

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

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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

**Report of the Trustees
for the Year Ended 31 March 2025**

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.

**Report of the Trustees
for the Year Ended 31 March 2025**

STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued

In so far as the trustees are aware:

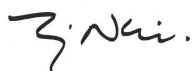
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

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

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 £
	Notes				
INCOME AND ENDOWMENTS FROM					
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

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	19				
Unrestricted funds				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	257,446	51,084

2. ANALYSIS OF CHANGES IN NET (DEBT)/FUNDS

	At 1.4.24 £	Cash flow £	At 31.3.25 £
Net cash			
Cash at bank	76,061	177,947	254,008
	<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	(88,811)	233,544	144,733

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
			<u>337,355</u>	<u>276,484</u>
	2025	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**
5. INVESTMENT INCOME

		31.3.25	31.3.24
		£	£
Rents received		17,370	2,500

6. INCOME FROM CHARITABLE ACTIVITIES

		31.3.25	31.3.24
		£	£
Fees and subscriptions	Activity Fees	202,417	200,263

7. RAISING FUNDS
Raising donations and legacies

		31.3.25	31.3.24
		£	£
Staff costs		-	41,309
Fundraising events		11,720	5,774
		11,720	47,083

8. CHARITABLE ACTIVITIES COSTS

		Direct Costs	Support costs (see note 9)	Totals
		£	£	£
Expenditure		1,006,039	69,649	1,075,688

9. SUPPORT COSTS

	Finance	Information technology	Other	Governance costs	Totals
	£	£	£	£	£
Other resources expended	-	-	14,826	-	14,826
Expenditure	1,538	22,348	34,763	11,000	69,649
	1,538	22,348	49,589	11,000	84,475

10. NET INCOME/(EXPENDITURE)

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

	31.3.25	31.3.24
	£	£
Auditors remuneration	3,300	-
Depreciation - owned assets	89,772	39,833

**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>

