EXPENDITURE ON					
Raising funds	7	11,720	-	11,720	47,083
Charitable activities	8				
Expenditure		313,460	762,228	1,075,688	975,919
Other		14,826	(2,337,541)	(2,322,715)	3,347
Total		<u>340,006</u>	<u>(1,575,313)</u>	<u>(1,235,307)</u>	<u>1,026,349</u>
NET INCOME/(EXPENDITURE)		26,366	2,395,671	2,422,037	(53,446)
RECONCILIATION OF FUNDS					
Total funds brought forward		15,474	1,509,145	1,524,619	1,578,065
TOTAL FUNDS CARRIED FORWARD		<u>41,840</u>	<u>3,904,816</u>	<u>3,946,656</u>	<u>1,524,619</u>

The notes form part of these financial statements

Karimia Association Limited

Balance Sheet
31 March 2025

	Notes	Unrestricted fund £	Restricted fund £	31.3.25 Total funds £	31.3.24 Total funds £
FIXED ASSETS					
Tangible assets	14	2,592	3,831,705	3,834,297	1,571,686
CURRENT ASSETS					
Debtors	15	18,490	1,015	19,505	83,105
Cash at bank		53,841	200,167	254,008	76,061
		<u>72,331</u>	<u>201,182</u>	<u>273,513</u>	<u>159,166</u>
CREDITORS					
Amounts falling due within one year	16	(33,083)	(31,783)	(64,866)	(96,957)
NET CURRENT ASSETS		<u>39,248</u>	<u>169,399</u>	<u>208,647</u>	<u>62,209</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		41,840	4,001,104	4,042,944	1,633,895
CREDITORS					
Amounts falling due after more than one year	17	-	(96,288)	(96,288)	(109,276)
NET ASSETS		<u>41,840</u>	<u>3,904,816</u>	<u>3,946,656</u>	<u>1,524,619</u>
FUNDS					
Unrestricted funds	19			41,840	15,474
Restricted funds				3,904,816	1,509,145
TOTAL FUNDS				<u>3,946,656</u>	<u>1,524,619</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 30 January 2026 and were signed on its behalf by:



T M Nasir - Trustee

**Cash Flow Statement
for the Year Ended 31 March 2025**

	Notes	31.3.25 £	31.3.24 £
Cash flows from operating activities			
Cash generated from operations	1	257,446	51,084
Interest paid		(9,060)	(10,880)
Net cash provided by operating activities		<u>248,386</u>	<u>40,204</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(14,842)	-
Net cash (used in)/provided by investing activities		<u>(14,842)</u>	<u>-</u>
Cash flows from financing activities			
Loan repayments in year		(55,597)	(115,252)
Net cash used in financing activities		<u>(55,597)</u>	<u>(115,252)</u>
Change in cash and cash equivalents in the reporting period		<u>177,947</u>	<u>(75,048)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>76,061</u>	<u>151,109</u>
Cash and cash equivalents at the end of the reporting period		<u><u>254,008</u></u>	<u><u>76,061</u></u>

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 31 March 2025

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES			
	31.3.25		31.3.24
	£		£
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	2,422,037		(53,446)
Adjustments for:			
Depreciation charges	89,772		39,833
Interest paid	9,060		10,880
Revaluation of fixed assets	(2,337,541)		-
Decrease in debtors	63,600		129,391
Increase/(decrease) in creditors	10,518		(75,574)
Net cash provided by operations	<u>257,446</u>		<u>51,084</u>
2. ANALYSIS OF CHANGES IN NET (DEBT)/FUNDS			
	At 1.4.24	Cash flow	At 31.3.25
	£	£	£
Net cash			
Cash at bank	<u>76,061</u>	<u>177,947</u>	<u>254,008</u>
	<u>76,061</u>	<u>177,947</u>	<u>254,008</u>
Debt			
Debts falling due within 1 year	(55,596)	42,609	(12,987)
Debts falling due after 1 year	(109,276)	12,988	(96,288)
	<u>(164,872)</u>	<u>55,597</u>	<u>(109,275)</u>
Total	<u>(88,811)</u>	<u>233,544</u>	<u>144,733</u>

1. COMPANY INFORMATION

Karimia Association Limited is a company limited by guarantee and registered in England and Wales. Its registered number is 07577060.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

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.

Charitable activities

These costs are incurred by the charity in the delivery of its activities and services for beneficiaries. It includes both costs that can be allocated direct to such activities and those costs of an indirect nature necessary to support them.

Governance costs

This includes those costs associated with meeting the constitutional and statutory requirements of the charity, and include the audit fees and costs linked with the strategic management of the charity. All costs are allocated between the categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, other are apportioned on an appropriate basis.

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	- 2% on cost
Fixtures and fittings	- 25% on reducing balance

Related party exemption

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Taxation

As a charity, Karimia Association Limited is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

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.

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2025**

2. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Going concern

In preparing these financial statements, the trustees who are also directors of the charity for the purposes of the Companies Act 2006 have assessed whether there are any material uncertainties related to events or conditions that cast significant doubt upon the company's ability to continue as a going concern. In making this assessment, the directors take into account all available information about the future which is at least 12 months from the date that the financial statements are authorised for issue.

3. DONATIONS AND LEGACIES

	31.3.25	31.3.24
	£	£
Donations	581,405	482,719
Gift aid	45,171	9,814
Grants for Zaytuna Nursery, Urdu School and other Trust Projects	337,355	276,484
	<u>963,931</u>	<u>769,017</u>

Grants received, included in the above, are as follows:

	31.3.25	31.3.24
	£	£
Other grants	337,355	276,484

	2025		2025	2024
	Unrestricted	Restricted	Total	Total
£	£	£	£	£
Nottingham City Council - Nurseries and Urdu School	0	317,165	317,165	248,564
Muslim Hands	0	19,190	19,190	23,803
Notts Police	0	0	0	3,430
Others		1,000	1,000	687
	<u>0</u>	<u>337,355</u>	<u>337,355</u>	<u>276,484</u>

4. OTHER TRADING ACTIVITIES

	31.3.25	31.3.24
	£	£
Sponsorships	-	(2,000)
Sports hall and room hire	3,012	3,123
	<u>3,012</u>	<u>1,123</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2025**

11. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

No member of the Management Committee received any remuneration or payment for expenses in 2024 or 2025.

No trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year (2024 - £nil)

12. STAFF COSTS

	31.3.25	31.3.24
	£	£
Wages and salaries	511,304	557,290
Social security costs	15,852	25,434
Other pension costs	7,366	2,956
	<u>534,522</u>	<u>585,680</u>

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

	31.3.25	31.3.24
Chief Executive	1	1
Imams	6	6
Teachers and nursery nurses	15	15
Training and project delivery	2	2
Management, Administration and support	1	1
	<u>25</u>	<u>25</u>

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

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	254,795	514,222	769,017
Charitable activities			
Fees	-	200,263	200,263
Other trading activities	3,123	(2,000)	1,123
Investment income	2,500	-	2,500
Total	<u>260,418</u>	<u>712,485</u>	<u>972,903</u>
EXPENDITURE ON			
Raising funds	5,774	41,309	47,083
Charitable activities			
Expenditure	240,759	735,160	975,919
Other	3,347	-	3,347
Total	<u>249,880</u>	<u>776,469</u>	<u>1,026,349</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted fund £	Total funds £
NET INCOME/(EXPENDITURE)	10,538	(63,984)	(53,446)
RECONCILIATION OF FUNDS			
Total funds brought forward	4,936	1,573,129	1,578,065
TOTAL FUNDS CARRIED FORWARD	<u>15,474</u>	<u>1,509,145</u>	<u>1,524,619</u>

14. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Computer equipment £	Totals £
COST OR VALUATION				
At 1 April 2024	1,892,459	69,186	-	1,961,645
Additions	-	12,096	2,746	14,842
Revaluations	2,337,541	-	-	2,337,541
At 31 March 2025	<u>4,230,000</u>	<u>81,282</u>	<u>2,746</u>	<u>4,314,028</u>
DEPRECIATION				
At 1 April 2024	326,618	63,341	-	389,959
Charge for year	84,600	4,486	686	89,772
At 31 March 2025	<u>411,218</u>	<u>67,827</u>	<u>686</u>	<u>479,731</u>
NET BOOK VALUE				
At 31 March 2025	<u>3,818,782</u>	<u>13,455</u>	<u>2,060</u>	<u>3,834,297</u>
At 31 March 2024	<u>1,565,841</u>	<u>5,845</u>	<u>-</u>	<u>1,571,686</u>

Cost or valuation at 31 March 2025 is represented by:

	Freehold property £	Fixtures and fittings £	Computer equipment £	Totals £
Valuation in 2025	2,337,541	-	-	2,337,541
Cost	1,892,459	81,282	2,746	1,976,487
	<u>4,230,000</u>	<u>81,282</u>	<u>2,746</u>	<u>4,314,028</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

14. TANGIBLE FIXED ASSETS - continued

If freehold land and buildings had not been revalued they would have been included at the following historical cost:

	31.3.25	31.3.24
	£	£
Cost	<u>1,892,459</u>	<u>1,892,459</u>
Aggregate depreciation	<u>(364,503)</u>	<u>(326,618)</u>
Value of land in freehold land and buildings	<u>1,527,956</u>	<u>1,565,841</u>

Freehold land and buildings were valued on an open market basis on 31 March 2025 by the Trustees and directors .

15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.25	31.3.24
	£	£
Other debtors	18,490	83,105
Prepayments	1,015	-
	<u>19,505</u>	<u>83,105</u>

16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.25	31.3.24
	£	£
Bank loans and overdrafts (see note 18)	12,987	10,596
Other loans (see note 18)	-	45,000
Trade creditors	7,321	13,810
Social security and other taxes	5,409	4,658
Other creditors	13,387	20,493
Accrued expenses	25,762	2,400
	<u>64,866</u>	<u>96,957</u>

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

	31.3.25	31.3.24
	£	£
Bank loans (see note 18)	<u>96,288</u>	<u>109,276</u>

18. LOANS

An analysis of the maturity of loans is given below:

	31.3.25	31.3.24
	£	£
Amounts falling due within one year on demand:		
Bank loans	12,987	10,596
Other loans	-	45,000
	<u>12,987</u>	<u>55,596</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	96,288	109,276

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

19. MOVEMENT IN FUNDS

	At 1.4.24 £	Net movement in funds £	At 31.3.25 £
Unrestricted funds			
General fund	15,474	26,366	41,840
Restricted funds			
Restricted fund	1,509,145	2,395,671	3,904,816
TOTAL FUNDS	<u>1,524,619</u>	<u>2,422,037</u>	<u>3,946,656</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	366,372	(340,006)	26,366
Restricted funds			
Restricted fund	820,358	1,575,313	2,395,671
TOTAL FUNDS	<u>1,186,730</u>	<u>1,235,307</u>	<u>2,422,037</u>

Comparatives for movement in funds

	At 1.4.23 £	Net movement in funds £	At 31.3.24 £
Unrestricted funds			
General fund	4,936	10,538	15,474
Restricted funds			
Restricted fund	1,573,129	(63,984)	1,509,145
TOTAL FUNDS	<u>1,578,065</u>	<u>(53,446)</u>	<u>1,524,619</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	260,418	(249,880)	10,538
Restricted funds			
Restricted fund	712,485	(776,469)	(63,984)
TOTAL FUNDS	<u>972,903</u>	<u>(1,026,349)</u>	<u>(53,446)</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2025

19. MOVEMENT IN FUNDS - continued

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

	At 1.4.23 £	Net movement in funds £	At 31.3.25 £
Unrestricted funds			
General fund	4,936	36,904	41,840
Restricted funds			
Restricted fund	1,573,129	2,331,687	3,904,816
TOTAL FUNDS	<u>1,578,065</u>	<u>2,368,591</u>	<u>3,946,656</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	626,790	(589,886)	36,904
Restricted funds			
Restricted fund	1,532,843	798,844	2,331,687
TOTAL FUNDS	<u>2,159,633</u>	<u>208,958</u>	<u>2,368,591</u>

20. RELATED PARTY DISCLOSURES

At 31 March 2025, 2 of the Charity's properties were in the legal ownership of 3 current trustees: T M Nasir, F Khan and M Younas. and 5 ex-trustees: Syed Hassasian, Mazhar Butt, Javaid Khan, Anwar Mahmood and Mohammed Quershi.

