ISLAMIC EDUCATION TRUST (LEICESTER)

England & Wales · Charity number 1146612

Details

Status	Registered
Legal form	Trust
Registered	2012-03-27
Register	View on the Charity Commission register

Contact

Address	Islamic Education Trust Leicester 3-13 Keythorpe Street Leicester LE2 0AL
Phone	07974565616
Email	Akgheewala@aol.com

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Activities

Objects: (I) TO ADVANCE THE RELIGION OF ISLAM, BY MEANS OF, BUT NOT EXCLUSIVELY,PROMOTING THE TEACHINGS AND TENETS OF ISLAM, PROVISION OF FACILITIES FORWORSHIP AND PRAYER, PROVISION OF FACILITIES FOR ISLAMIC EDUCATION ANDPROVISION OF FACILITIES FOR MARRIAGE AND BURIALS, IN ACCORDANCE WITH THETEACHINGS OF THE QUR?AN AND THE TEACHINGS OF THE PROPHET MUHAMMAD(PEACE BE UPON HIM) AS INTERPRETED BY THE SUNNI AHLE-SUNNAH-WAL-JAMAAH;(II) TO ADVANCE EDUCATION FOR THE BENEFIT OF THE POOR, THE UNDERPRIVILEGEDAND PEOPLE IN NEED IN THE UK, AND OTHER COUNTRIES DETERMINED FROMTIME TO TIME, BY MEANS OF, BUT NOT EXCLUSIVELY, THE PROVISION OFEDUCATIONAL PROGRAMMES, SUCH AS URDU, ARABIC AND GUJARATI CLASSES,AND THE PROVISION OF EDUCATIONAL FACILITIES, SUCH AS LIBRARIES AND TRAININGCENTRES;(III) TO RELIEVE SICKNESS AND TO PRESERVE GOOD HEALTH AMONG THE POOR,UNDERPRIVILEGED AND PEOPLE IN NEED IN THE UK AND ABROAD, BY MEANSOF, BUT NOT EXCLUSIVELY, THE PROVISION OR ASSISTANCE IN THE PROVISION OFSERVICES, FACILITIES, EQUIPMENT, CLINICS, MEDICINES OR GRANTS FOR MEDICALDIAGNOSIS AND TREATMENT, AND PROVISION OF HEALTH EDUCATION;(IV) TO RELIEVE FINANCIAL HARDSHIP, DISTRESS AND SUFFERING AMONG POOR PEOPLE, WIDOWS, ORPHANS, REFUGEES, VICTIMS OF NATURAL DISASTERS AND OTHER PEOPLE IN NEED, BY MEANS OF, BUT NOT EXCLUSIVELY, MAKING GRANTS FOR PROVIDING OR PAYING FOR ITEMS, EQUIPMENT, SERVICES AND FACILITIES, INCLUDING THE PROVISION OF FOOD, WATER, CLOTHING, MEDICAL TREATMENT, REHABILITATION, AND ACCOMMODATION FOR THE SAID PERSONS;(V) TO PROMOTE RACIAL AND RELIGIOUS HARMONY FOR THE BENEFIT OF THE PUBLIC BY PROMOTING KNOWLEDGE AND MUTUAL UNDERSTANDING BETWEEN DIFFERENT RACIAL AND FAITH GROUPS, IN WAYS THAT REDUCES CONFLICT AND CREATES TRUST, UNITY AND PEACE BETWEEN THEM;(VI) TO HELP YOUNG PEOPLE, ESPECIALLY BUT NOT EXCLUSIVELY THROUGH LEISURE TIME AND RECREATIONAL ACTIVITIES, SO AS TO DEVELOP THEIR CAPABILITIES THAT THEY MAY GROW TO FULL MATURITY AS INDIVIDUALS AND AS GOOD CITIZENS.

Activities: mosque,madrasah and religious activity

Classification

- **How:** Makes Grants To Individuals, Provides Buildings/facilities/open Space, Provides Services, Other Charitable Activities
- **What:** General Charitable Purposes, Education/training, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Religious Activities, Human Rights/religious Or Racial Harmony/equality Or Diversity
- **Who:** The General Public/mankind

Geography

- Leicester City
- Leicestershire

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Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£260,311	£257,567	-	-
2024-03-31	£225,615	£243,072	-	-
2023-03-31	£207,794	£187,416	-	-
2022-03-31	£210,748	£142,543	-	-
2021-03-31	£171,154	£133,656	-	-

Trustees

Name	Role	Appointed
ABDULKARIM MAHAMAD GHEEWALA	Chair	2012-03-09
ADAM YUSUF SABAT		2012-03-09
Abubaker Mohamed Faruk Mulla		2021-10-24
ENAYATULLAH KHAN PATHAN		2012-03-09
FAKIR AHMED GULAM ALI GHEEWALA		2012-03-09
ISMAIL IBRAHIM MULLA		2012-03-09
MIYA AHMED HAFEEJI MOHMED MULLA		2012-03-09
MOHMED FARUK MULLA		2012-03-09
MOHMEDBHAI GHARI		2012-03-09

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ISLAMIC EDUCATION TRUST (LEICESTER)

England & Wales - Charity number 1146612

Accounts

CHARITY REGISTRATION NUMBER: 1146612

Islamic Education Trust

Unaudited Financial Statements

31 March 2025

YUSUF BADAT & CO-CHARTERED CERTIFIED ACCOUNTANT
Chartered Certified Accountants
154 Melbourne Road
Leicester
Leicestershire
LE2 0DT

Islamic Education Trust

Financial Statements

Year ended 31 March 2025

	Page
Trustees' annual report	1
Independent examiner's report to the trustees	8
Statement of financial activities	9
Statement of financial position	10
Notes to the financial statements	11

Islamic Education Trust

Trustees' Annual Report

Year ended 31 March 2025

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2025.

Chair's report

The trustees present their report and the financial statements for the year ended 31 March 2025. The trustees and office bearers who served during the year and up to the date of this report are set out below.

Reference and administrative details

Registered charity name	Islamic Education Trust
Charity registration number	1146612
Principal office	3-13 Keythorpe Street Leicester LE2 0AL
The trustees	
	AKM Gheewala MFM Mulla MSE Mulla (Treasurer)

Islamic Education Trust is an unincorporated charity and the business address is 3-13 Keythorpe Street, Leicester LE2 0AL which is also the registered office. The following are the trustees who served during the year ended 31 March 2025 till to-date are as follows:

Abdukkarim M Gheewala (President)
Enayatulla Khan Pathan (Vice President)
Mohammed Faruk Mulla (Secretary)
Adam Yusuf Sabat
Fakir Ahmad GA Gheewala
Abubaker Mohamed Faruk Mulla
Miya Ahmed HM Mulla
Mohamed Ghari
Ismail Ibrahim Mulla

The following are the office bearers but not trustees except Adam Yusuf Sabat who is a trustee, and took keen part in the management of Islamic Education Trust:

Shoiab Haji (Internal Auditor)
Mohamed Soyabe Ebrahim Mulla (Treasurer)
Adam Yusuf Sabat (Madrasha Secretary)

Company secretary	Mohamed Faruk Mulla
Independent examiner	Yusuf Badat FCCA Chartered Certified Accountant 154 Melbourne Road Leicester Leicestershire LE2 0DT

Structure, governance and management

Islamic Education Trust

Report of the trustees for the year ended 31 March 2025

The trustees of the Islamic Education Trust (IET) present their report and the financial statements for the year ended 31 March 2025. The trustees who served during the year and up to the date of this report are set out on page 1 - 2.

Structure, governance and management:

Assalamualaykum Warahmatullahe Wabarakatohu

The Trustees have pleasure in presenting their report for the year ended 31 March 2025 in accordance with the Charity Commission's recommendations and guidelines.

