

REGISTERED COMPANY NUMBER: 07759249 (England and Wales)
REGISTERED CHARITY NUMBER: 1143799

Trustees' Report and
Unaudited Financial Statements for the Year Ended 31 December 2023
for
MUSLIM COMMUNITY OF ESSEX
(A COMPANY LIMITED BY GUARANTEE)

HM Accountax Ltd
Chartered Certified Accountants
86-90 Paul Street
Islington
London
EC2A 4NE

MUSLIM COMMUNITY OF ESSEX

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for the Year Ended 31 December 2023

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MUSLIM COMMUNITY OF ESSEX

Reference and Administrative Details
for the Year Ended 31 December 2023

TRUSTEES	Mr M T Hussain Dr S Naqvi Mr A Rashid Mr F A Shah Mr M Hussain Mr S A R Rizvi Mr M M Jawad
REGISTERED OFFICE	874 Eastern Avenue Ilford Essex IG2 7HY
REGISTERED COMPANY NUMBER	07759249 (England and Wales)
REGISTERED CHARITY NUMBER	1143799
INDEPENDENT EXAMINER	HM Accountax Ltd Chartered Certified Accountants 86-90 Paul Street Islington London EC2A 4NE
SOLICITORS	Woodgrange Solicitors LLP 46 Woodgrange Road Forest Gate London E7 0QH

MUSLIM COMMUNITY OF ESSEX (REGISTERED NUMBER: 07759249)

Trustees' Report for the Year Ended 31 December 2023

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 December 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 Muslim Community of Essex's objective is to advance the religion of Islam and education, the provision of social and religious welfare activities and to provide relief of poverty among Shia Muslims.

Significant activities

The charity provides facilities for observing the important events in the Shia calendar.

1. There are approximately 125 days of importance in the calendar which are marked by observations with special functions. These include the fasting month of Ramadhan and the mourning month of muharram.
2. Daily prayer facilities, five times a day including Fajar before the sunrise.
3. Facilities are provided for Juma prayers every Friday and where participants include other Muslims.
4. Education facilities including madressa.

Public benefit

The trustees have considered the general guidance on public benefit issued by the Charities Commission and have taken due regard of that guidance. The trustees consider that they are satisfied that the charity's activities do provide a public benefit.

FINANCIAL REVIEW

Financial position

The results for the year are as shown in the financial statements. The statement of financial activities shows the incoming resources and the resources expended by the different activities conducted under the Charity's name. In order to provide a better understanding of the activities undertaken, a summary and analysis of the activities is included.

The Trustees confirm that the annual report and financial statements of MCE comply with the current statutory requirements of the Charity's governing document and the provisions of the applicable charities Statement of Recommended Practice (SORP), UK Accounting Standards and the Charities Act 2011.

The Statement of Financial Activities shows how the Charity's funds have been applied during the year. The gross receipts of the Charity were £95,785 (2022: £99,102). At 31 December 2023, the balance on the restricted fund was £44,290 (2022: £44,035). The charity had a deficit of £41,328 for the year.

Reserves policy

The trustees aim to ensure that sufficient funds are maintained to enable the trust to carry out its activities.

FUTURE PLANS

The charity will continue to focus on promoting the advancement of Islamic religion among the shia muslims. It will also continue to improve the facilities provided at MCE.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Muslim Community of Essex ("MCE") is a company limited by guarantee incorporated on 1 September 2011.

The charitable company is governed by a Memorandum and Articles of Association. It was registered as a charity with the Charity Commission on 14 September 2011.

In the event of the charitable company being wound up members are required to contribute an amount not exceeding £1.

MUSLIM COMMUNITY OF ESSEX (REGISTERED NUMBER: 07759249)

**Trustees' Report
for the Year Ended 31 December 2023**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Recruitment and appointment of new trustees

The charity is governed by a board of trustees drawn from local community. This is to ensure that the board has skills and experience required to oversee the management of the charity and its operation.

Induction and training of new trustees

All new trustees receive a planned induction programme before taking up their place on the board. This includes an explanation of their roles and responsibilities, an induction to other trustees, an overview of the recent business and an explanation of board format and process.

Key management remuneration

The trustees are considered to be the key management personnel of the charity, in charge of directing and controlling the charity and running its day to day operations. All trustees give of their time freely and no trustee remuneration was paid in the year.

Trustees are required to disclose all relevant interests and register them with Board of Trustees, and, in accordance with trusts policy, withdraw from decision where a conflict of interest arises.

Details of trustee expenses and related party transactions are disclosed in notes to the accounts.

Related parties

The Charity does not hold assets on behalf of any another Charity, company or individual.