They have all given undertakings that they hold the properties on behalf of the Charity.

**Detailed Statement of Financial Activities
for the Year Ended 31 March 2025**

	31.3.25 £	31.3.24 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	581,405	482,719
Gift aid	45,171	9,814
Grants for Zaytuna Nursery, Urdu School and other Trust Projects	337,355	276,484
	<u>963,931</u>	<u>769,017</u>
Other trading activities		
Sponsorships	-	(2,000)
Sports hall and room hire	3,012	3,123
	<u>3,012</u>	<u>1,123</u>
Investment income		
Rents received	17,370	2,500
Charitable activities		
Fees and subscriptions	202,417	200,263
Total incoming resources	<u>1,186,730</u>	<u>972,903</u>
EXPENDITURE		
Raising donations and legacies		
Wages	-	41,309
Fundraising events	11,720	5,774
	<u>11,720</u>	<u>47,083</u>
Charitable activities		
Wages	511,304	515,981
Social security	15,852	25,434
Pensions	7,366	2,956
Rates and water	4,895	4,967
Light and heat	52,986	86,227
Sundries	13,652	11,600
Professional and consultancy	65,870	63,312
Staff training & development	4,286	1,842
Repairs and maintenance	46,967	32,101
Dawah work and donations	16,853	32,861
Sports & other small equip.	1,976	-
Events catering	37,603	39,330
Travel and volunteer expenses	6,280	11,125
Books and publications	69,269	14,213
Subscriptions	1,877	2,098
Waste & cleaning	6,271	17,319
Bad debts	43,900	-
Depreciation	89,772	39,833
Bank interest	9,060	10,880
	<u>1,006,039</u>	<u>912,079</u>

**Detailed Statement of Financial Activities
for the Year Ended 31 March 2025**

	31.3.25 £	31.3.24 £
Charitable activities		
Other		
Revaluation gains	(2,337,541)	-
Support costs		
Finance		
Bank charges	1,538	2,125
Information technology		
IT and website	22,348	28,636
Other		
Insurance	2,134	6,811
Telephone	3,002	3,366
Postage and stationery	6,694	8,817
Security	3,685	2,346
Marketing and promotion	14,826	3,347
Accounting and payroll	15,773	12,713
Legal fees	3,475	(3,374)
	<u>49,589</u>	<u>34,026</u>
Governance costs		
Auditors' remuneration	3,300	-
Accountancy fees	7,700	2,400
	<u>11,000</u>	<u>2,400</u>
Total resources expended	<u>(1,235,307)</u>	<u>1,026,349</u>
Net income/(expenditure)	<u><u>2,422,037</u></u>	<u><u>(53,446)</u></u>

KARIMIA ASSOCIATION LIMITED

England & Wales - Charity number 1143245

Accounts

REGISTERED COMPANY NUMBER: 07577060 (England and Wales)
REGISTERED CHARITY NUMBER: 1143245

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 March 2024
for
Karimia Association Limited

M Ahmed & Co
Chartered Accountants
83 Park Road
Chilwell
Nottingham
NG9 4DE

Karimia Association Limited

**Contents of the Financial Statements
for the Year Ended 31 March 2024**

	Page
Report of the Trustees	1 to 4
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7 to 8
Cash Flow Statement	9
Notes to the Cash Flow Statement	10
Notes to the Financial Statements	11 to 19

**Report of the Trustees
for the Year Ended 31 March 2024**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2024. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the charity are set out in the charity's trust deed and are summarised below:

1. Advance the teaching of Islam and the observances that serve to promote and manifest it;
2. Advance the education of young people under the age of 18 in particular Muslims by the establishment and maintenance of a school; and
3. Provide facilities for the recreation and other leisure time pursuits of persons who have need of such facilities by reason of their youth, age, infirmity, disablement, poverty or social or economic circumstances in the interest of social welfare with the object of improving their condition of life.

The objectives are set to reflect our faith and community aims. Each year our trustees review our objectives and activities to ensure they continue to reflect our aims. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on the advance of religion for the public benefit.

There have been no changes in the objects and policies during the year.

ACHIEVEMENT AND PERFORMANCE

Charitable activities and developments

The charity operates mosques, Quran schools and a community centre at its principal premises in Hyson Green, Nottingham. These have been enhanced by new events of national significance: Karimia Institute's Aalim Course; Quran School Nasheed Classes; the National Qirrat Competition for Quran Schools children and the organisation of the Muslim Cultural Festival. The Association continues to help other mosques with Imam and teacher training.

We have the Human Kind programme which is aimed at building trust between the British Muslim Community and the wider British public. With the resources of a dedicated project coordinator we have developed a network of ambassadors that visit local schools and universities raising awareness and delivering presentations geared towards busting myths on Islam.

Every year Karimia host a graduation dinner for university graduates to celebrate their achievement. We also held several events hosting refugees and migrants at the centre and making available our facilities.

The facilities at the centre are used by the community to host events at times of happiness and grievance - the centre is here support to them. The Police use the facilities for their presentations and training of new recruits. It is a central hub for the community which also provides Ofsted approved nursery facilities for children from all backgrounds. Its sports hall is used during term holidays by children for a range of activities in a safe and secure environment.

The centre has undergone a programme of further repair and improvement again this year including the purchase of tables and chairs and other nursery and sports equipment.

The Cultural festival was held at the Nottingham Forest Ground again this year with year on year increases in attendance from the general public and community.

We aim to continue our efforts in the development of a centre for recreation and learning for people of all ages especially children.

**Report of the Trustees
for the Year Ended 31 March 2024**

FINANCIAL REVIEW

Financial position

The Statement of Financial Activities for the year is set out on page 6 of the financial statements. A summary of the financial results and the work of the charity is set out below.

The charity's main source of income is donations. During the year, £496,283 (2023 - £496,370) was donated by the local community and visitors. This amount was augmented by £200,263 (2023 - £209,883) from voluntary tuition fees, £276,484 (2023 - £229,438) of grants from Nottingham City Council and other organisations and £3,378 (2023 - £7,270) other income. If the £50,008 gain on the disposal of the Oldham Mosque is excluded, then overall income was 3% higher than 2023 mainly due to higher donations.

Expenditure of £1,050,050 (2023 - £1,076,607) was £20,098 (2%) lower than 2023 due to lower spend on marketing and promotional activities. This resulted in an operating loss of £73,642 (2023 - loss £83,638) which was funded from reserves. The Association continues to be well supported by the local authority and organisations. The charity thanks all its members and supporters for their work and generosity.

Principal funding sources

The Charity is totally dependent on funding from members and government authorities and securing this funding, to meet the operating and development costs remains the key challenge for the management committee over the short term.

Investment policy and objectives

The Association has no long term investments. Cash reserves are small and are held in regular bank deposit accounts. The interest earned is considered by the trustees as a gift of the UK banking system.

Reserves policy

The Management Committee is aware, and has a policy, that unrestricted funds held by the charity and not committed or invested in tangible fixed assets should be between 3 and 6 months of expenditure.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Karimia Association Limited is a charitable company. It is a registered charity, number 1143245, and company limited by guarantee, registration no. 07577060. It is governed by the Memorandum and Articles of Association. The management of the company is vested in a Management Committee consisting of a Chairman, Secretary and Treasurer.

Recruitment and appointment of new trustees

Applications for trusteeship and membership of the Management Committee are sought by personal solicitation. A panel comprising existing trustees and members of the Management Committee are involved in the selection process. The Management Committee meets at least four times and deals with all operational and development matters. All Trustees must be Muslims.

Induction and training of new trustees

Following appointment, new trustees are introduced to their role and are given copies of the trust deed and a guide to the policies and procedures adopted by the charity. A number of publications from the charity commission are also provided including the guidance on charities and public benefit and on the advancement of religion for the public benefit. This ensures that new trustees are aware of the scope of their responsibilities under the Charities Act. Initially, new trustees work with an existing trustee assisting on activities and projects run by the charity. After a satisfactory period of induction they are given the task of leading projects and other work.

**Report of the Trustees
for the Year Ended 31 March 2024**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The trustees have assessed the risks the charity faces and have drawn up a risk matrix which identifies the major risks by area, the nature of those risks, the likelihood of the risks happening and the measures taken to manage them. The trustees review this risk matrix regularly at their meetings. The trustees are satisfied that systems are in place, or arrangements are in hand, to manage the risks that have been identified. In particular, insurance cover is in place and the finances of the Association are kept under review. Appropriate checks, supported by regularly reviewed policies, are made for all those who work with children or other vulnerable groups in the mosques or community centres.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07577060 (England and Wales)

Registered Charity number

1143245

Registered office

512-514 Berridge Road West
Nottingham
NG7 5JU

Trustees

T M Nasir Trustee & Director (Chairperson)
Mr F Rabbi Trustee & Director
C A Wahid Trustee & Director
M Ashraf Trustee
M Iqbal Trustee
M Suleman Trustee
Z Khan Trustee
M Younas Trustee
R Khan Trustee
J Rabbi Trustee
M Naheem Trustee
N Mamood Trustee
Ms S Tariq
Mrs S A Khan (Secretary)

Company Secretary

Mrs S A Khan

Independent Examiner

Maqbool Ahmed
M Ahmed & Co
Chartered Accountants
83 Park Road
Chilwell
Nottingham
NG9 4DE

Approved by order of the board of trustees on 13 December 2024 and signed on its behalf by:

Karimia Association Limited (Registered number: 07577060)

**Report of the Trustees
for the Year Ended 31 March 2024**

T M Nasir - Trustee

**Independent Examiner's Report to the Trustees of
Karimia Association Limited**

Independent examiner's report to the trustees of Karimia Association Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2024.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, 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 (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Maqbool Ahmed
The Institute of Chartered Accountants in England and Wales

M Ahmed & Co
Chartered Accountants
83 Park Road
Chilwell
Nottingham
NG9 4DE

13 December 2024

Karimia Association Limited

**Statement of Financial Activities
for the Year Ended 31 March 2024**

	Notes	Unrestricted fund £	Restricted fund £	31.3.24 Total funds £	31.3.23 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	257,295	514,222	771,517	725,808
Charitable activities					
Fees	4	-	200,263	200,263	209,883
Other trading activities	3	3,123	(2,000)	1,123	7,270
Other income		-	-	-	50,008
Total		260,418	712,485	972,903	992,969
EXPENDITURE ON					
Raising funds	5	-	41,309	41,309	66,963
Charitable activities					
Expenditure	6	249,880	735,160	985,040	1,009,644
Total		249,880	776,469	1,026,349	1,076,607
NET INCOME/(EXPENDITURE)		10,538	(63,984)	(53,446)	(83,638)
RECONCILIATION OF FUNDS					
Total funds brought forward		4,936	1,573,129	1,578,065	1,661,703
TOTAL FUNDS CARRIED FORWARD		15,474	1,509,145	1,524,619	1,578,065