Status & Administration & Responsibilities & Obligations:

The IET continues to operate in a safe environment following COVID ensuring the health and wellbeing of the users of the facilities of IET is at the forefront. Health and safety risks are continually assessed by the elected Executive Committee who manage the day-to-day operations of the IET, and any mitigating actions are implemented to minimise the risks to public safety.

In addition, the Madressa supplementary school continues to thrive post COVID with over 400 children attending in the evening, ranging from 5 to 18 years in age with a staff compliment of 25.

We remain actively engaged with other community and faith groups in the city in sharing good practices and in organising support for the vulnerable individuals and groups. We remain grateful to all our communities, our congregations and volunteers for their assistance, support and cooperation during this year.

By the grace of Almighty Allah, the Trust is operating as a vibrant organisation in making community services provisions. The elected executive council remains responsible for the day-to-day operational management and decisions. The monthly EC meeting cycle has been proved very successful and effective in managing all our activities. We are pleased to report that the participation of EC members and trustees to these meetings have remained steadfast in the provision of their voluntary services. Many young trust members have started shadowing the office bearers, a practice introduced to encourage young members to be active in learning as well as increasing ownership of the programmes and activities. This has been very successful in generating new ideas and programmes for the Trust on one hand, and on the other hand it's assisting in developing a second line of young leadership. This Partnership working has been proved successful. The Trust has benefitted from the younger generation in implementing their suggestions to bring the organisation more in line with professional etiquette and practices.

We review our objectives and activities regularly ensuring compliance with the Charity Commission's general guidance. In addition, the review assists us in ensuring that all our programmes and activities remain aligned to our stated & agreed objectives & purposes.

Risk Management:

The trust operates its accounts with leading banks to minimise disruption and risk. The Trust does not have any investment portfolio. However, we have two properties, one at 4 Wilson Street and second one at 13 Garendon Street. Both these properties are rented out generating regular monthly income

for the Trust. The tenant occupancies remain high and the properties never remain unoccupied. We continue to respect the donor's wishes fully and income generated is being used accordingly.

We have ongoing review of the risks which charity faces in respect of the sector in which it operates and plan to manage such risks and mitigate their effects.

Responsibilities of the Trustees:

The EC takes safeguarding (Adults & Children) very seriously. The policy statements are prepared and endorsed in addition to DBS checks for the key office bearers who come into contacts with young children. All staff are trained in safeguarding and refresher training occurs annually for the staff who are in regular contact with children. The EC also takes legal framework very seriously in complying with existing legislative obligations for the charitable organisation like the Trust. There is always an an ongoing review of our policies and procedures ensuring that new guidance is taken seriously and that our policies and procedures are aligned to the most current requirements.

Objectives and activities

Trust Charity Objectives:

The object of the charity is to advance the Islamic Religion , including offering prayer facilities, conducting marriage ceremonies, supporting Muslim burial facilities, education of children become better muslims and citizens, organise adult education classes, deliver lectures covering Islamic subjects, engage with other faiths in the city and county of Leicestershire towards promoting racial and religious harmony, organise youth programs, and help to relieve the poor and disadvantaged groups in in hospitals and poor economic conditions across the world.

These objectives are well reflected in all our programmes and activities.

Principle policy to guide our work in achieving the Charity Objectives:

To establish a Masjid for prayer facilities in accordance with the Islamic teachings offering public space for worshippers in a safe, peaceful and appealing environment. A space where service users could pray and meditate in discharging their obligatory and secondary religious activities.

Continuing with principle policy to guide our work in achieving the Charity's Objectives:

To establish Madrasah (school) in offering safe and secure learning environment for young people and the older generation and other ancillary buildings to be used for achieving the same objectives in providing community services in line with the Trust objectives.

Achievements and performance

Achievements and performance:

Activities and achievements:

The charity is managed and run by the group of committed volunteers, who offer their time and expertise with religious commitments. The Trust representatives have always remained on the forefront in actively participating with statutory organisations and voluntary sector groups in addressing the issues affecting Leicester community.

Report of the trustees for the year ended 31 March 2025

Charity's performance during the year:

The list of programmes and activities for the year is too long, but following outlines the broad spectrum of our work:

Management and running of the mosque:

Masjid Al Falah offers daily five times prayers and Friday prayers, Islamic marriage ceremonies, regular education programs and monthly youth programs, holding mosque open days for visitors of all backgrounds to help promote a better understanding of our faith and organising Iftaar evenings (breaking fast at sun set in the month of Ramadan) for people of different faiths as well as people of no faith.

Management and running of the Madrasha Falahe Darain:

Islamic education facilities are catered for circa 400 children - boys and girls with the age range group of 5 to 18 years taught by 25 qualified members of staff-both male and female. Additionally, our young students actively participate in selecting & supporting a charity of their choice every year. They also take part in sporting activities for young children in partnership with the Khidmah organisation and other Youth groups partnership with the Khidmah organisation and other Youth groups.

Adult Islamic education classes for men and women:

Men and women have benefitted from the classes who wanted to learn more about Islam and those who have also been lagging behind in acquiring the knowledge of basic five pillars of Islam and Quranic teachings. Numbers have ranged from 12 to 25 people per session throughout the year.

Representation & affiliation with Other Organisations:

The charity is also affiliate member of other organisations and liaises with those bodies in promoting good community cohesion and race relations. It works with people of all faiths or no faith and with people of different race backgrounds. It works closely with Federation of Muslim Organisation, Council of Faith Leicester, Federation of Indian Muslim Organisation and Muslim Council Of Britain and Muslim Burial Council Of Leicestershire (MBCOL) & Indian High Commission, in addition to working closely with other mosques and madressas to align its religious and education activities. Masjid notice board has remained a popular tool for disseminating information for community use.

Charity Assets:

Main Charity Assets:

3-13 Keythorpe Street.

The principal property at 3-13 Keythorpe Street, Leicester comprises of the Masjid and Madrasah facilities.

Other Buildings owned by the Charity:

The building at 4 Keythorpe Street is used for Madrasah activities as well as for women's educational classes. The property at 8-10 Wilson Street is being used as an educational/ Madrasah centre for girls. Also, the property is regularly used for community based activities.

Investment Property:

The houses at 4 Wilson Street and at 13 Garendon Street are on rent for family accommodation, generating income for the Trust. The values of the properties in the balance sheet reflect the historical cost value.

Islamic Education Trust

Report of the trustees for the year ended 31 March 2025

Concluding remarks regarding achievements and performance:

The Islamic Education Trust (Leicester) has enjoyed a good reputation and managed to create a positive profile within the Leicester community, delivering on its organisational objectives and providing an essential service to the community. We remain quite focused on our objectives and purposes in designing our programmes and activities. We promote active participation of community volunteers and take regular feedback from service users. We thank all our service users for their cooperation and support, our supporters & volunteers for their dedicated help and all the trustees and executive council for their commitments and contributions in making the year a successful one. We as trustees pray for all and sincerely hope that your cooperation will continue as before, enabling us to continue providing valuable community services through the Trust.

Wassalam

Financial review

This is the eleventh report presented for the year ended 31 March 2025 in charity format

Total incoming and outgoing resources:
Total income for the year was £260,311 (last year £225,615)
Total spent for the year was £257,567 (last year £243,072)
Profit for the year was £2,744 (last year (£17,457))
The above expenses includes depreciation cost and incoming resources includes rental income of £16,300 (last year £16,040)

Investment Income:
Gross rental receipts for the current year was £16,300.