Risk management

The trustees have examined the major strategic, business and operational risks which the trust faces and confirm that systems have been established to enable regular reports to be produced so that the necessary steps can be taken to lessen these risks

STATEMENT AS TO DISCLOSURE OF INFORMATION TO THE INDEPENDENT EXAMINER:

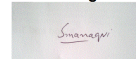
In so far as the trustees are aware:

- there is no relevant accounting information of which the charity's independent examiner are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant accounting information and to establish that the independent examiner are aware of that information.

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 September 2024 and signed on its behalf by:

DocuSigned by:



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Dr S Naqvi - Trustee

**Independent Examiner's Report to the Trustees of
Muslim Community Of Essex (Registered number: 07759249)**

Independent examiner's report to the trustees of Muslim Community Of Essex ('the Company')

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

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.

DocuSigned by:

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Muhammad Husnain Haider FCCA, ACA

HM Accountax Ltd
Chartered Certified Accountants
86-90 Paul Street
Islington
London
EC2A 4NE

30 September 2024

MUSLIM COMMUNITY OF ESSEX

Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 December 2023

	Notes	Unrestricted fund £	Restricted funds £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		63,224	255	63,479	62,778
Charitable activities					
Charitable activity		13,673	-	13,673	14,860
Investment income	2	18,633	-	18,633	21,464
Total		95,530	255	95,785	99,102
EXPENDITURE ON					
Charitable activities	3				
Charitable activity		80,326	-	80,326	32,050
Other		56,787	-	56,787	53,965
Total		137,113	-	137,113	86,015
NET INCOME/(EXPENDITURE)		(41,583)	255	(41,328)	13,087
Other recognised gains/(losses)					
Gains on revaluation of fixed assets		455,510	-	455,510	-
Net movement in funds		413,927	255	414,182	13,087
RECONCILIATION OF FUNDS					
Total funds brought forward		951,321	44,035	995,356	982,269
TOTAL FUNDS CARRIED FORWARD		1,365,248	44,290	1,409,538	995,356

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

MUSLIM COMMUNITY OF ESSEX (REGISTERED NUMBER: 07759249)**Statement of Financial Position
31 December 2023**

	Notes	Unrestricted fund £	Restricted funds £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	9	1,126,259	-	1,126,259	731,024
CURRENT ASSETS					
Debtors	10	40,000	-	40,000	30,000
Cash at bank		201,489	44,290	245,779	238,277
		<u>241,489</u>	<u>44,290</u>	<u>285,779</u>	<u>268,277</u>
CREDITORS					
Amounts falling due within one year	11	(2,500)	-	(2,500)	(3,945)
NET CURRENT ASSETS		<u>238,989</u>	<u>44,290</u>	<u>283,279</u>	<u>264,332</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,365,248</u>	<u>44,290</u>	<u>1,409,538</u>	<u>995,356</u>
NET ASSETS		<u>1,365,248</u>	<u>44,290</u>	<u>1,409,538</u>	<u>995,356</u>
FUNDS	12				
Unrestricted funds:					
General fund				1,365,248	951,321
Restricted funds:					
Khums - S Imam				32,854	32,599
Khums - S Saadat				265	265
Building fund				11,171	11,171
				<u>44,290</u>	<u>44,035</u>
TOTAL FUNDS				<u>1,409,538</u>	<u>995,356</u>

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

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 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

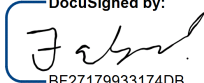
MUSLIM COMMUNITY OF ESSEX (REGISTERED NUMBER: 07759249)

Statement of Financial Position - continued
31 December 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 30 September 2024 and were signed on its behalf by:

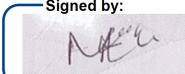
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Mr M T Hussain - Trustee

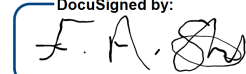
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Mr M Hussain - Trustee

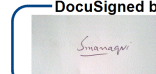
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Mr F A Shah - Trustee

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Dr S Naqvi - Trustee

MUSLIM COMMUNITY OF ESSEX

Notes to the Financial Statements for the Year Ended 31 December 2023

1. ACCOUNTING POLICIES

Charity information

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 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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

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
Improvements to property	- 20% on cost

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 the Charity is not registered for VAT, all costs shown are inclusive of VAT. The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

MUSLIM COMMUNITY OF ESSEX**Notes to the Financial Statements - continued
for the Year Ended 31 December 2023****2. INVESTMENT INCOME**

	2023	2022
	£	£
Rents received	18,633	21,464

3. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities £	Totals £
Charitable activity	78,166	2,160	80,326

4. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Other resources expended	61	1,500	1,561

5. NET INCOME/(EXPENDITURE)

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

	2023	2022
	£	£
Depreciation - owned assets	17,199	17,026

6. TRUSTEES' REMUNERATION AND BENEFITS

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

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2023 nor for the year ended 31 December 2022.