The notes form part of these financial statements

Karimia Association Limited (Registered number: 07577060)**Balance Sheet
31 March 2024**

	Notes	Unrestricted fund £	Restricted fund £	31.3.24 Total funds £	31.3.23 Total funds £
FIXED ASSETS					
Tangible assets	11	2,592	1,569,094	1,571,686	1,611,519
CURRENT ASSETS					
Debtors	12	5,500	77,605	83,105	212,495
Cash at bank		9,782	66,279	76,061	151,109
		15,282	143,884	159,166	363,604
CREDITORS					
Amounts falling due within one year	13	(2,400)	(93,845)	(96,245)	(181,734)
NET CURRENT ASSETS					
		12,882	50,039	62,921	181,870
TOTAL ASSETS LESS CURRENT LIABILITIES					
		15,474	1,619,133	1,634,607	1,793,389
CREDITORS					
Amounts falling due after more than one year	14	-	(109,988)	(109,988)	(215,324)
NET ASSETS					
		15,474	1,509,145	1,524,619	1,578,065
FUNDS					
Unrestricted funds	16			15,474	4,936
Restricted funds				1,509,145	1,573,129
TOTAL FUNDS					
				1,524,619	1,578,065

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2024 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

Karimia Association Limited (Registered number: 07577060)

Balance Sheet - continued
31 March 2024

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

The financial statements were approved by the Board of Trustees and authorised for issue on 13 December 2024 and were signed on its behalf by:

T M Nasir - Trustee

The notes form part of these financial statements

Karimia Association Limited**Cash Flow Statement
for the Year Ended 31 March 2024**

	Notes	31.3.24 £	31.3.23 £
Cash flows from operating activities			
Cash generated from operations	1	(64,168)	(164,013)
Interest paid		(10,880)	(12,869)
Net cash used in operating activities		(75,048)	(176,882)
Cash flows from investing activities			
Purchase of tangible fixed assets		-	(6,190)
Sale of tangible fixed assets		-	290,000
Net cash provided by investing activities		-	283,810
Change in cash and cash equivalents in the reporting period			
		(75,048)	106,928
Cash and cash equivalents at the beginning of the reporting period		151,109	44,181
Cash and cash equivalents at the end of the reporting period		76,061	151,109

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 31 March 2024

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES		
	31.3.24	31.3.23
	£	£
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(53,446)	(83,638)
Adjustments for:		
Depreciation charges	39,833	40,483
Profit on disposal of fixed assets	-	(50,008)
Interest paid	10,880	12,869
Decrease/(increase) in debtors	129,391	(152,241)
(Decrease)/increase in creditors	(190,826)	68,522
Net cash used in operations	(64,168)	(164,013)

2. ANALYSIS OF CHANGES IN NET DEBT

	At 1.4.23	Cash flow	At 31.3.24
	£	£	£
Net cash			
Cash at bank and in hand	151,109	(75,048)	76,061
	151,109	(75,048)	76,061
Debt			
Debts falling due within 1 year	(64,800)	9,916	(54,884)
Debts falling due after 1 year	(215,324)	105,336	(109,988)
	(280,124)	115,252	(164,872)
Total	(129,015)	40,204	(88,811)

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

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

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.

Charitable activities

These costs are incurred by the charity in the delivery of its activities and services for beneficiaries. It includes both costs that can be allocated direct to such activities and those costs of an indirect nature necessary to support them.

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	- 2% on cost
Fixtures and fittings	- 25% on reducing balance

Related party exemption

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Taxation

As a charity, Karimia Association Limited is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

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.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

2. DONATIONS AND LEGACIES

	31.3.24	31.3.23
	£	£
Donations and gift aid	495,033	496,370
Grants for Zaytuna Nursery, Urdu School and other Trust Projects	276,484	229,438
	<u>771,517</u>	<u>725,808</u>

Grants received, included in the above, are as follows:

	31.3.24	31.3.23
	£	£
Other grants	276,484	229,438

	2024	2024	2024	2023
	Unrestricted	Restricted	Total	Total
	£	£	£	£
Nottingham City Council - Nurseries and Urdu School	0	248,564	248,564	179,698
Muslim Hands	0	23,803	23,803	47,740
Notts Police	0	3,430	3,430	0
Others		687	687	2,000
	<u>0</u>	<u>276,484</u>	<u>276,484</u>	<u>229,438</u>

3. OTHER TRADING ACTIVITIES

	31.3.24	31.3.23
	£	£
Sponsorships	(2,000)	150
Sports hall and room hire	3,123	6,020
Advertising income	-	1,100
	<u>1,123</u>	<u>7,270</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

4. INCOME FROM CHARITABLE ACTIVITIES

		31.3.24	31.3.23
		£	£
Fees and subscriptions	Activity Fees	200,263	209,883
		<u> </u>	<u> </u>

5. RAISING FUNDS

Raising donations and legacies

		31.3.24	31.3.23
		£	£
Staff costs		41,309	42,863
Marketing and promotion		-	24,100
		<u> </u>	<u> </u>
		41,309	66,963
		<u> </u>	<u> </u>

6. CHARITABLE ACTIVITIES COSTS

			Direct Costs £
Expenditure			985,040
			<u> </u>

7. NET INCOME/(EXPENDITURE)

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

		31.3.24	31.3.23
		£	£
Depreciation - owned assets		39,833	42,283
Surplus on disposal of fixed assets		-	(50,008)
		<u> </u>	<u> </u>

8. TRUSTEES' REMUNERATION AND BENEFITS

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

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

8. TRUSTEES' REMUNERATION AND BENEFITS - continued

Trustees' expenses

No member of the Management Committee received any remuneration or payment for expenses in 2023 or 2024.

No trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year (2023 - £nil)

9. STAFF COSTS

	31.3.24	31.3.23
	£	£
Wages and salaries	640,784	649,445
	640,784	649,445

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

	31.3.24	31.3.23
Chief Executive	1	1
Imams	6	6
Teachers and nursery nurses	15	18
Training and project delivery	2	2
Management, Administration and support	1	4
	25	31

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

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	268,552	457,256	725,808
Charitable activities			
Fees	-	209,883	209,883
Other trading activities	6,020	1,250	7,270
Other income	-	50,008	50,008
Total	274,572	718,397	992,969
EXPENDITURE ON			
Raising funds	24,100	42,863	66,963

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted fund £	Total funds £
Charitable activities			
Expenditure	254,207	755,437	1,009,644
Total	<u>278,307</u>	<u>798,300</u>	<u>1,076,607</u>
NET INCOME/(EXPENDITURE)	(3,735)	(79,903)	(83,638)
RECONCILIATION OF FUNDS			
Total funds brought forward	8,671	1,653,032	1,661,703
TOTAL FUNDS CARRIED FORWARD	<u><u>4,936</u></u>	<u><u>1,573,129</u></u>	<u><u>1,578,065</u></u>

11. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 April 2023 and 31 March 2024	<u>1,894,257</u>	<u>65,516</u>	<u>1,959,773</u>
DEPRECIATION			
At 1 April 2023	287,821	60,433	348,254
Charge for year	<u>37,885</u>	<u>1,948</u>	<u>39,833</u>
At 31 March 2024	<u>325,706</u>	<u>62,381</u>	<u>388,087</u>
NET BOOK VALUE			
At 31 March 2024	<u><u>1,568,551</u></u>	<u><u>3,135</u></u>	<u><u>1,571,686</u></u>
At 31 March 2023	<u><u>1,606,436</u></u>	<u><u>5,083</u></u>	<u><u>1,611,519</u></u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31.3.24	31.3.23
	£	£
Trade debtors	-	4,250
Other debtors	83,105	208,245
	<u>83,105</u>	<u>212,495</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31.3.24	31.3.23
	£	£
Bank loans and overdrafts (see note 15)	9,884	19,800
Other loans (see note 15)	45,000	45,000
Trade creditors	13,810	26,404
Social security and other taxes	4,658	-
Other creditors	20,493	88,430
Accrued expenses	2,400	2,100
	<u>96,245</u>	<u>181,734</u>

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	31.3.24	31.3.23
	£	£
Bank loans (see note 15)	109,988	215,324
	<u>109,988</u>	<u>215,324</u>

15. LOANS

An analysis of the maturity of loans is given below:

	31.3.24	31.3.23
	£	£
Amounts falling due within one year on demand:		
Bank loans	9,884	19,800
Other loans	45,000	45,000
	<u>54,884</u>	<u>64,800</u>

Amounts falling due in more than five years:

Repayable by instalments:		
Bank loans more 5 yr by instal	109,988	215,324

16. MOVEMENT IN FUNDS

	At 1.4.23 £	Net movement in funds £	At 31.3.24 £
Unrestricted funds			
General fund	4,936	10,538	15,474
Restricted funds			
Restricted fund	1,573,129	(63,984)	1,509,145
TOTAL FUNDS	1,578,065	(53,446)	1,524,619

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	260,418	(249,880)	10,538
Restricted funds			
Restricted fund	712,485	(776,469)	(63,984)
TOTAL FUNDS	972,903	(1,026,349)	(53,446)

Comparatives for movement in funds

	At 1.4.22 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	8,671	(3,735)	4,936
Restricted funds			
Restricted fund	1,653,032	(79,903)	1,573,129
TOTAL FUNDS	1,661,703	(83,638)	1,578,065

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

16. 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	274,572	(278,307)	(3,735)
Restricted funds			
Restricted fund	718,397	(798,300)	(79,903)
TOTAL FUNDS	<u>992,969</u>	<u>(1,076,607)</u>	<u>(83,638)</u>

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

	At 1.4.22 £	Net movement in funds £	At 31.3.24 £
Unrestricted funds			
General fund	8,671	6,803	15,474
Restricted funds			
Restricted fund	1,653,032	(143,887)	1,509,145
TOTAL FUNDS	<u>1,661,703</u>	<u>(137,084)</u>	<u>1,524,619</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	534,990	(528,187)	6,803
Restricted funds			
Restricted fund	1,430,882	(1,574,769)	(143,887)
TOTAL FUNDS	<u>1,965,872</u>	<u>(2,102,956)</u>	<u>(137,084)</u>

17. RELATED PARTY DISCLOSURES

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

KARIMIA ASSOCIATION LIMITED

England & Wales - Charity number 1143245

Accounts

REGISTERED COMPANY NUMBER: 07577060 (England and Wales)
REGISTERED CHARITY NUMBER: 1143245

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 March 2023
for
Karimia Association Limited

M Ahmed & Co
Chartered Accountants
83 Park Road
Chilwell
Nottingham
NG9 4DE

Karimia Association Limited

**Contents of the Financial Statements
for the Year Ended 31 March 2023**

	Page
Report of the Trustees	1 to 4
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7 to 8
Cash Flow Statement	9
Notes to the Cash Flow Statement	10
Notes to the Financial Statements	11 to 18
Detailed Statement of Financial Activities	19 to 20

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the charity are set out in the charity's trust deed and are summarised below:

1. Advance the teaching of Islam and the observances that serve to promote and manifest it;
2. Advance the education of young people under the age of 18 in particular Muslims by the establishment and maintenance of a school; and
3. Provide facilities for the recreation and other leisure time pursuits of persons who have need of such facilities by reason of their youth, age, infirmity, disablement, poverty or social or economic circumstances in the interest of social welfare with the object of improving their condition of life.