Incoming Resources-Voluntary income:
Donations received were £102,196 (last year £79,822)

Activities for Generating funds-Madrasha fees:
Gross madrassah fees received was £137,035 (last year £123,208)

Activities for Generating Funds-Book Shop

Bookshop sales was £1,780 (last year £2,945)

Resources Expended on activities:
Ustad wages and expenses was £163,584 (last year £127,758)
Bookshop purchases was £299 (last year £4,974)

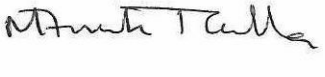
Governance Cost:
Governance cost was £66,511 including depreciation (last year £66,973)

The trustees' annual report was approved on 5 December 2025 and signed on behalf of the board of trustees by:

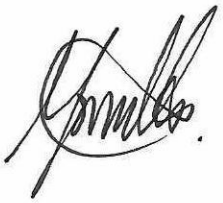
AKM Gheewala
Trustee



MFM Mulla
Trustee



MSE Mulla (Treasurer)
Trustee



Islamic Education Trust

Independent Examiner's Report to the Trustees of Islamic Education Trust

Year ended 31 March 2025

I report to the trustees on my examination of the financial statements of Islamic Education Trust ('the charity') for the year ended 31 March 2025.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Association of Chartered Certified Accountants, which is one of the listed bodies.

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or

2. the financial statements do not accord with those records; or

3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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

Yusuf Badat FCCA
Chartered Certified Accountant
Independent Examiner

154 Melbourne Road
Leicester
Leicestershire
LE2 0DT

Islamic Education Trust

Statement of Financial Activities

Year ended 31 March 2025

	Note	2025 Unrestricted funds £	2025 Total funds £	2024 Total funds £
Income and endowments				
Donations and legacies	4	102,196	102,196	79,822
Other trading activities	5	141,815	141,815	129,753
Investment income	6	16,300	16,300	16,040
Total income		260,311	260,311	225,615
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	7	27,172	27,172	43,367
Costs of other trading activities	8	163,884	163,884	132,732
Expenditure on charitable activities	9,10	66,511	66,511	66,973
Total expenditure		257,567	257,567	243,072
Net income/(expenditure) and net movement in funds		2,744	2,744	(17,457)
Reconciliation of funds				
Total funds brought forward		1,465,986	1,465,986	1,483,443
Total funds carried forward		1,468,730	1,468,730	1,465,986

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 11 to 18 form part of these financial statements.

Islamic Education Trust

Statement of Financial Position

31 March 2025

	Note	2025 £	2024 £
Fixed assets			
Tangible fixed assets	**15**	1,364,019	1,313,902
Current assets			
Debtors	**16**	2,247	1,222
Cash at bank and in hand		103,139	151,537
		105,386	152,759
Creditors: amounts falling due within one year	**17**	675	675
Net current assets		104,711	152,084
Total assets less current liabilities		1,468,730	1,465,986
Net assets		1,468,730	1,465,986
Funds of the charity			
Unrestricted funds		1,468,730	1,465,986
Total charity funds	**19**	1,468,730	1,465,986

These financial statements were approved by the board of trustees and authorised for issue on 5 December 2025, and are signed on behalf of the board by:

AKM Gheewala
Trustee

MFM Mulla
Trustee

The notes on pages 11 to 18 form part of these financial statements.

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 3-13Keythorpe Street, Leicester, LE2 0AU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

3. **Accounting policies** *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property - Solar Panels	-	4% Straight line method (25 Years)
Fixtures and fittings	-	10% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

3. **Accounting policies** *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted. Debt instruments are subsequently measured at amortised cost.

Where investments in shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship (see hedge accounting policy).

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Currently the charity is a small one and does not deal in complex financial instruments.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

3. Accounting policies *(continued)*

Defined contribution plans *(continued)*

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Donations and legacies

	Unrestricted Funds £	**Total Funds 2025 £**	Unrestricted Funds £	Total Funds 2024 £
Donations				
Donations	99,356	99,356	78,916	78,916
Other donations and legacies				
Other donations - Gift Aid	2,840	2,840	906	906
	102,196	102,196	79,822	79,822

5. Other trading activities

	Unrestricted Funds £	**Total Funds 2025 £**	Unrestricted Funds £	Total Funds 2024 £
Madressa Fees receipts-activity 1	137,035	137,035	123,208	123,208
Kitaab Sales	1,780	1,780	2,945	2,945
Other income from other trading activities type 3 - Nikah Fees	3,000	3,000	3,600	3,600
	141,815	141,815	129,753	129,753

6. Investment income

	Unrestricted Funds £	**Total Funds 2025 £**	Unrestricted Funds £	Total Funds 2024 £
Income from investment properties	15,700	15,700	14,880	14,880
Other interest receivable	600	600	1,160	1,160
	16,300	16,300	16,040	16,040

7. Costs of raising donations and legacies

	Unrestricted Funds £	**Total Funds 2025 £**	Unrestricted Funds £	Total Funds 2024 £
Costs of raising donations and legacies - Donations	27,172	27,172	43,367	43,367

8. Costs of other trading activities

	Unrestricted Funds £	**Total Funds 2025 £**	Unrestricted Funds £	Total Funds 2024 £
Costs of other trading activities - Shop costs	163,884	163,884	132,732	132,732

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	**Total Funds 2025 £**	Unrestricted Funds £	Total Funds 2024 £
Support costs	66,511	66,511	66,973	66,973

10. Expenditure on charitable activities by activity type

	Support costs £	**Total funds 2025 £**	Total fund 2024 £
Governance costs	66,511	66,511	66,973

11. Net income/(expenditure)

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

	2025 £	2024 £
Depreciation of tangible fixed assets	2,199	–

12. Independent examination fees

Fees paid to the Independent examiner was agreed at £675

13. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2025 £	2024 £
Wages and salaries	22,540	25,840
Employer contributions to pension plans	1,260	1,332
	23,800	27,172

Staff costs under governance was £22,540

The average head count of employees during the year was Nil (2024: 27).

No employee received employee benefits of more than £60,000 during the year (2024: Nil).

14. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related party were received by the trustees.

15. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	**Total £**
Cost			
At 1 April 2024	1,278,049	101,943	1,379,992
Additions	54,970	1,035	56,005
At 31 March 2025	1,333,019	102,978	1,435,997
Depreciation			
At 1 April 2024	–	69,779	69,779
Charge for the year	2,199	–	2,199
At 31 March 2025	2,199	69,779	71,978
Carrying amount			
At 31 March 2025	1,330,820	33,199	1,364,019
At 31 March 2024	1,278,049	32,164	1,310,213

16. Debtors

	2025 £	2024 £
Prepayments and accrued income	2,247	1,222

17. Creditors: amounts falling due within one year

	2025 £	2024 £
Accruals and deferred income	675	675

18. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £1,260 (2024: £1,332).

19. Analysis of charitable funds

Unrestricted funds

	At 1 April 2024	Income	Expenditure	At 31 March 2025
	£	£	£	£
General funds	1,465,986	260,311	(257,567)	1,468,730

	At 1 April 2023	Income	Expenditure	At 31 March 2024
	£	£	£	£
General funds	1,483,443	225,615	(243,072)	1,465,986

20. Financial instruments

The Charity is very small and does not deal in complex financial instruments.

ISLAMIC EDUCATION TRUST (LEICESTER)

England & Wales - Charity number 1146612

Accounts

CHARITY REGISTRATION NUMBER: 1146612

Islamic Education Trust

Unaudited Financial Statements

31 March 2024

YUSUF BADAT & CO-CHARTERED CERTIFIED ACCOUNTANT
Chartered Certified Accountants
154 Melbourne Road
Leicester
Leicestershire
LE2 0DT

Islamic Education Trust

Financial Statements

Year ended 31 March 2024

	Page
Trustees' annual report	1
Independent examiner's report to the trustees	8
Statement of financial activities	9
Statement of financial position	10
Notes to the financial statements	11

Islamic Education Trust

Trustees' Annual Report

Year ended 31 March 2024

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2024.

Chair's report

The trustees present their report and the financial statements for the year ended 31 March 2024.The trustees and office bearers who served during the year and up to the date of this report are set out below.