7. STAFF COSTS

	2023	2022
	£	£
Wages and salaries	7,724	8,548
	7,724	8,548

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

	2023	2022
	15	15
Volunteers		

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

MUSLIM COMMUNITY OF ESSEX

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

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	62,778	-	62,778
Charitable activities			
Charitable activity	14,860	-	14,860
Investment income	21,464	-	21,464
Total	<u>99,102</u>	<u>-</u>	<u>99,102</u>
EXPENDITURE ON			
Charitable activities			
Charitable activity	32,050	-	32,050
Other	53,965	-	53,965
Total	<u>86,015</u>	<u>-</u>	<u>86,015</u>
NET INCOME	13,087	-	13,087
RECONCILIATION OF FUNDS			
Total funds brought forward	938,234	44,035	982,269
TOTAL FUNDS CARRIED FORWARD	<u>951,321</u>	<u>44,035</u>	<u>995,356</u>

9. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Fixtures and fittings £	Totals £
COST OR VALUATION				
At 1 January 2023	828,200	43,218	2,528	873,946
Revaluations	455,510	-	-	455,510
At 31 December 2023	<u>1,283,710</u>	<u>43,218</u>	<u>2,528</u>	<u>1,329,456</u>
DEPRECIATION				
At 1 January 2023	99,070	43,218	634	142,922
Charge for year	16,564	-	635	17,199
Revaluation adjustments	43,076	-	-	43,076
At 31 December 2023	<u>158,710</u>	<u>43,218</u>	<u>1,269</u>	<u>203,197</u>
NET BOOK VALUE				
At 31 December 2023	<u>1,125,000</u>	<u>-</u>	<u>1,259</u>	<u>1,126,259</u>
At 31 December 2022	<u>729,130</u>	<u>-</u>	<u>1,894</u>	<u>731,024</u>

MUSLIM COMMUNITY OF ESSEX

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

9. TANGIBLE FIXED ASSETS - continued

Cost or valuation at 31 December 2023 is represented by:

	Freehold property £	Improvements to property £	Fixtures and fittings £	Totals £
Valuation in 2019	349,147	-	-	349,147
Valuation in 2023	455,510	-	-	455,510
Cost	479,053	43,218	2,528	524,799
	<u>1,283,710</u>	<u>43,218</u>	<u>2,528</u>	<u>1,329,456</u>

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Prepayments and accrued income	<u>40,000</u>	<u>30,000</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Other creditors	1,000	1,000
Accrued expenses	<u>1,500</u>	<u>2,945</u>
	<u>2,500</u>	<u>3,945</u>

12. MOVEMENT IN FUNDS

	At 1/1/23 £	Net movement in funds £	At 31/12/23 £
Unrestricted funds			
General fund	951,321	413,927	1,365,248
Restricted funds			
Khums - S Imam	32,599	255	32,854
Khums - S Saadat	265	-	265
Building fund	<u>11,171</u>	<u>-</u>	<u>11,171</u>
	<u>44,035</u>	<u>255</u>	<u>44,290</u>
TOTAL FUNDS	<u>995,356</u>	<u>414,182</u>	<u>1,409,538</u>

MUSLIM COMMUNITY OF ESSEX**Notes to the Financial Statements - continued
for the Year Ended 31 December 2023****12. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	95,530	(137,113)	455,510	413,927
Restricted funds				
Khums - S Imam	255	-	-	255
TOTAL FUNDS	<u>95,785</u>	<u>(137,113)</u>	<u>455,510</u>	<u>414,182</u>

Comparatives for movement in funds

	At 1/1/22 £	Net movement in funds £	At 31/12/22 £
Unrestricted funds			
General fund	938,234	13,087	951,321
Restricted funds			
Khums - S Imam	32,599	-	32,599
Khums - S Saadat	265	-	265
Building fund	11,171	-	11,171
	<u>44,035</u>	<u>-</u>	<u>44,035</u>
TOTAL FUNDS	<u>982,269</u>	<u>13,087</u>	<u>995,356</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	99,102	(86,015)	13,087
TOTAL FUNDS	<u>99,102</u>	<u>(86,015)</u>	<u>13,087</u>

MUSLIM COMMUNITY OF ESSEX**Notes to the Financial Statements - continued
for the Year Ended 31 December 2023****12. MOVEMENT IN FUNDS - continued**

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

	At 1/1/22 £	Net movement in funds £	At 31/12/23 £
Unrestricted funds			
General fund	938,234	427,014	1,365,248
Restricted funds			
Khums - S Imam	32,599	255	32,854
Khums - S Saadat	265	-	265
Building fund	11,171	-	11,171
	<u>44,035</u>	<u>255</u>	<u>44,290</u>
TOTAL FUNDS	<u>982,269</u>	<u>427,269</u>	<u>1,409,538</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 £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	194,632	(223,128)	455,510	427,014
Restricted funds				
Khums - S Imam	255	-	-	255
TOTAL FUNDS	<u>194,887</u>	<u>(223,128)</u>	<u>455,510</u>	<u>427,269</u>

13. RELATED PARTY DISCLOSURES

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