The objectives are set to reflect our faith and community aims. Each year our trustees review our objectives and activities to ensure they continue to reflect our aims. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on the advance of religion for the public benefit.

There have been no changes in the objects and policies during the year.

ACHIEVEMENT AND PERFORMANCE

Charitable activities and developments

The charity operates mosques, Quran schools and a community centre at its principal premises in Hyson Green, Nottingham. These have been enhanced by new events of national significance: Karimia Institute's Aalim Course; Quran School Nasheed Classes; the National Qirrat Competition for Quran Schools children and the organisation of the Muslim Cultural Festival. The Association continues to help other mosques with Imam and teacher training.

We have the Human Kind programme which is aimed at building trust between the British Muslim Community and the wider British public. With the resources of a dedicated project coordinator we have developed a network of ambassadors that visit local schools and universities raising awareness and delivering presentations geared towards busting myths on Islam.

Every year Karimia host a graduation dinner for university graduates to celebrate their achievement. We also held several events hosting refugees and migrants at the centre and making available our facilities.

The facilities at the centre are used by the community to host events at times of happiness and grievance - the centre is here support to them. Covid vaccination clinics are setup up on regular basis by the NHS, the Police use the facilities for their presentations and training of new recruits. It is a central hub for the community which also provides Ofsted approved nursery facilities for children from all backgrounds. Its sports hall is used during term holidays by children for a range of activities in a safe and secure environment.

The centre has undergone a programme of further repair and improvement again this year including the purchase of tables and chairs and other nursery and sports equipment.

The Cultural festival was held at the Nottingham Forest Ground again this year with year on year increases in attendance from the general public and community.

We aim to continue our efforts in the development of a centre for recreation and learning for people of all ages especially children.

FINANCIAL REVIEW

Financial position

The Statement of Financial Activities for the year is set out on page 6 of the financial statements. A summary of the financial results and the work of the charity is set out below.

The charity's main source of income is donations. During the year, £471,370 (2022 - £453,541) was donated by the local community and visitors. This amount was augmented by £209,883 (2022 - £178,900) from voluntary tuition fees, £229,438 (2022 - £224,890) of grants from Nottingham City Council and other organisations and £7,270 (2022 - £7,721) other income. A further £50,008 was generated from the disposal of the Oldham Masjid premises. Overall income was 10% higher than 2022. This was partly due to the gain on the disposal of the Oldham Masjid premises and the increases in tuition fees.

Expenditure of £1,076,087 (2022 - £936,150) was £144,376 (15%) higher than 2022 due to inflationary pressures and higher than expected expenditure on repairs and maintenance. This resulted in an operating loss of £108,118 (2022 - loss £57,116) which was funded from reserves and proceeds from the disposal of the Oldham Masjid premises. The Association continues to be well supported by the local authority and organisations. The charity thanks all its members and supporters for their work and generosity.

Principal funding sources

The Charity is totally dependent on funding from members and government authorities and securing this funding, to meet the operating and development costs remains the key challenge for the management committee over the short term.

Investment policy and objectives

The Association has no long term investments. Cash reserves are small and are held in regular bank deposit accounts. The interest earned is considered by the trustees as a gift of the UK banking system.

Reserves policy

The Management Committee is aware, and has a policy, that unrestricted funds held by the charity and not committed or invested in tangible fixed assets should be between 3 and 6 months of expenditure.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Karimia Association Limited is a charitable company. It is a registered charity, number 1143245, and company limited by guarantee, registration no. 07577060. It is governed by the Memorandum and Articles of Association. The management of the company is vested in a Management Committee consisting of a Chairman, Secretary and Treasurer.

Recruitment and appointment of new trustees

Applications for trusteeship and membership of the Management Committee are sought by personal solicitation. A panel comprising existing trustees and members of the Management Committee are involved in the selection process. The Management Committee meets at least four times and deals with all operational and development matters. All Trustees must be Muslims.

Induction and training of new trustees

Following appointment, new trustees are introduced to their role and are given copies of the trust deed and a guide to the policies and procedures adopted by the charity. A number of publications from the charity commission are also provided including the guidance on charities and public benefit and on the advancement of religion for the public benefit. This ensures that new trustees are aware of the scope of their responsibilities under the Charities Act. Initially, new trustees work with an existing trustee assisting on activities and projects run by the charity. After a satisfactory period of induction they are given the task of leading projects and other work.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The trustees have assessed the risks the charity faces and have drawn up a risk matrix which identifies the major risks by area, the nature of those risks, the likelihood of the risks happening and the measures taken to manage them. The trustees review this risk matrix regularly at their meetings. The trustees are satisfied that systems are in place, or arrangements are in hand, to manage the risks that have been identified. In particular, insurance cover is in place and the finances of the Association are kept under review. Appropriate checks, supported by regularly reviewed policies, are made for all those who work with children or other vulnerable groups in the mosques or community centres.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07577060 (England and Wales)

Registered Charity number

1143245

Registered office

512-514 Berridge Road West
Nottingham
NG7 5JU

Trustees

T M Nasir Chairman, Director and Company Secretary

Mr F Rabbi Trustee & Director

C A Wahid Trustee & Director

Dr M Hussain Chief Executive

M Ashraf Trustee

M Iqbal Trustee

M Suleman Trustee

Z Khan Trustee

M Younas Trustee

R Khan Trustee

J Rabbi Trustee

M Naheem Trustee

N Mamood Trustee

Ms S Tariq

Mrs S A Khan

Company Secretary

T M Nasir

Independent Examiner

Maqbool Ahmed

M Ahmed & Co

Chartered Accountants

83 Park Road

Chilwell

Nottingham

NG9 4DE

Approved by order of the board of trustees on 21 March 2024 and signed on its behalf by:

Karimia Association Limited

**Report of the Trustees
for the Year Ended 31 March 2023**

T M Nasir - Trustee

**Independent Examiner's Report to the Trustees of
Karimia Association Limited**

Independent examiner's report to the trustees of Karimia Association Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2023.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, 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 (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Maqbool Ahmed
The Institute of Chartered Accountants in England and Wales

M Ahmed & Co
Chartered Accountants
83 Park Road
Chilwell
Nottingham
NG9 4DE

21 March 2024

Karimia Association Limited

**Statement of Financial Activities
for the Year Ended 31 March 2023**

	Notes	Unrestricted fund £	Restricted fund £	31.3.23 Total funds £	31.3.22 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	268,552	432,256	700,808	692,413
Charitable activities					
Fees	4	-	209,883	209,883	178,900
Other trading activities	3	6,020	1,250	7,270	7,721
Other income		-	50,008	50,008	-
Total		274,572	693,397	967,969	879,034
EXPENDITURE ON					
Raising funds	5	24,100	42,863	66,963	22,000
Charitable activities					
Expenditure	6	254,207	755,437	1,009,644	914,150
Total		278,307	798,300	1,076,607	936,150
NET INCOME/(EXPENDITURE)		(3,735)	(104,903)	(108,638)	(57,116)
RECONCILIATION OF FUNDS					
Total funds brought forward		8,671	1,653,032	1,661,703	1,718,819
TOTAL FUNDS CARRIED FORWARD		4,936	1,548,129	1,553,065	1,661,703

The notes form part of these financial statements

Karimia Association Limited**Balance Sheet
31 March 2023**

	Notes	Unrestricted fund £	Restricted fund £	31.3.23 Total funds £	31.3.22 Total funds £
FIXED ASSETS					
Tangible assets	11	2,592	1,608,927	1,611,519	1,887,604
CURRENT ASSETS					
Debtors	12	4,845	207,650	212,495	60,254
Cash at bank and in hand		23,904	127,205	151,109	44,181
		28,749	334,855	363,604	104,435
CREDITORS					
Amounts falling due within one year	13	(26,405)	(180,329)	(206,734)	(105,190)
NET CURRENT ASSETS		2,344	154,526	156,870	(755)
TOTAL ASSETS LESS CURRENT LIABILITIES		4,936	1,763,453	1,768,389	1,886,849
CREDITORS					
Amounts falling due after more than one year	14	-	(215,324)	(215,324)	(225,146)
NET ASSETS		4,936	1,548,129	1,553,065	1,661,703
FUNDS	16				
Unrestricted funds				4,936	8,671
Restricted funds				1,548,129	1,653,032
TOTAL FUNDS				1,553,065	1,661,703

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2023 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

Karimia Association Limited

Balance Sheet - continued

31 March 2023

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

The financial statements were approved by the Board of Trustees and authorised for issue on 21 March 2024 and were signed on its behalf by:

M Hussain - Trustee

The notes form part of these financial statements

Karimia Association Limited**Cash Flow Statement
for the Year Ended 31 March 2023**

	Notes	31.3.23 £	31.3.22 £
Cash flows from operating activities			
Cash generated from operations	1	(164,013)	(56,352)
Interest paid		(12,869)	(9,649)
Net cash used in operating activities		<u>(176,882)</u>	<u>(66,001)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(6,190)	-
Sale of tangible fixed assets		290,000	-
Net cash provided by investing activities		<u>283,810</u>	<u>-</u>
Change in cash and cash equivalents in the reporting period		<u>106,928</u>	<u>(66,001)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>44,181</u>	<u>110,182</u>
Cash and cash equivalents at the end of the reporting period		<u><u>151,109</u></u>	<u><u>44,181</u></u>

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 31 March 2023

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

	31.3.23 £	31.3.22 £
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(108,638)	(57,116)
Adjustments for:		
Depreciation charges	40,483	43,536
Profit on disposal of fixed assets	(50,008)	-
Interest paid	12,869	9,649
(Increase)/decrease in debtors	(152,241)	3,464
Increase/(decrease) in creditors	93,522	(55,885)
Net cash used in operations	(164,013)	(56,352)

2. ANALYSIS OF CHANGES IN NET DEBT

	At 1.4.22 £	Cash flow £	At 31.3.23 £
Net cash			
Cash at bank and in hand	44,181	106,928	151,109
	<u>44,181</u>	<u>106,928</u>	<u>151,109</u>
Debt			
Debts falling due within 1 year	(98,054)	8,254	(89,800)
Debts falling due after 1 year	(225,146)	9,822	(215,324)
	<u>(323,200)</u>	<u>18,076</u>	<u>(305,124)</u>
Total	(279,019)	125,004	(154,015)

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

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

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.

Charitable activities

These costs are incurred by the charity in the delivery of its activities and services for beneficiaries. It includes both costs that can be allocated direct to such activities and those costs of an indirect nature necessary to support them.