Reference and administrative details

Registered charity name	Islamic Education Trust
Charity registration number	1146612
Principal office	3-13 Keythorpe Street Leicester LE2 0AL
The trustees	AKM Gheewala MFM Mulla MSE Mulla (Treasurer)

Islamic Education Trust is an unincorporated charity and the business address is 3-13 Keythorpe Street, Leicester LE2 0AL which is also the registered office. The following are the trustees who served during the year ended 31 March 2024 till to-date are as follows:

Abdukkarim M Gheewala (President)
Enayatulla Khan Pathan (Vice President)
Mohammed Faruk Mulla (Secretary)
Adam Yusuf Sabat
Fakir Ahmad GA Gheewala
Abubaker Mohamed Faruk Mulla
Miya Ahmed HM Mulla
Mohamed Ghari
Ismail Ibrahim Mulla

The following are the office bearers but not trustees except Adam Yusuf Sabat who is a trustee, and took keen part in the management of Islamic Education Trust:

Shoiab Haji (Internal Auditor)
Mohamed Soyabe Ebrahim Mulla (Treasurer)
Adam Yusuf Sabat (Madrasha Secretary)

Company secretary	Mohamed Faruk Mulla
Independent examiner	Yusuf Badat FCCA Chartered Certified Accountant 154 Melbourne Road Leicester Leicestershire LE2 0DT

Structure, governance and management

Islamic Education Trust

Report of the trustees for the year ended 31 March 2024

The trustees of the Islamic Education Trust (IET) present their report and the financial statements for the year ended 31 March 2024. The trustees who served during the year and up to the date of this report are set out on page 1 - 2.

Structure, governance and management:

Assalamualaykum Warahmatullahe Wabarakatohu

The Trustees have pleasure in presenting their report for the year ended 31 March 2024 in accordance with the Charity Commission's recommendations and guidelines.

Status & Administration & Responsibilities & Obligations:

The IET continues to operate in a safe environment following COVID ensuring the health and wellbeing of the users of the facilities of IET is at the forefront. Health and safety risks are continually assessed by the elected Executive Committee who manage the day-to-day operations of the IET, and any mitigating actions are implemented to minimise the risks to public safety.

In addition, the Madressa supplementary school continues to thrive post COVID with over 400 children attending in the evening, ranging from 5 to 18 years in age with a staff compliment of 27.

We remain actively engaged with other community and faith groups in the city in sharing good practices and in organising support for the vulnerable individuals and groups. We remain grateful to all our communities, our congregations and volunteers for their assistance, support and cooperation during this year.

By the grace of Almighty Allah, the Trust is operating as a vibrant organisation in making community services provisions. The elected executive council remains responsible for the day-to-day operational management and decisions. The monthly EC meeting cycle has been proved very successful and effective in managing all our activities. We are pleased to report that the participation of EC members and trustees to these meetings have remained steadfast in the provision of their voluntary services. Many young trust members have started shadowing the office bearers, a practice introduced to encourage young members to be active in learning as well as increasing ownership of the programmes and activities. This has been very successful in generating new ideas and programmes for the Trust on one hand, and on the other hand it's assisting in developing a second line of young leadership. This Partnership working has been proved successful. The Trust has benefitted from the younger generation in implementing their suggestions to bring the organisation more in line with professional etiquette and practices.

We review our objectives and activities regularly ensuring compliance with the Charity Commission's general guidance. In addition, the review assists us in ensuring that all our programmes and activities remain aligned to our stated & agreed objectives & purposes.

Risk Management:

The trust operates its accounts with leading banks to minimise disruption and risk. The Trust does not have any investment portfolio. However, we have two properties, one at 4 Wilson Street and second one at 13 Garendon Street. Both these properties are rented out generating regular monthly income

for the Trust. The tenant occupancies remain high and the properties never remain unoccupied. We continue to respect the donor's wishes fully and income generated is being used accordingly.

We have ongoing review of the risks which charity faces in respect of the sector in which it operates and plan to manage such risks and mitigate their effects.

Responsibilities of the Trustees:

The EC takes safeguarding (Adults & Children) very seriously. The policy statements are prepared and endorsed in addition to DBS checks for the key office bearers who come into contacts with young children. All staff are trained in safeguarding and refresher training occurs annually for the staff who are in regular contact with children. The EC also takes legal framework very seriously in complying with existing legislative obligations for the charitable organisation like the Trust. There is always an an ongoing review of our policies and procedures ensuring that new guidance is taken seriously and that our policies and procedures are aligned to the most current requirements.

Objectives and activities

Trust Charity Objectives:

The object of the charity is to advance the Islamic Religion , including offering prayer facilities, conducting marriage ceremonies, supporting Muslim burial facilities, education of Muslim children, organise adult education classes, deliver lectures covering Islamic subjects, engage with other faiths in the city and county of Leicestershire towards promoting racial and religious harmony, organise youth programs, and help to relieve the poor and disadvantaged groups in hospitals and poor economic conditions across the world.

These objectives are well reflected in all our programmes and activities.

Principle policy to guide our work in achieving the Charity Objectives:

To establish a Masjid for prayer facilities in accordance with the Islamic teachings offering public space for worshippers in a safe, peaceful and appealing environment. A space where service users could pray and meditate in discharging their obligatory religious duties.

Continuing with principle policy to guide our work in achieving the Charity's Objectives:

To establish Madrasah (school) in offering safe and secure learning environment for young people and the older generation and other ancillary buildings to be used for achieving the same objectives in providing community services in line with the Trust objectives.

Achievements and performance

Achievements and performance:

Activities and achievements:

The charity is managed and run by the group of committed volunteers, who offer their time and expertise with religious commitments. The Trust representatives have always remained on the forefront in actively participating with statutory organisations and voluntary sector groups in addressing the issues affecting Leicester community.

Islamic Education Trust

Report of the trustees for the year ended 31 March 2024

Charity's performance during the year:

The list of programmes and activities for the year is too long, but following outlines the broad spectrum of our work:

Management and running of the mosque:

Masjid Al Falah offers daily five times prayers and Friday prayers, Islamic marriage ceremonies, regular education programs and monthly youth programs, holding mosque open days for visitors of all backgrounds to help promote a better understanding of our faith and organising Iftaar evenings (breaking fast at sun set in the month of Ramadan) for people of different faiths as well as people of no faith.

Management and running of the Madrasha Falahe Darain:

Islamic education facilities are catered for circa 400 children - boys and girls with the age range group of 5 to 16 years taught by 27 qualified members of staff-both male and female. Additionally, our young students actively participate in selecting & supporting a charity of their choice every year. They also take part in sporting activities for young children in partnership with the Khidmah organisation and other Youth groups.

Adult Islamic education classes for men and women:

Men and women have benefitted from the classes who wanted to learn more about Islam and those who have also been lagging behind in acquiring the knowledge of basic five pillars of Islam and Quranic teachings. Numbers have ranged from 12 to 25 people per session throughout the year.

Representation & affiliation with Other Organisations:

The charity is also affiliate member of other organisations and liaises with those bodies in promoting good community cohesion and race relations. It works with people of all faiths or no faith and with people of different race backgrounds. It works closely with Federation of Muslim Organisation, Council of Faith Leicester, Federation of Indian Muslim Organisation and Muslim Council Of Britain and Muslim Burial Council Of Leicestershire (MBCOL) & Indian High Commission, in addition to working closely with other mosques and madressas to align its religious and education activities. Masjid notice board has remained a popular tool for disseminating information for community use.

Charity Assets:

Main Charity Assets:

3-13 Keythorpe Street.

The principal property at 3-13 Keythorpe Street, Leicester comprises of the Masjid and Madrasah facilities.

Other Buildings owned by the Charity:

The building at 4 Keythorpe Street is used for Madrasah activities as well as for women's educational classes. The property at 8-10 Wilson Street is being used as an educational/ Madrasah centre for girls. Also, the property is regularly used for community based activities.