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	- 2% on cost
Fixtures and fittings	- 25% on reducing balance

Related party exemption

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Taxation

As a charity, Karimia Association Limited is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

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.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

2. DONATIONS AND LEGACIES

	31.3.23	31.3.22
	£	£
Donations and gift aid	471,370	453,541
Grants for Zaytuna Nursery, Urdu School and other Trust Projects	229,438	224,890
Covid support grants	-	13,982
	<u>700,808</u>	<u>692,413</u>

Grants received, included in the above, are as follows:

	31.3.23	31.3.22
	£	£
Other grants	229,438	224,890

	2023	2023	2023	2022
	Unrestricted	Restricted	Total	Total
	£	£	£	£
Nottingham City Council - Nurseries and Urdu School	0	179,698	179,698	168,641
Muslim Hands	0	47,740	47,740	50,000
Others		2,000	2,000	1,249
	<u>0</u>	<u>229,438</u>	<u>229,438</u>	<u>224,890</u>

3. OTHER TRADING ACTIVITIES

	31.3.23	31.3.22
	£	£
Sponsorships	150	-
Sports hall and room hire	6,020	7,721
Advertising income	1,100	-
	<u>7,270</u>	<u>7,721</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

4. INCOME FROM CHARITABLE ACTIVITIES

		31.3.23	31.3.22
		£	£
Fees and subscriptions	Activity Fees	209,883	178,900

5. RAISING FUNDS

Raising donations and legacies

		31.3.23	31.3.22
		£	£
Staff costs		42,863	22,000
Marketing and promotion		24,100	-
		66,963	22,000

6. CHARITABLE ACTIVITIES COSTS

			Direct Costs £
Expenditure			1,009,644

7. NET INCOME/(EXPENDITURE)

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

		31.3.23	31.3.22
		£	£
Depreciation - owned assets		42,283	43,536
Surplus on disposal of fixed assets		(50,008)	-

8. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

Members of the Management Committee received remuneration of £26,250 (2022 - £24,868) and travel costs amounting to £311 (2022 - £180) were reimbursed to 1 (2022- 1) member.

No trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year (2021 - £nil)

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

9. STAFF COSTS

	31.3.23	31.3.22
	£	£
Wages and salaries	649,445	610,039
	649,445	610,039

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

	31.3.23	31.3.22
Chief Executive	1	1
Imams	6	6
Teachers and nursery nurses	18	23
Training and project delivery	2	3
Management, Administration and support	4	4
	31	37

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

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	281,062	411,351	692,413
Charitable activities			
Fees	-	178,900	178,900
Other trading activities	-	7,721	7,721
Total	281,062	597,972	879,034
EXPENDITURE ON			
Raising funds	-	22,000	22,000
Charitable activities			
Expenditure	278,786	635,364	914,150
Total	278,786	657,364	936,150
NET INCOME/(EXPENDITURE)	2,276	(59,392)	(57,116)
RECONCILIATION OF FUNDS			
Total funds brought forward	6,395	1,712,424	1,718,819
TOTAL FUNDS CARRIED FORWARD	8,671	1,653,032	1,661,703

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

11. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 April 2022	2,160,470	59,326	2,219,796
Additions	-	6,190	6,190
Disposals	(266,213)	-	(266,213)
At 31 March 2023	<u>1,894,257</u>	<u>65,516</u>	<u>1,959,773</u>
DEPRECIATION			
At 1 April 2022	274,357	57,835	332,192
Charge for year	39,685	2,598	42,283
Eliminated on disposal	(26,221)	-	(26,221)
At 31 March 2023	<u>287,821</u>	<u>60,433</u>	<u>348,254</u>
NET BOOK VALUE			
At 31 March 2023	<u>1,606,436</u>	<u>5,083</u>	<u>1,611,519</u>
At 31 March 2022	<u>1,886,113</u>	<u>1,491</u>	<u>1,887,604</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23 £	31.3.22 £
Trade debtors	4,250	-
Other debtors	208,245	60,254
	<u>212,495</u>	<u>60,254</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23 £	31.3.22 £
Bank loans and overdrafts (see note 15)	19,800	28,054
Other loans (see note 15)	70,000	70,000
Trade creditors	26,404	4,976
Other creditors	88,430	-
Accruals and deferred income	2,100	2,160
	<u>206,734</u>	<u>105,190</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

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

	31.3.23	31.3.22
	£	£
Bank loans (see note 15)	215,324	225,146

15. LOANS

An analysis of the maturity of loans is given below:

	31.3.23	31.3.22
	£	£
Amounts falling due within one year on demand:		
Bank loans	19,800	28,054
Other loans	70,000	70,000
	89,800	98,054

Amounts falling due in more than five years:

Repayable by instalments:		
Bank loans more 5 yr by instal	215,324	225,146

16. MOVEMENT IN FUNDS

	At 1.4.22 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	8,671	(3,735)	4,936
Restricted funds			
Restricted fund	1,653,032	(104,903)	1,548,129
TOTAL FUNDS	1,661,703	(108,638)	1,553,065

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	274,572	(278,307)	(3,735)
Restricted funds			
Restricted fund	693,397	(798,300)	(104,903)
TOTAL FUNDS	967,969	(1,076,607)	(108,638)

16. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	6,395	2,276	8,671
Restricted funds			
Restricted fund	1,712,424	(59,392)	1,653,032
TOTAL FUNDS	<u>1,718,819</u>	<u>(57,116)</u>	<u>1,661,703</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	281,062	(278,786)	2,276
Restricted funds			
Restricted fund	597,972	(657,364)	(59,392)
TOTAL FUNDS	<u>879,034</u>	<u>(936,150)</u>	<u>(57,116)</u>

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

	At 1.4.21 £	Net movement in funds £	At 31.3.23 £
Unrestricted funds			
General fund	6,395	(1,459)	4,936
Restricted funds			
Restricted fund	1,712,424	(164,295)	1,548,129
TOTAL FUNDS	<u>1,718,819</u>	<u>(165,754)</u>	<u>1,553,065</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2023

16. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	555,634	(557,093)	(1,459)
Restricted funds			
Restricted fund	1,291,369	(1,455,664)	(164,295)
TOTAL FUNDS	<u>1,847,003</u>	<u>(2,012,757)</u>	<u>(165,754)</u>

17. RELATED PARTY DISCLOSURES

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

Karimia Association Limited**Detailed Statement of Financial Activities
for the Year Ended 31 March 2023**

	31.3.23 £	31.3.22 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations and gift aid	471,370	453,541
Grants for Zaytuna Nursery, Urdu School and other Trust Projects	229,438	224,890
Covid support grants	-	13,982
	<hr/>	<hr/>
	700,808	692,413
Other trading activities		
Sponsorships	150	-
Sports hall and room hire	6,020	7,721
Advertising income	1,100	-
	<hr/>	<hr/>
	7,270	7,721
Charitable activities		
Fees and subscriptions	209,883	178,900
Other income		
Gain on sale of tangible fixed assets	50,008	-
	<hr/>	<hr/>
Total incoming resources	967,969	879,034
EXPENDITURE		
Raising donations and legacies		
Wages	42,863	22,000
Marketing and promotion	24,100	-
	<hr/>	<hr/>
	66,963	22,000
Charitable activities		
Wages	606,582	588,039
Rates and water	3,919	4,443
Light and heat	50,080	26,370
Telephone and internet	3,057	2,573
Postage and stationery	7,198	8,561
Sundries	11,775	5,933
Professional and consultancy	24,947	31,959
Staff training & development	622	2,370
Repairs and maintenance	76,708	33,504
Dawah work and donations	34,118	10,154
Sports & other small equip.	-	6,766
Carried forward	819,006	720,672

This page does not form part of the statutory financial statements

Karimia Association Limited**Detailed Statement of Financial Activities
for the Year Ended 31 March 2023**

	31.3.23	31.3.22
	£	£
Charitable activities		
Brought forward	819,006	720,672
Events catering	29,162	26,866
Travel and volunteer expenses	22,455	12,479
Books and publications	6,119	6,736
Insurance	6,316	6,934
Accountancy and payroll	6,113	15,756
Bank charges	1,627	26,217
IT and website	28,696	24,596
Subscriptions	1,936	1,585
Marketing and promotion	12,923	3,867
Waste & cleaning	14,123	15,257
Legal fees	7,816	-
Depreciation	40,483	43,536
Bank interest	12,869	9,649
	<hr/> 1,009,644	<hr/> 914,150
Total resources expended	<hr/> 1,076,607	<hr/> 936,150
Net expenditure	<hr/> (108,638)	<hr/> (57,116)

This page does not form part of the statutory financial statements

KARIMIA ASSOCIATION LIMITED

England & Wales - Charity number 1143245

Accounts

REGISTERED COMPANY NUMBER: 07577060 (England and Wales)
REGISTERED CHARITY NUMBER: 1143245

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 March 2022
for
Karimia Association Limited

M Ahmed & Co
Chartered Accountants
83 Park Road
Chilwell
Nottingham
NG9 4DE

Karimia Association Limited

**Contents of the Financial Statements
for the Year Ended 31 March 2022**

	Page
Report of the Trustees	1 to 4
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7 to 8
Cash Flow Statement	9
Notes to the Cash Flow Statement	10
Notes to the Financial Statements	11 to 19

**Report of the Trustees
for the Year Ended 31 March 2022**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2022. 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 objects of the charity are set out in the charity's trust deed and are summarised below:

1. Advance the teaching of Islam and the observances that serve to promote and manifest it;
2. Advance the education of young people under the age of 18 in particular Muslims by the establishment and maintenance of a school; and
3. Provide facilities for the recreation and other leisure time pursuits of persons who have need of such facilities by reason of their youth, age, infirmity, disablement, poverty or social or economic circumstances in the interest of social welfare with the object of improving their condition of life.

The objectives are set to reflect our faith and community aims. Each year our trustees review our objectives and activities to ensure they continue to reflect our aims. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on the advance of religion for the public benefit.

There have been no changes in the objects and policies during the year.

**Report of the Trustees
for the Year Ended 31 March 2022**

ACHIEVEMENT AND PERFORMANCE

Charitable activities and developments

The charity operates mosques, Quran schools and a community centre at its principal premises in Hyson Green, Nottingham. These have been enhanced by new events of national significance: Karimia Institute's Aalim Course; Quran School Nasheed Classes; the National Qirrat Competition for Quran Schools children and the organisation of the Muslim Cultural Festival. The Association continues to help other mosques with Imam and teacher training.

We have the Human Kind programme formerly known as Trust Building (since 2016) which is aimed to build trust between the British Muslim Community and the wider British public. With the recruitment of a project coordinator we have developed a network of ambassadors that visit local schools and universities raising awareness and delivering presentations geared towards busting myths on Islam.

Every year Karimia host a graduation dinner for university graduates to celebrate their achievement. We also held several events hosting refugees and migrants at the centre and making available our facilities.

The facilities at the centre are used by the community to host events at times of happiness and grievance - the centre is here support to them. Covid vaccination clinics are setup up on regular basis by the NHS, the Police use the facilities for their presentations and training of new recruits.

It is a central hub for the community which also provides Ofsted approved nursery facilities for children from all backgrounds. Its sports hall is used during term holidays by children for a range of activities in a safe and secure environment.

The centre has undergone a programme of repair and improvement, new TV screens have been installed, CCTV has been upgraded with purchase of new tables and chairs. In the nursery a new canopy has been added and the children's playground equipment has been upgraded.

This year the Cultural festival was held at the Nottingham Forest Ground with year on year increase in attendance from the general public and community.

We aim to continue our efforts in the development of a centre for recreation and learning for people of all ages especially children.

FINANCIAL REVIEW

Financial position

The Statement of Financial Activities for the year is set out on page 6 of the financial statements. A summary of the financial results and the work of the charity is set out below.

The charity's main source of income is donations. During the year, £453,541 (2021 - £348,700) was donated by the local community and visitors. This amount was augmented by £ nil (2021 - £7,521) of Gift Aid tax refunds, £178,900 (2021 - £79,922) from voluntary tuition fees, £224,890 (2021 - £246,905) of grants from Nottingham City Council and other organisations and £13,982 (2021 - £259,069) furlough and Covid support grants. Overall income was £65,797 (7.0%) lower than 2021. This was due to reductions in covid support grants and other grants. This shortfall was partly made up by increases in general donations and fees.

Expenditure of £936,150 (2021 - £748,553) was £187,597 (25%) higher than 2021 due to increases in costs as the charity increased activity levels to precovid levels. This resulted in an operating loss of £101,351 (2021 - surplus £196,278) which was funded from reserves. This has reduced cash reserves very significantly. The Association continues to be well supported by the local authority and organisations. The charity thanks all its members and supporters for their work and generosity.

Principal funding sources

The Charity is totally dependent on funding from members and government authorities and securing this funding, to meet the operating and development costs remains the key challenge for the management committee over the short term.

**Report of the Trustees
for the Year Ended 31 March 2022**

FINANCIAL REVIEW

Investment policy and objectives

The Association has no long term investments. Cash reserves are small and are held in regular bank deposit accounts. The interest earned is considered by the trustees as a gift of the UK banking system.

Reserves policy

The Management Committee is aware, and has a policy, that unrestricted funds held by the charity and not committed or invested in tangible fixed assets should be between 3 and 6 months of expenditure.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Karimia Association Limited is a charitable company. It is a registered charity, number 1143245, and company limited by guarantee, registration no. 07577060. It is governed by the Memorandum and Articles of Association. The management of the company is vested in a Management Committee consisting of a Chairman, Secretary and Treasurer.

Recruitment and appointment of new trustees

Applications for trusteeship and membership of the Management Committee are sought by personal solicitation. A panel comprising existing trustees and members of the Management Committee are involved in the selection process. The Management Committee meets at least four times and deals with all operational and development matters. All Trustees must be Muslims.

Induction and training of new trustees

Following appointment, new trustees are introduced to their role and are given copies of the trust deed and a guide to the policies and procedures adopted by the charity. A number of publications from the charity commission are also provided including the guidance on charities and public benefit and on the advancement of religion for the public benefit. This ensures that new trustees are aware of the scope of their responsibilities under the Charities Act. Initially, new trustees work with an existing trustee assisting on activities and projects run by the charity. After a satisfactory period of induction they are given the task of leading projects and other work.

Risk management

The trustees have assessed the risks the charity faces and have drawn up a risk matrix which identifies the major risks by area, the nature of those risks, the likelihood of the risks happening and the measures taken to manage them. The trustees review this risk matrix regularly at their meetings. The trustees are satisfied that systems are in place, or arrangements are in hand, to manage the risks that have been identified. In particular, insurance cover is in place and the finances of the Association are kept under review. Appropriate checks, supported by regularly reviewed policies, are made for all those who work with children or other vulnerable groups in the mosques or community centres.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07577060 (England and Wales)

Registered Charity number

1143245

Registered office

512-514 Berridge Road West
Nottingham
NG7 5JU

**Report of the Trustees
for the Year Ended 31 March 2022**

Trustees

T M Nasir Chairman, Director and Company Secretary

Mr F Rabbi Trustee & Director

C A Wahid Trustee & Director

Dr M Hussain Chief Executive

Ms S Mohammad Trustee

M Ashraf Trustee

M Iqbal Trustee

M Suleman Trustee

Z Khan Trustee

M Younas Trustee

R Khan Trustee

J Rabbi Trustee

M Naheem Trustee

N Mamood Trustee

Moulana M Ishaque Trustee (resigned 30.6.22)

Company Secretary

T M Nasir

Independent Examiner

Maqbool Ahmed

ACA

M Ahmed & Co

Chartered Accountants

83 Park Road

Chilwell

Nottingham

NG9 4DE

Approved by order of the board of trustees on 27 December 2022 and signed on its behalf by:

T M Nasir - Trustee

**Independent Examiner's Report to the Trustees of
Karimia Association Limited**

Independent examiner's report to the trustees of Karimia Association Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2022.

Responsibilities and basis of report

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

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of ACA 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 (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Maqbool Ahmed
ACA
M Ahmed & Co
Chartered Accountants
83 Park Road
Chilwell
Nottingham
NG9 4DE

27 December 2022

Karimia Association Limited

**Statement of Financial Activities
for the Year Ended 31 March 2022**

	Notes	Unrestricted fund £	Restricted fund £	31.3.22 Total funds £	31.3.21 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	281,062	411,351	692,413	854,674
Charitable activities					
Fees	4	-	178,900	178,900	79,922
Other trading activities	3	-	7,721	7,721	10,235
Total		281,062	597,972	879,034	944,831
EXPENDITURE ON					
Raising funds	5	-	31,649	31,649	25,363
Charitable activities					
Expenditure	6	278,786	625,715	904,501	723,190
Total		278,786	657,364	936,150	748,553
NET INCOME/(EXPENDITURE)		2,276	(59,392)	(57,116)	196,278
RECONCILIATION OF FUNDS					
Total funds brought forward		6,395	1,712,424	1,718,819	1,522,541
TOTAL FUNDS CARRIED FORWARD		8,671	1,653,032	1,661,703	1,718,819

The notes form part of these financial statements

Balance Sheet
31 March 2022

	Notes	Unrestricted fund £	Restricted fund £	31.3.22 Total funds £	31.3.21 Total funds £
FIXED ASSETS					
Tangible assets	11	2,592	1,885,012	1,887,604	1,931,140
CURRENT ASSETS					
Debtors	12	6,202	54,052	60,254	63,719
Cash at bank and in hand		2,037	42,144	44,181	110,182
		8,239	96,196	104,435	173,901
CREDITORS					
Amounts falling due within one year	13	(2,160)	(103,030)	(105,190)	(133,587)
NET CURRENT ASSETS		6,079	(6,834)	(755)	40,314
TOTAL ASSETS LESS CURRENT LIABILITIES					
		8,671	1,878,178	1,886,849	1,971,454
CREDITORS					
Amounts falling due after more than one year	14	-	(225,146)	(225,146)	(252,635)
NET ASSETS		8,671	1,653,032	1,661,703	1,718,819
FUNDS					
Unrestricted funds	16			8,671	6,395
Restricted funds				1,653,032	1,712,424
TOTAL FUNDS				1,661,703	1,718,819

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

Balance Sheet - continued
31 March 2022

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

The financial statements were approved by the Board of Trustees and authorised for issue on 27 December 2022 and were signed on its behalf by:

M Hussain - Trustee

Karimia Association Limited

**Cash Flow Statement
for the Year Ended 31 March 2022**

	Notes	31.3.22 £	31.3.21 £
Cash flows from operating activities			
Cash generated from operations	1	(56,352)	10,368
Interest paid		(9,649)	(4,088)
Net cash (used in)/provided by operating activities		<u>(66,001)</u>	<u>6,280</u>
Change in cash and cash equivalents in the reporting period		<u>(66,001)</u>	<u>6,280</u>
Cash and cash equivalents at the beginning of the reporting period		<u>110,182</u>	<u>103,902</u>
Cash and cash equivalents at the end of the reporting period		<u><u>44,181</u></u>	<u><u>110,182</u></u>

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 31 March 2022

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES			
		31.3.22	31.3.21
		£	£
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)		(57,116)	196,278
Adjustments for:			
Depreciation charges		43,536	43,645
Interest paid		9,649	4,088
Decrease/(increase) in debtors		3,464	(49,172)
Decrease in creditors		(55,885)	(184,471)
Net cash (used in)/provided by operations		(56,352)	10,368
2. ANALYSIS OF CHANGES IN NET DEBT			
	At 1.4.21	Cash flow	At 31.3.22
	£	£	£
Net cash			
Cash at bank and in hand	110,182	(66,001)	44,181
	<u>110,182</u>	<u>(66,001)</u>	<u>44,181</u>
Debt			
Debts falling due within 1 year	(118,434)	20,380	(98,054)
Debts falling due after 1 year	(252,635)	27,489	(225,146)
	<u>(371,069)</u>	<u>47,869</u>	<u>(323,200)</u>
Total	(260,887)	(18,132)	(279,019)
	<u>(260,887)</u>	<u>(18,132)</u>	<u>(279,019)</u>

The notes form part of these financial statements

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

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

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

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.

Charitable activities

These costs are incurred by the charity in the delivery of its activities and services for beneficiaries. It includes both costs that can be allocated direct to such activities and those costs of an indirect nature necessary to support them.

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	- 2% on cost
Fixtures and fittings	- 25% on reducing balance

Related party exemption

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Taxation

As a charity, Karimia Association Limited is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

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.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

2. DONATIONS AND LEGACIES

	31.3.22	31.3.21
	£	£
Donations and gift aid	453,541	348,700
Grants for Zaytuna Nursery, Urdu School and other Trust Projects	224,890	246,905
Covid support grants	13,982	259,069
	<u>692,413</u>	<u>854,674</u>

Grants received, included in the above, are as follows:

	31.3.22	31.3.21
	£	£
Other grants	<u>224,890</u>	<u>246,905</u>

	2022 Unrestricted £	2022 Restricted £	2022 Total £	2021 Total £
Nottingham City Council - Nurseries and Urdu School	0	168,641	168,641	230,088
Notts Crime and Commissioner Grant	0	0	0	9,817
Muslim Hands	0	50,000	50,000	6,000
Muslim Sports Foundation	0	5,000	5,000	1,000
Others		1,249	1,249	0
	<u>0</u>	<u>224,890</u>	<u>224,890</u>	<u>246,905</u>

3. OTHER TRADING ACTIVITIES

	31.3.22	31.3.21
	£	£
Sports hall and room hire	<u>7,721</u>	<u>10,235</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

4.	INCOME FROM CHARITABLE ACTIVITIES	31.3.22	31.3.21
		£	£
	Fees and subscriptions	178,900	79,922
		<u><u> </u></u>	<u><u> </u></u>
5.	RAISING FUNDS		
	Raising donations and legacies	31.3.22	31.3.21
		£	£
	Staff costs	22,000	21,275
		<u><u> </u></u>	<u><u> </u></u>
	Other trading activities	31.3.22	31.3.21
		£	£
	Interest payable and similar charges	9,649	4,088
		<u><u> </u></u>	<u><u> </u></u>
	Aggregate amounts	31,649	25,363
		<u><u> </u></u>	<u><u> </u></u>
6.	CHARITABLE ACTIVITIES COSTS		
			Direct
			Costs
			£
	Expenditure		904,501
			<u><u> </u></u>
7.	NET INCOME/(EXPENDITURE)		
	Net income/(expenditure) is stated after charging/(crediting):		
		31.3.22	31.3.21
		£	£
	Depreciation - owned assets	43,536	40,420
		<u><u> </u></u>	<u><u> </u></u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

Trustees' expenses

Members of the Management Committee received remuneration of £24,868 (2021 - £24,500) and travel costs amounting to £180 (2021 - £218) were reimbursed to 1 (2021- 1) member.

No trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year (2020 - £nil)

9. STAFF COSTS

	31.3.22	31.3.21
	£	£
Wages and salaries	610,039	493,308
	<u>610,039</u>	<u>493,308</u>

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

	31.3.22	31.3.21
Chief Executive	1	1
Imams	6	6
Teachers and nursery nurses	23	23
Training and project delivery	3	3
Management, Administration and support	4	4
	<u>37</u>	<u>37</u>

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

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	188,900	665,774	854,674
Charitable activities			
Fees	240	79,682	79,922
Other trading activities	10,235	-	10,235
Total	<u>199,375</u>	<u>745,456</u>	<u>944,831</u>
EXPENDITURE ON			
Raising funds	22,007	3,356	25,363

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted fund £	Total funds £
Charitable activities			
Expenditure	171,235	551,955	723,190
Total	<u>193,242</u>	<u>555,311</u>	<u>748,553</u>
NET INCOME	6,133	190,145	196,278

RECONCILIATION OF FUNDS

Total funds brought forward	262	1,522,279	1,522,541
TOTAL FUNDS CARRIED FORWARD	<u><u>6,395</u></u>	<u><u>1,712,424</u></u>	<u><u>1,718,819</u></u>

11. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 April 2021 and 31 March 2022	<u>2,160,470</u>	<u>59,326</u>	<u>2,219,796</u>
DEPRECIATION			
At 1 April 2021	231,148	57,508	288,656
Charge for year	43,209	327	43,536
At 31 March 2022	<u>274,357</u>	<u>57,835</u>	<u>332,192</u>
NET BOOK VALUE			
At 31 March 2022	<u><u>1,886,113</u></u>	<u><u>1,491</u></u>	<u><u>1,887,604</u></u>
At 31 March 2021	<u><u>1,929,322</u></u>	<u><u>1,818</u></u>	<u><u>1,931,140</u></u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31.3.22	31.3.21
	£	£
Other debtors	<u>60,254</u>	<u>63,719</u>
13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31.3.22	31.3.21
	£	£
Bank loans and overdrafts (see note 15)	28,054	43,434
Other loans (see note 15)	70,000	75,000
Trade creditors	4,976	12,993
Accruals and deferred income	2,160	2,160
	<u>105,190</u>	<u>133,587</u>
14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	31.3.22	31.3.21
	£	£
Bank loans (see note 15)	<u>225,146</u>	<u>252,635</u>
15. LOANS		
An analysis of the maturity of loans is given below:		
	31.3.22	31.3.21
	£	£
Amounts falling due within one year on demand:		
Bank loans	28,054	43,434
Other loans	70,000	75,000
	<u>98,054</u>	<u>118,434</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	225,146	252,635

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

16. MOVEMENT IN FUNDS

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	6,395	2,276	8,671
Restricted funds			
Restricted fund	1,712,424	(59,392)	1,653,032
TOTAL FUNDS	1,718,819	(57,116)	1,661,703

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	281,062	(278,786)	2,276
Restricted funds			
Restricted fund	597,972	(657,364)	(59,392)
TOTAL FUNDS	879,034	(936,150)	(57,116)

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	262	6,133	6,395
Restricted funds			
Restricted fund	1,522,279	190,145	1,712,424
TOTAL FUNDS	1,522,541	196,278	1,718,819

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

16. 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	199,375	(193,242)	6,133
Restricted funds			
Restricted fund	745,456	(555,311)	190,145
TOTAL FUNDS	<u>944,831</u>	<u>(748,553)</u>	<u>196,278</u>

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

	At 1.4.20 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	262	8,409	8,671
Restricted funds			
Restricted fund	1,522,279	130,753	1,653,032
TOTAL FUNDS	<u>1,522,541</u>	<u>139,162</u>	<u>1,661,703</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	480,437	(472,028)	8,409
Restricted funds			
Restricted fund	1,343,428	(1,212,675)	130,753
TOTAL FUNDS	<u>1,823,865</u>	<u>(1,684,703)</u>	<u>139,162</u>

17. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2022.

KARIMIA ASSOCIATION LIMITED

England & Wales - Charity number 1143245

Accounts

REGISTERED COMPANY NUMBER: 07577060 (England and Wales)
REGISTERED CHARITY NUMBER: 1143245

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 March 2021
for
Karimia Association Limited

M Ahmed & Co
Chartered Accountants
83 Park Road
Chilwell
Nottingham
NG9 4DE

Karimia Association Limited

**Contents of the Financial Statements
for the Year Ended 31 March 2021**

	Page
Report of the Trustees	1 to 3
Independent Examiner's Report	4
Statement of Financial Activities	5
Balance Sheet	6 to 7
Cash Flow Statement	8
Notes to the Cash Flow Statement	9
Notes to the Financial Statements	10 to 18
Detailed Statement of Financial Activities	19 to 20

**Report of the Trustees
for the Year Ended 31 March 2021**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 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 objects of the charity are set out in the charity's trust deed and are summarised below:

1. Advance the teaching of Islam and the observances that serve to promote and manifest it;
2. Advance the education of young people under the age of 18 in particular Muslims by the establishment and maintenance of a school; and
3. Provide facilities for the recreation and other leisure time pursuits of persons who have need of such facilities by reason of their youth, age, infirmity, disablement, poverty or social or economic circumstances in the interest of social welfare with the object of improving their condition of life.

The objectives are set to reflect our faith and community aims. Each year our trustees review our objectives and activities to ensure they continue to reflect our aims. In carrying out this review the trustees have considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on the advance of religion for the public benefit.

There have been no changes in the objects and policies during the year.

ACHIEVEMENT AND PERFORMANCE

Charitable activities and developments

The charity operates mosques, Quran schools and a community centre at its principal premises in Hyson Green, Nottingham. These have been enhanced by new events of national significance which started during 2019-20: Karimia Institute's Aalim Course; Quran School Nasheed Classes; the National Qirrat Competition for Quran Schools children and the organisation of the Muslim Cultural Festival. The Walsall centre which was opened in 2017 is also flourishing. The mosque and community centre purchased in Oldham in 2018 has been developed further during 2020 and more work will be carried out as funds become available. The Association continues to help other mosques with Imam and teacher training.

FINANCIAL REVIEW

Financial position

The Statement of Financial Activities for the year is set out on page 6 of the financial statements. A summary of the financial results and the work of the charity is set out below.

The charity's main source of income is donations. During the year, £341,179 (2020 - £372,219) was donated by the local community and visitors. This amount was augmented by £ 7,521 (2020 - £51,794) of Gift Aid tax refunds, £79,922 (2020 - £219,953) from voluntary tuition fees, £246,905 (2020 - £227,149) of grants from Nottingham City Council and other organisations and £259,069 (2020 - £0) furlough and Covid support grants. Overall income was £73,104 (8.0%) higher than 2020. This was due to increases in general donations..

Expenditure of £748,553 (2020 - £857,817) was £109,264 (12.7%) lower than 2020 due to reductions wages and salaries and premises costs as the mosques were closed for some periods due to the Covid-19 pandemic. This resulted in an operating surplus of £196,278 (2020 - £13,910) which was used for repaying loans and working capital. The Association continues to be well supported by the local authority and organisations. The charity thanks all its members and supporters for their work and generosity.

Principal funding sources

The Charity is totally dependent on funding from members and government authorities and securing this funding, to meet the operating and development costs remains the key challenge for the management committee over the short term.

**Report of the Trustees
for the Year Ended 31 March 2021**

FINANCIAL REVIEW

Investment policy and objectives

The Association has no long term investments. Cash reserves are small and are held in regular bank deposit accounts. The interest earned is considered by the trustees as a gift of the UK banking system.

Reserves policy

The Management Committee is aware, and has a policy, that unrestricted funds held by the charity and not committed or invested in tangible fixed assets should be between 3 and 6 months of expenditure.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Karimia Association Limited is a charitable company. It is a registered charity, number 1143245, and company limited by guarantee, registration no. 07577060. It is governed by the Memorandum and Articles of Association. The management of the company is vested in a Management Committee consisting of a Chairman, Secretary and Treasurer.

Recruitment and appointment of new trustees

Applications for trusteeship and membership of the Management Committee are sought by personal solicitation. A panel comprising existing trustees and members of the Management Committee are involved in the selection process. The Management Committee meets at least four times and deals with all operational and development matters. All Trustees must be Muslims.

Induction and training of new trustees

Following appointment, new trustees are introduced to their role and are given copies of the trust deed and a guide to the policies and procedures adopted by the charity. A number of publications from the charity commission are also provided including the guidance on charities and public benefit and on the advancement of religion for the public benefit. This ensures that new trustees are aware of the scope of their responsibilities under the Charities Act. Initially, new trustees work with an existing trustee assisting on activities and projects run by the charity. After a satisfactory period of induction they are given the task of leading projects and other work.

Risk management

The trustees have assessed the risks the charity faces and have drawn up a risk matrix which identifies the major risks by area, the nature of those risks, the likelihood of the risks happening and the measures taken to manage them. The trustees review this risk matrix regularly at their meetings. The trustees are satisfied that systems are in place, or arrangements are in hand, to manage the risks that have been identified. In particular, insurance cover is in place and the finances of the Association are kept under review. Appropriate checks, supported by regularly reviewed policies, are made for all those who work with children or other vulnerable groups in the mosques or community centres.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07577060 (England and Wales)

Registered Charity number

1143245

Registered office

512-514 Berridge Road West
Nottingham
NG7 5JU

**Report of the Trustees
for the Year Ended 31 March 2021**

Trustees

T M Nasir Chairman, Director and Company Secretary

Mr F Rabbi Trustee & Director

C A Wahid Trustee & Director

Dr M Hussain Chief Executive

Ms S Mohammad Trustee

M Ashraf Trustee

M Iqbal Trustee

M Suleman Trustee

Z Khan Trustee

M Younas Trustee

R Khan Trustee

J Rabbi Trustee

M Naheem Trustee

N Mamood Trustee

Moulana M Ishaque Trustee

Company Secretary

T M Nasir

Independent Examiner

Maqbool Ahmed

ACA

M Ahmed & Co

Chartered Accountants

83 Park Road

Chilwell

Nottingham

NG9 4DE

Approved by order of the board of trustees on 26 December 2021 and signed on its behalf by:

T M Nasir - Trustee

**Independent Examiner's Report to the Trustees of
Karimia Association Limited**

Independent examiner's report to the trustees of Karimia Association Limited ('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 charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of ACA 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 (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Maqbool Ahmed
ACA
M Ahmed & Co
Chartered Accountants
83 Park Road
Chilwell
Nottingham
NG9 4DE

26 December 2021

Statement of Financial Activities
for the Year Ended 31 March 2021

	Notes	Unrestricted fund £	Restricted fund £	31.3.21 Total funds £	31.3.20 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	188,900	665,774	854,674	651,162
Charitable activities					
Fees	4	240	79,682	79,922	219,953
Other trading activities	3	10,235	-	10,235	542
Other income		-	-	-	70
Total		199,375	745,456	944,831	871,727
EXPENDITURE ON					
Raising funds	5	21,275	-	21,275	21,275
Charitable activities					
Expenditure	6	171,967	555,311	727,278	836,542
Total		193,242	555,311	748,553	857,817
NET INCOME		6,133	190,145	196,278	13,910
RECONCILIATION OF FUNDS					
Total funds brought forward		262	1,522,279	1,522,541	1,508,631
TOTAL FUNDS CARRIED FORWARD		6,395	1,712,424	1,718,819	1,522,541