Investment Property:

The houses at 4 Wilson Street and at 13 Garendon Street are on rent for family accommodation, generating income for the Trust. The values of the properties in the balance sheet reflect the historical cost value.

Islamic Education Trust

Report of the trustees for the year ended 31 March 2024

Concluding remarks regarding achievements and performance:

The Islamic Education Trust (Leicester) has enjoyed a good reputation and managed to create a positive profile within the Leicester community, delivering on its organisational objectives and providing an essential service to the community. We remain quite focused on our objectives and purposes in designing our programmes and activities. We promote active participation of community volunteers and take regular feedback from service users. We thank all our service users for their cooperation and support, our supporters & volunteers for their dedicated help and all the trustees and executive council for their commitments and contributions in making the year a successful one. We as trustees pray for all and sincerely hope that your cooperation will continue as before, enabling us to continue providing valuable community services through the Trust. Wassalam

Financial review

This is the eleventh report presented for the year ended 31 March 2024 in charity format

Total incoming and outgoing resources:
Total income for the year was £225,615 (last year £207,794)
Total spent for the year was £243,072 (last year £187,416)
Loss for the year was (£17,457) (last year £20,378)
The above expenses includes depreciation cost and incoming resources includes rental income of £16,040 (last year £14,662)

Investment Income:
Gross rental receipts for the current year was £16,040

Incoming Resources-Voluntary income:
Donations received were £79,822 (last year £61,794)

Activities for Generating funds-Madrasha fees:
Gross madrassah fees received was £123,207 (last year £127,662)

Activities for Generating Funds-Book Shop

Bookshop sales was £2,945 (last year £3,676)

Resources Expended on activities:
Ustad wages and expenses was £127,758 (last year £105,508)
Bookshop purchases was £4,974 (last year 2,756)

Governance Cost:
Governance cost was £66,973 including depreciation (last year £61,031)

The trustees' annual report was approved on 19 December 2024 and signed on behalf of the board of trustees by:

AKM Gheewala
Trustee

MFM Mulla
Trustee

MSE Mulla (Treasurer)

Islamic Education Trust

Independent Examiner's Report to the Trustees of Islamic Education Trust

Year ended 31 March 2024

I report to the trustees on my examination of the financial statements of Islamic Education Trust ('the charity') for the year ended 31 March 2024.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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

YBadat

Yusuf Badat FCCA
Chartered Certified Accountant
Independent Examiner

154 Melbourne Road
Leicester
Leicestershire
LE2 0DT

Islamic Education Trust

Statement of Financial Activities

Year ended 31 March 2024

	Note	2024 Unrestricted funds £	2024 Total funds £	2023 Total funds £
Income and endowments				
Donations and legacies	4	79,822	79,822	61,794
Other trading activities	5	129,753	129,753	131,338
Investment income	6	16,040	16,040	14,662
Total income		225,615	225,615	207,794
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	7	43,367	43,367	18,121
Costs of other trading activities	8	132,732	132,732	108,264
Expenditure on charitable activities	9,10	66,973	66,973	61,031
Total expenditure		243,072	243,072	187,416
Net (expenditure)/income and net movement in funds		(17,457)	(17,457)	20,378
Reconciliation of funds				
Total funds brought forward		1,483,443	1,483,443	1,463,065
Total funds carried forward		1,465,986	1,465,986	1,483,443

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 11 to 18 form part of these financial statements.

Islamic Education Trust

Statement of Financial Position

31 March 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible fixed assets	14	1,313,902	1,317,005
Current assets			
Debtors	15	1,222	–
Cash at bank and in hand		151,537	167,763
		152,759	167,763
Creditors: amounts falling due within one year	16	675	1,325
Net current assets		152,084	166,438
Total assets less current liabilities		1,465,986	1,483,443
Net assets		1,465,986	1,483,443
Funds of the charity			
Unrestricted funds		1,465,986	1,483,443
Total charity funds	18	1,465,986	1,483,443

These financial statements were approved by the board of trustees and authorised for issue on 19 December 2024, and are signed on behalf of the board by:

AKM Gheewala
Trustee

MFM Mulla
Trustee

The notes on pages 11 to 18 form part of these financial statements.

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 3-13Keythorpe Street, Leicester, LE2 0AU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings	-	10% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted. Debt instruments are subsequently measured at amortised cost.

Where investments in shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship (see hedge accounting policy).

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Currently the charity is a small one and does not deal in complex financial instruments.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

3. Accounting policies *(continued)*

Defined contribution plans *(continued)*

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Donations and legacies

	Unrestricted Funds £	**Total Funds 2024 £**	Unrestricted Funds £	Total Funds 2023 £
Donations				
Donations	78,916	78,916	60,458	60,458
Other donations and legacies				
Other donations - Gift Aid	906	906	1,336	1,336
	79,822	79,822	61,794	61,794

5. Other trading activities

	Unrestricted Funds £	**Total Funds 2024 £**	Unrestricted Funds £	Total Funds 2023 £
Madressa Fees receipts-activity 1	123,208	123,208	127,662	127,662
Kitaab Sales	2,945	2,945	3,676	3,676
Other income from other trading activities type 3 - Nikah Fees	3,600	3,600	–	–
	129,753	129,753	131,338	131,338

6. Investment income

	Unrestricted Funds £	**Total Funds 2024 £**	Unrestricted Funds £	Total Funds 2023 £
Income from investment properties	14,880	14,880	14,600	14,600
Other interest receivable	1,160	1,160	62	62
	16,040	16,040	14,662	14,662

7. Costs of raising donations and legacies

	Unrestricted Funds £	**Total Funds 2024 £**	Unrestricted Funds £	Total Funds 2023 £
Costs of raising donations and legacies - Donations	43,367	43,367	18,121	18,121

8. Costs of other trading activities

	Unrestricted Funds £	**Total Funds 2024 £**	Unrestricted Funds £	Total Funds 2023 £
Costs of other trading activities - Shop costs	132,732	132,732	108,264	108,264

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	**Total Funds 2024 £**	Unrestricted Funds £	Total Funds 2023 £
Support costs	66,973	66,973	61,031	61,031

10. Expenditure on charitable activities by activity type

	Support costs £	**Total funds 2024 £**	Total fund 2023 £
Governance costs	66,973	66,973	61,031

11. Independent examination fees

Fees paid to the Independent examiner was agreed at £675

12. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2024 £	2023 £
Wages and salaries	25,840	24,821
Employer contributions to pension plans	1,332	–
	27,172	24,821

Staff costs under governance was £25,840

The average head count of employees during the year was 27 (2023: 27).

No employee received employee benefits of more than £60,000 during the year (2023: Nil).

13. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related party were received by the trustees

14. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	**Total £**
Cost			
At 1 April 2023	1,278,049	101,062	1,379,111
Additions	–	881	881
At 31 March 2024	1,278,049	101,943	1,379,992
Depreciation			
At 1 April 2023 and 31 March 2024	–	66,090	66,090
Carrying amount			
At 31 March 2024	1,278,049	35,853	1,313,902
At 31 March 2023	1,278,049	34,972	1,313,021

15. Debtors

	2024 £	2023 £
Prepayments and accrued income	1,222	–

16. Creditors: amounts falling due within one year

	2024 £	2023 £
Accruals and deferred income	675	1,325

17. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £1,332 (2023: £Nil).

18. Analysis of charitable funds

Unrestricted funds

	At 1 April 2023	Income	Expenditure	At 31 March 2024
	£	£	£	£
General funds	1,483,443	225,615	(243,072)	1,465,986

	At 1 April 2022	Income	Expenditure	At 31 March 2023
	£	£	£	£
General funds	1,463,065	207,794	(187,416)	1,483,443

19. Financial instruments

The Charity is very small and does not deal in complex financial instruments.