The notes form part of these financial statements

Karimia Association Limited

**Balance Sheet
31 March 2021**

	Notes	Unrestricted fund £	Restricted fund £	31.3.21 Total funds £	31.3.20 Total funds £
FIXED ASSETS					
Tangible assets	11	2,592	1,928,548	1,931,140	1,971,560
CURRENT ASSETS					
Debtors	12	3,289	60,430	63,719	14,547
Cash at bank		15,668	94,514	110,182	103,902
		18,957	154,944	173,901	118,449
CREDITORS					
Amounts falling due within one year	13	(15,154)	(118,433)	(133,587)	(251,738)
NET CURRENT ASSETS					
		3,803	36,511	40,314	(133,289)
TOTAL ASSETS LESS CURRENT LIABILITIES					
		6,395	1,965,059	1,971,454	1,838,271
CREDITORS					
Amounts falling due after more than one year	14	-	(252,635)	(252,635)	(315,730)
NET ASSETS					
		6,395	1,712,424	1,718,819	1,522,541
FUNDS					
Unrestricted funds	16			6,395	262
Restricted funds				1,712,424	1,522,279
TOTAL FUNDS					
				1,718,819	1,522,541

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2021.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

Karimia Association Limited

Balance Sheet - continued
31 March 2021

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

The financial statements were approved by the Board of Trustees and authorised for issue on 26 December 2021 and were signed on its behalf by:

M Hussain - Trustee

The notes form part of these financial statements

Karimia Association Limited**Cash Flow Statement
for the Year Ended 31 March 2021**

	Notes	31.3.21 £	31.3.20 £
Cash flows from operating activities			
Cash generated from operations	1	10,368	117,826
Interest paid		(4,088)	(11,653)
Net cash provided by operating activities		6,280	106,173
Cash flows from investing activities			
Purchase of tangible fixed assets		-	(10,797)
Net cash provided by/(used in) investing activities		-	(10,797)
Change in cash and cash equivalents in the reporting period		6,280	95,376
Cash and cash equivalents at the beginning of the reporting period		103,902	8,526
Cash and cash equivalents at the end of the reporting period		110,182	103,902

The notes form part of these financial statements

Notes to the Cash Flow Statement
for the Year Ended 31 March 2021

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES	31.3.21	31.3.20
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	196,278	13,910
Adjustments for:		
Depreciation charges	43,645	43,790
Interest paid	4,088	11,653
(Increase)/decrease in debtors	(49,172)	1,464
(Decrease)/increase in creditors	(184,471)	47,009
Net cash provided by operations	10,368	117,826

2. ANALYSIS OF CHANGES IN NET DEBT

	At 1.4.20	Cash flow	At 31.3.21
	£	£	£
Net cash			
Cash at bank	103,902	6,280	110,182
	<u>103,902</u>	<u>6,280</u>	<u>110,182</u>
Debt			
Debts falling due within 1 year	(110,332)	(8,102)	(118,434)
Debts falling due after 1 year	(315,730)	63,095	(252,635)
	<u>(426,062)</u>	<u>54,993</u>	<u>(371,069)</u>
Total	(322,160)	61,273	(260,887)

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

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

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.

Charitable activities

These costs are incurred by the charity in the delivery of its activities and services for beneficiaries. It includes both costs that can be allocated direct to such activities and those costs of an indirect nature necessary to support them.

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	- 2% on cost
Fixtures and fittings	- 25% on reducing balance

Related party exemption

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Taxation

As a charity, Karimia Association Limited is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

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.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

2. DONATIONS AND LEGACIES

	31.3.21	31.3.20
	£	£
Donations and gift aid	348,700	424,013
Grants for Zaytuna Nursery, Urdu School and Trust Buildings Projects	246,905	227,149
Covid support grants	259,069	-
	<u>854,674</u>	<u>651,162</u>

Grants received, included in the above, are as follows:

	31.3.21	31.3.20
	£	£
Other grants	246,905	227,149

	2021 Unrestricted £	2021 Restricted £	2021 Total £	2020 Total £
Nottingham City Council - Nurseries and Urdu School	0	230,088	230,088	217,380
Notts Crime and Commissioner Grant	0	9,817	9,817	9,000
Muslim Hands	0	6,000	6,000	0
Muslim Sports Foundation	0	1,000	1,000	0
Others			0	769
	<u>0</u>	<u>246,905</u>	<u>246,905</u>	<u>227,149</u>

3. OTHER TRADING ACTIVITIES

	31.3.21	31.3.20
	£	£
Sports hall and room hire	10,235	542

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

4. INCOME FROM CHARITABLE ACTIVITIES

		31.3.21	31.3.20
		£	£
Fees and subscriptions	Activity Fees	79,922	219,953
		<u> </u>	<u> </u>

5. RAISING FUNDS

Raising donations and legacies

		31.3.21	31.3.20
		£	£
Staff costs		21,275	21,275
		<u> </u>	<u> </u>

6. CHARITABLE ACTIVITIES COSTS

			Direct Costs £
Expenditure			727,278
			<u> </u>

7. NET INCOME/(EXPENDITURE)

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

		31.3.21	31.3.20
		£	£
Depreciation - owned assets		40,420	43,790
		<u> </u>	<u> </u>

8. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

Members of the Management Committee received remuneration of £28,762 (2020 - £27,925) and travel costs amounting to £218 (2020 - £218) were reimbursed to 1 (2020- 1) member.

No trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year (2020 - £nil)

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

9. STAFF COSTS

	31.3.21	31.3.20
	£	£
Wages and salaries	493,308	604,852
	493,308	604,852

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

	31.3.21	31.3.20
Chief Executive	1	1
Imams	6	6
Teachers and nursery nurses	23	23
Training and project delivery	3	3
Management, Administration and support	4	4
	37	37

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

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	247,466	403,696	651,162
Charitable activities			
Fees	-	219,953	219,953
Other trading activities	542	-	542
Other income	70	-	70
Total	248,078	623,649	871,727
EXPENDITURE ON			
Raising funds	21,275	-	21,275
Charitable activities			
Expenditure	190,343	646,199	836,542
Total	211,618	646,199	857,817
NET INCOME/(EXPENDITURE)	36,460	(22,550)	13,910
RECONCILIATION OF FUNDS			
Total funds brought forward	(36,198)	1,544,829	1,508,631

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued	Unrestricted fund £	Restricted fund £	Total funds £
TOTAL FUNDS CARRIED FORWARD	262	1,522,279	1,522,541
11. TANGIBLE FIXED ASSETS	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 April 2020 and 31 March 2021	2,160,470	59,326	2,219,796
DEPRECIATION			
At 1 April 2020	190,728	57,508	248,236
Charge for year	40,420	-	40,420
At 31 March 2021	231,148	57,508	288,656
NET BOOK VALUE			
At 31 March 2021	1,929,322	1,818	1,931,140
At 31 March 2020	1,969,742	1,818	1,971,560
12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		31.3.21	31.3.20
		£	£
Other debtors		63,719	14,547

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.21	31.3.20
	£	£
Bank loans and overdrafts (see note 15)	43,434	33,360
Other loans (see note 15)	75,000	76,972
Trade creditors	12,993	-
Other creditors	-	141,406
Accruals and deferred income	2,160	-
	<u>133,587</u>	<u>251,738</u>

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

	31.3.21	31.3.20
	£	£
Bank loans (see note 15)	252,635	285,730
Other loans (see note 15)	-	30,000
	<u>252,635</u>	<u>315,730</u>

15. LOANS

An analysis of the maturity of loans is given below:

	31.3.21	31.3.20
	£	£
Amounts falling due within one year on demand:		
Bank loans	43,434	33,360
Other loans	75,000	76,972
	<u>118,434</u>	<u>110,332</u>
Amounts falling due between two and five years:		
Other loans - 2-5 years	-	30,000
	<u>-</u>	<u>30,000</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	252,635	285,730

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

16. MOVEMENT IN FUNDS

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	262	6,133	6,395
Restricted funds			
Restricted fund	1,522,279	190,145	1,712,424
TOTAL FUNDS	<u>1,522,541</u>	<u>196,278</u>	<u>1,718,819</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	199,375	(193,242)	6,133
Restricted funds			
Restricted fund	745,456	(555,311)	190,145
TOTAL FUNDS	<u>944,831</u>	<u>(748,553)</u>	<u>196,278</u>

Comparatives for movement in funds

	At 1.4.19 £	Net movement in funds £	At 31.3.20 £
Unrestricted funds			
General fund	(36,198)	36,460	262
Restricted funds			
Restricted fund	1,544,829	(22,550)	1,522,279
TOTAL FUNDS	<u>1,508,631</u>	<u>13,910</u>	<u>1,522,541</u>

Notes to the Financial Statements - continued
for the Year Ended 31 March 2021

16. 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	248,078	(211,618)	36,460
Restricted funds			
Restricted fund	623,649	(646,199)	(22,550)
TOTAL FUNDS	<u>871,727</u>	<u>(857,817)</u>	<u>13,910</u>

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

	At 1.4.19 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	(36,198)	42,593	6,395
Restricted funds			
Restricted fund	1,544,829	167,595	1,712,424
TOTAL FUNDS	<u>1,508,631</u>	<u>210,188</u>	<u>1,718,819</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	447,453	(404,860)	42,593
Restricted funds			
Restricted fund	1,369,105	(1,201,510)	167,595
TOTAL FUNDS	<u>1,816,558</u>	<u>(1,606,370)</u>	<u>210,188</u>

17. RELATED PARTY DISCLOSURES

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

Karimia Association Limited**Detailed Statement of Financial Activities
for the Year Ended 31 March 2021**

	31.3.21 £	31.3.20 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations and gift aid	348,700	424,013
Grants for Zaytuna Nursery, Urdu School and Trust Buildings Projects	246,905	227,149
Covid support grants	259,069	-
	854,674	651,162
Other trading activities		
Sports hall and room hire	10,235	542
Charitable activities		
Fees and subscriptions	79,922	219,953
Other income		
Rents received	-	70
Total incoming resources	944,831	871,727
EXPENDITURE		
Raising donations and legacies		
Wages	21,275	21,275
Charitable activities		
Wages	472,033	583,577
Rates and water	5,895	30,174
Light and heat	17,509	21,871
Telephone and internet	3,226	3,966
Postage and stationery	17,672	9,621
Sundries	17,793	9,782
Professional and consultancy	48,689	36,733
Staff training and continuous professional development	963	1,418
Other premises costs	2,941	3,000
Repairs and maintenance	23,350	26,539
Dawah work and donations equipment	28,304	27,141
Events catering	13,065	1,649
Events catering	3,566	5,377
Travel and volunteer expenses	1,949	6,956
Books and publications	12,987	1,618
Insurance	3,752	5,991
Carried forward	673,694	775,413

This page does not form part of the statutory financial statements

Karimia Association Limited

**Detailed Statement of Financial Activities
for the Year Ended 31 March 2021**

	31.3.21	31.3.20
	£	£
Charitable activities		
Brought forward	673,694	775,413
Accountancy and payroll	3,990	1,800
Bank charges	1,861	3,886
Depreciation	43,645	43,790
Bank interest	4,088	11,653
	727,278	836,542
Total resources expended	748,553	857,817
Net income	196,278	13,910

This page does not form part of the statutory financial statements