ISLAMIC EDUCATION TRUST (LEICESTER)

England & Wales - Charity number 1146612

Accounts

CHARITY REGISTRATION NUMBER: 1146612

Islamic Education Trust

Unaudited Financial Statements

31 March 2023

YUSUF BADAT & CO-CHARTERED CERTIFIED ACCOUNTANT
Chartered Certified Accountants
154 Melbourne Road
Leicester
Leicestershire
LE2 0DT

Islamic Education Trust

Financial Statements

Year ended 31 March 2023

	Page
Trustees' annual report	1
Independent examiner's report to the trustees	8
Statement of financial activities	9
Statement of financial position	10
Notes to the financial statements	11

Islamic Education Trust

Trustees' Annual Report

Year ended 31 March 2023

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2023.

Chair's report

The trustees present their report and the financial statements for the year ended 31 March 2023.The trustees and office bearers who served during the year and up to the date of this report are set out below.

Reference and administrative details

Registered charity name	Islamic Education Trust
Charity registration number	1146612
Principal office	3-13 Keythorpe Street Leicester LE2 0AL

The trustees

AKM Gheewala
MFM Mulla
MSE Mulla (Treasurer)

Islamic Education Trust is an unincorporated charity and the business address is 3-13 Keythorpe Street, Leicester LE2 0AL which is also the registered office. The following are the trustees who served during the year ended 31 March 2023 till to-date are as follows:

Abdukkarim M Gheewala (Chief Executive and President)
Enayatulla Khan Pathan (Vice President)
Mohammed Faruk Mulla (Secretary)
Adam Yusuf Sabat
Fakir Ahmad GA Gheewala
Abubaker Mohamed Faruk Mulla
Miya Ahmed HM Mulla
Mohamed Ghari
Ismail Ibrahim Mulla

The following are the office bearers but not trustees and took keen part in the management of Islamic Education Trust:

Shoiab Haji (Internal Auditor)
Mohamed Soyabe Ebrahim Mulla (Treasurer)
Adam Yusuf Sabat (Madrasha Secretary)

Company secretary	Mohamed Faruk Mulla
Independent examiner	Yusuf Badat FCCA Chartered Certified Accountant 154 Melbourne Road Leicester Leicestershire LE2 0DT

Structure, governance and management

Islamic Education Trust

Report of the trustees for the year ended 31 March 2023

The trustees of the Islamic Education Trust (IET) present their report and the financial statements for the year ended 31 March 2023. The trustees who served during the year and up to the date of this report are set out on page 1 - 2.

Structure, governance and management:

Assalamualaykum Warahmatullahe Wabarakatohu

The Trustees have pleasure in presenting their report for the year ended 31 March 2023 in accordance with the Charity Commission's recommendations and guidelines.

Status & Administration & Responsibilities & Obligations:

The IET continues to operate in a safe environment following COVID ensuring the health and wellbeing of the users of the facilities of IET is at the forefront. Health and safety risks are continually assessed by the elected Executive Committee who manage the day-to-day operations of the IET, and any mitigating actions are implemented to minimise the risks to public safety.

In addition, the Madressa supplementary school continues to thrive post COVID with over 430 children attending in the evening, ranging from 5 to 18 years in age with a staff compliment of 27.

We remain actively engaged with other community and faith groups in the city in sharing good practices and in organising support for the vulnerable individuals and groups. We remain grateful to all our communities, our congregations and volunteers for their assistance, support and cooperation during this year.

By the grace of Almighty Allah, the Trust is operating as a vibrant organisation in making community services provisions. The elected executive council remains responsible for the day to day operational management and decisions. The monthly EC meeting cycle has been proved very successful and effective in managing all our activities. We are pleased to report that the participation of EC members and trustees to these meetings have remained excellent. Many young trust members have started shadowing the office bearers, a practice introduced to encourage young members to be active in learning as well as increasing ownership of the programmes and activities. This has been very successful in generating new ideas and programmes for the Trust on one hand, and on the other hand it's assisting in developing a second line of young leadership. This Partnership working has been proved successful.

We review our objectives and activities regularly ensuring compliance with the Charity Commission's general guidance. In addition, the review assists us in ensuring that all our programmes and activities remain aligned to our stated & agreed objectives & purposes.

Risk Management:

The trust operates its accounts with leading banks to minimise disruption and risk. The Trust does not have any investment portfolio. However, we have two properties, one at 4 Wilson Street and second one at 13 Garendon Street. Both these properties are rented out generating regular monthly income for the Trust. The tenant occupancies remain high and the properties never remain unoccupied. We continue to respect the donor's wishes fully and income generated is being used accordingly. We have

ongoing review of the risks which charity faces in respect of the sector in which it operates and plan to manage such risks and mitigate their effects.

Responsibilities of the Trustees:

The EC takes safeguarding (Adults & Children) very seriously. The policy statements are prepared and endorsed in addition to DBS checks for the key office bearers who come into contacts with young children. All staff are trained in safeguarding and refresher training occurs annually for the staff who are in regular contact with children. The EC also takes legal framework very seriously in complying with existing legislative obligations for the charitable organisation like the Trust. There is always an an ongoing review of our policies and procedures ensuring that new guidance is taken seriously and that our policies and procedures are aligned to the most current requirements.

Objectives and activities

Trust Charity Objectives:

The object of the charity is to advance the Islamic Religion , including offering prayer facilities, conducting marriage ceremonies, supporting Muslim burial facilities, education of Muslim children, organise adult education classes, deliver lectures covering Islamic subjects, engage with other faiths in the city and county of Leicestershire towards promoting racial and religious harmony, organise youth programs, and help to relieve the poor and disadvantaged groups in hospitals and poor economic conditions across the world. These objectives are well reflected in all our programmes and activities.

Principle policy to guide our work in achieving the Charity Objectives:

To establish a Masjid for prayer facilities in accordance with the Islamic teachings offering public space for worshippers in a safe, peaceful and appealing environment. A space where service users could pray and meditate in discharging their obligatory religious duties.

Continuing with principle policy to guide our work in achieving the Charity's Objectives:

To establish Madrasah (school) in offering safe and secure learning environment for young people and the older generation and other ancillary buildings to be used for achieving the same objectives in providing community services in line with the Trust objectives.

Achievements and performance

Achievements and performance:

Activities and achievements:

The charity is managed and run by the group of committed volunteers, who offer their time and expertise with religious commitments. The Trust representatives have always remained on the forefront in actively participating with statutory organisations and voluntary sector groups in addressing the issues affecting Leicester community.

Report of the trustees for the year ended 31 March 2023
Charity's performance during the year:

The list of programmes and activities for the year is too long, but following outlines the broad spectrum of our work:

Management and running of the mosque:

Masjid Al Falah offers daily five times prayers and Friday prayers, Islamic marriage ceremonies, regular education programs and monthly youth programs, holding mosque open days for visitors of all backgrounds to help promote a better understanding of our faith and organising Iftaar evenings (breaking fast at sun set in the month of Ramadan) for people of different faiths as well as people of no faith.

Management and running of the Madrasha Falahe Darain:

Islamic education facilities are catered for circa 430 children - boys and girls with the age range group of 5 to 16 years taught by 27 qualified members of staff-both male and female. Additionally, our young students actively participate in selecting & supporting a charity of their choice every year. They also take part in sporting activities for young children in partnership with the Khidmah organisation and other Youth groups.

Adult Islamic education classes for men and women:

Men and women have benefitted from the classes who wanted to learn more about Islam and those who have also been lagging behind in acquiring the knowledge of basic five pillars of Islam and Quranic teachings. Numbers have ranged from 12 to 25 people.

Representation & affiliation with Other Organisations:

The charity is also affiliate member of other organisations and liaises with those bodies in promoting good community and race relations. It works with people of all faiths or no faith and with people of different race backgrounds. It works closely with Federation of Muslim Organisation, Council of Faith Leicester, Federation of Indian Muslim Organisation and Muslim Council Of Britain and Muslim Burial Council Of Leicestershire (MBCOL) & Indian High Commission. Masjid notice board has remained a popular tool for disseminating information for community use.

Charity Assets:

Main Charity Assets:
3-13 Keythorpe Street.

The principal property at 3-13 Keythorpe Street, Leicester comprises of the Masjid and Madrasah facilities.

Other Buildings owned by the Charity:

The building at 4 Keythorpe Street is used for Madrasah activities as well as for women's educational classes. The property at 8-10 Wilson Street is being used as an educational/ Madrasah centre for girls. Also, the property is regularly used for community based activities.

Investment Property:

The houses at 4 Wilson Street and at 13 Garendon Street are on rent for family accommodation, generating income for the Trust. The values of the properties in the balance sheet reflect the historical cost value.

Islamic Education Trust
Report of the trustees for the year ended 31 March 2023

Concluding remarks regarding achievements and performance:

The Islamic Education Trust (Leicester) has enjoyed a good reputation and managed to create a positive profile within the Leicester community, delivering on its organisational objectives and providing an essential service to the community. We remain quite focused on our objectives and purposes in designing our programmes and activities. We promote active participation of community volunteers and take regular feedback from service users. We thank all our service users for their cooperation and support, our supporters & volunteers for their dedicated help and all the trustees and executive council for their commitments and contributions in making the year a successful one. We as trustees pray for all and sincerely hope that your cooperation will continue as before, enabling us to continue providing valuable community services through the Trust. Wassalam

Financial review

This is the tenth report presented for the year ended 31 March 2023 in charity format

Total incoming and outgoing resources:
Total income for the year was £207,794 (last year £210,748)
Total spent for the year was £187,416 (last year £142,543)
Surplus income for the year was £20,378 (last year £68,205)
The above expenses includes depreciation cost and incoming resources includes rental income of £14,662 (last year £13,373)

Investment Income:
Gross rental receipts for the current year was £14,662

Incoming Resources-Voluntary income:
Donations received were £61,794 (last year £61,860)

Activities for Generating funds-Madrasha fees:
Gross madrassah fees received was £127,662 (last year £132,144)

Activities for Generating Funds-Book Shop

Bookshop sales was £3,676 (last year £3,147)

Resources Expended on activities:
Ustad wages and expenses was £105,508 (last year £86,829)
Bookshop purchases was £2,756 (last year 3,878)

Governance Cost:
Governance cost was £61,031 including depreciation (last year £48,880)

The trustees' annual report was approved on 9 November 2023 and signed on behalf of the board of trustees by:

AKM Gheewala
Trustee

MFM Mulla
Trustee

pp:

signed on behalf of
Mr MFM Mulla,
E. PATHAN
VICE PRESIDENT.

MSE Mulla (Treasurer)

Islamic Education Trust

Independent Examiner's Report to the Trustees of Islamic Education Trust

Year ended 31 March 2023

I report to the trustees on my examination of the financial statements of Islamic Education Trust ('the charity') for the year ended 31 March 2023.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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

YBadat

Yusuf Badat FCCA
Chartered Certified Accountant
Independent Examiner

154 Melbourne Road
Leicester
Leicestershire
LE2 0DT

Islamic Education Trust

Statement of Financial Activities

Year ended 31 March 2023

	Note	2023 Unrestricted funds £	2023 Total funds £	2022 Total funds £
Income and endowments				
Donations and legacies	4	61,794	61,794	61,860
Other trading activities	5	131,338	131,338	135,515
Investment income	6	14,662	14,662	13,373
Total income		207,794	207,794	210,748
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	7	18,121	18,121	2,956
Costs of other trading activities	8	108,264	108,264	90,707
Expenditure on charitable activities	9,10	61,031	61,031	48,880
Total expenditure		187,416	187,416	142,543
Net income and net movement in funds		20,378	20,378	68,205
Reconciliation of funds				
Total funds brought forward		1,463,065	1,463,065	1,394,860
Total funds carried forward		1,483,443	1,483,443	1,463,065

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 11 to 17 form part of these financial statements.

Islamic Education Trust

Statement of Financial Position

31 March 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible fixed assets	**15**	1,317,005	1,321,333
Current assets			
Cash at bank and in hand		167,763	142,382
Creditors: amounts falling due within one year	**16**	1,325	650
Net current assets		166,438	141,732
Total assets less current liabilities		1,483,443	1,463,065
Net assets		1,483,443	1,463,065
Funds of the charity			
Unrestricted funds		1,483,443	1,463,065
Total charity funds	**17**	1,483,443	1,463,065

These financial statements were approved by the board of trustees and authorised for issue on 9 November 2023, and are signed on behalf of the board by:

AKM Gheewala
Trustee

MFM Mulla
Trustee

pp: E Pathan.
signed on behalf of mfm mulla.
E PATHAN
Vice President.

The notes on pages 11 to 17 form part of these financial statements.

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 3-13Keythorpe Street, Leicester, LE2 0AU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

3. **Accounting policies** *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

3. **Accounting policies** *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings	-	10% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted. Debt instruments are subsequently measured at amortised cost.

Where investments in shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship (see hedge accounting policy).

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Currently the charity is a small one and does not deal in complex financial instruments.

4. Donations and legacies

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations	60,458	60,458	60,268	60,268

4. Donations and legacies *(continued)*

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Other donations and legacies				
Other donations and legacies type 1	1,336	1,336	1,592	1,592
	61,794	61,794	61,860	61,860

5. Other trading activities

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Madressa Fees receipts-activity 1	127,662	127,662	132,144	132,144
HMRC Furlough Received for Madressah	–	–	224	224
Kitaab Sales	3,676	3,676	3,147	3,147
	131,338	131,338	135,515	135,515

6. Investment income

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Income from investment properties	14,600	14,600	13,370	13,370
Other interest receivable	62	62	3	3
	14,662	14,662	13,373	13,373

7. Costs of raising donations and legacies

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Costs of raising donations and legacies - Donations	18,121	18,121	2,956	2,956

8. Costs of other trading activities

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Costs of other trading activities - Shop costs	108,264	108,264	90,707	90,707

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Support costs	61,031	61,031	48,880	48,880

10. Expenditure on charitable activities by activity type

	Support costs £	**Total funds 2023 £**	Total fund 2022 £
Governance costs	61,031	61,031	48,880

11. Net income

Net income is stated after charging/(crediting):

	2023 £	2022 £
Depreciation of tangible fixed assets	–	4,809

12. Independent examination fees

Fees paid to the Independent examiner was agreed at £675

13. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2023 £	2022 £
Wages and salaries	24,821	25,480

Staff costs under governance was 24,821

The average head count of employees during the year was Nil (2022: Nil).

Average staff numbers were 27 and last year 27

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

14. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related party were received by the trustees

15. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	**Total £**
Cost			
At 1 April 2022 and 31 March 2023	1,278,049	101,062	1,379,111
Depreciation			
At 1 April 2022 and 31 March 2023	–	62,106	62,106
Carrying amount			
At 31 March 2023	1,278,049	38,956	1,317,005
At 31 March 2022	1,278,049	38,956	1,317,005

16. Creditors: amounts falling due within one year

	2023 £	2022 £
Accruals and deferred income	1,325	650

17. Analysis of charitable funds

Unrestricted funds

	At 1 April 2022 £	Income £	Expenditure £	**At 31 March 2023 £**
General funds	1,463,065	207,794	(187,416)	1,483,443

	At 1 April 2021 £	Income £	Expenditure £	At 31 March 2022 £
General funds	1,394,860	210,748	(142,543)	1,463,065

18. Financial instruments

The Charity is very small and does not deal in complex financial instruments.

ISLAMIC EDUCATION TRUST (LEICESTER)

England & Wales - Charity number 1146612

Accounts

CHARITY REGISTRATION NUMBER: 1146612

Islamic Education Trust

Unaudited Financial Statements

31 March 2022

YUSUF BADAT & CO-CHARTERED CERTIFIED ACCOUNTANT
Chartered Certified Accountants
154 Melbourne Road
Leicester
Leicestershire
LE2 0DT

Islamic Education Trust

Financial Statements

Year ended 31 March 2022

	Page
Trustees' annual report	1
Independent examiner's report to the trustees	8
Statement of financial activities	9
Statement of financial position	10
Notes to the financial statements	11

Islamic Education Trust

Trustees' Annual Report

Year ended 31 March 2022

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2022.

Chair's report

The trustees present their report and the financial statements for the year ended 31 March 2022.The trustees and office bearers who served during the year and up to the date of this report are set out below.

Reference and administrative details

Registered charity name	Islamic Education Trust
Charity registration number	1146612
Principal office	3-13 Keythorpe Street Leicester LE2 0AL

The trustees

AKM Gheewala
MFM Mulla
MS E Mulla (Treasurer)

Islamic Education Trust is an unincorporated charity and the business address is 3-13 Keythorpe Street, Leicester LE2 0AL which is also the registered office. The following are the trustees who served during the year ended 31 March 2022 till to-date are as follows:

Abdukkarim M Gheewala (Chief Executive and President)
Enayatulla Khan Pathan (Vice President)
Mohammed Faruk Mulla (Secretary)
Adam Yusuf Sabat
Fakir Ahmad GA Gheewala
Abubaker Mohamed Faruk Mulla
Miya Ahmed HM Mulla
Mohamed Ghari
Ismail Ibrahim Mulla

The following are the office bearers but not trustees and took keen part in the management of Islamic Education Trust:

Shoiab Haji (Internal Auditor)
Mohamed Soyabe Ebrahim Mulla (Treasurer)
Mohamad Fakir Ahmed Gheewala (Madrasha Secretary)

Company secretary	Mohamed Faruk Mulla
Independent examiner	Yusuf Badat FCCA Chartered Certified Accountant 154 Melbourne Road Leicester Leicestershire LE2 0DT

Structure, governance and management

The trustees present their report and financial statement for the year ended 31 March 2022. The trustees who served during the year end and up to the date of this report are set out on the pages 1-2.

Structure, Governance and Management:

Assalamualaykum Warahmatullahe Wabarakatohu
The Trustees have pleasure in presenting their report for the year ended 31 March 2022 in accordance with the Charity Commission's recommendations and guidelines

Status & Administration & Responsibilities & Obligations:

This year has seen some significant challenges, primarily in the areas of ensuring the health and wellbeing of the users of the facilities of IET, as we came out of covid lockdowns and tried to return to some kind of normality. The Trust members proactively sought guidance from the authorities and implemented safety measures to restrict the spread of Covid and ensure the wellbeing of the community by following the 'Roadmap out of Lockdown'. This included encouraging to the public to continue to wear face masks whilst in the mosque, limit the use of public ablution areas and to bring their own prayer mats. Although social distancing was now being phased out from the main prayer hall in the mosque, facilities were made available in an adjoining annex room for those that wished to continue with social distancing.

Health and safety risks were continually assessed by the elected Executive Committee who managed the day-to-day operations of the IET, and mitigating actions were implemented to minimise the risks to public safety.

In addition, there was a concerted effort in bringing the children back to the Madressa supplementary school in a safe manner by the Madrassah committee and the teaching staff. We remain grateful to them for their effort and continued support in ensuring the well being of the children as they returned back to their classes. To date there are 429 children attending the Madrassah supplementary school in the evening, ranging from 5 to 18 years in age with a staff compliment of 27.

We remained actively engaged with other community and faith groups in the city in sharing good practices and in organising support for the vulnerable individuals and groups. We are pleased to report that the most challenging period during the year has been met with constructively and positively. We remain grateful to all our communities, our congregations and volunteers for their assistance, support and cooperation during this unprecedented challenging time.

By the grace of Almighty Allah, the Trust is operating as a vibrant organisation in making community services provisions. The elected executive council remains responsible for the day to day operational management and decisions. The monthly EC meeting cycle has been proved very successful and effective in managing all our activities. We are pleased to report that the participation of EC members and trustees to these meetings have remained excellent. Many young trust members have started shadowing the office bearers, a practice introduced to encourage young members to be active in learning as well as increasing ownership of the programmes and activities. This has been very successful in generating new ideas and programmes for the Trust on one hand, and on the other hand it's assisting in developing a second line of young leadership. This Partnership working has been proved successful.

We review our objectives and activities regularly ensuring compliance with the Charity Commission's general guidance. In addition, the review assists us in ensuring that all our programmes and activities remain aligned to our stated & agreed objectives & purposes.

Risk Management:

The trust operates its accounts with leading banks to minimise disruption and risk. The Trust does not have any investment portfolio. However, we have two properties, one at 4 Wilson Street and second one at 13 Garendon Street. Both these properties are rented out generating regular monthly income for the Trust. The tenant occupancies remain high and the properties never remain unoccupied. We continue to respect the donor's wishes fully and income generated is being used accordingly.

We have ongoing review of the risks which charity faces in respect of the sector in which it operates and plan to manage such risks and mitigate their effects.

Responsibilities of the Trustees:

The EC takes safeguarding of Adults and Children very seriously. The policy statements are prepared and endorsed in addition to DBS checks for the key office bearers who come into contact with young children. All staff are trained in safeguarding and refresher training occurs annually for the staff who are in regular contact with children. The EC also takes legal framework very seriously in complying with existing legislative obligations for the charitable organisation like the Trust. There is always an ongoing review of our policies and procedures ensuring that new guidance is taken seriously and that our policies and procedures are aligned to the most current requirements.

Objectives and activities

Trust Charity Objectives:

The object of the trust is to advance the Islamic Religion, including offering prayer facilities, conducting marriage ceremonies, supporting Muslim burial facilities, education of Muslim children, organise adult education classes, deliver lectures covering Islamic subjects, engage with other faiths in the city and county of Leicestershire towards promoting racial and religious harmony, organise youth programs, and help to relieve the poor and disadvantaged groups in hospitals and poor economic conditions across the world. These objectives are well reflected in all our programmes and activities.

Principle policy to guide our work in achieving the Charity's Objectives:

To establish a Masjid for prayer facilities in accordance with the Islamic teachings offering public space for worshippers in a safe, peaceful and appealing environment. A space where service users could pray and meditate in discharging their obligatory religious duties.

To establish Madrasha (school) in offering safe and secure learning environment for young people and the older generation and other ancillary buildings to be used for achieving the same objectives in providing community services in line with the Trust objectives.

Achievements and performance

Activities and achievements:

The charity is managed and run by the group of committed volunteers, who offer their time and expertise with religious commitments. The Trust representatives have always remained on the forefront in actively participating with statutory organisations and voluntary sector groups in addressing the issues affecting Leicester community.

Charity's performance during the year:

The list of programmes and activities for the year is too long but following outline the broad spectrum of our work:

Management and running of the Mosque:

Masjid Al Falah offers daily five times prayers and Friday prayers, Islamic Marriage ceremonies, regular education programs and monthly youth programs, holding mosque open days for visitors of all backgrounds to help promote a better understanding of our faith and organising Iftaar evenings (breaking fast at sunset in the month of Ramadan) for people of different faiths as well as people of no faith.

It should be noted that the masjid was closed to the public for the last week of March 2020 to comply with fiscal guidelines and adherence to the corona virus lockdown rules.

Management and running of the Madrasha Falahe Darain:

Islamic education facilities are catered for circa 420 children-boys and girls with the age range group of 5 to 16 years taught by 27 qualified members of staf-both male and female. Additionally, our young students actively participate in selecting and supporting a charity of their choice every year. They also take part in sporting activities for young children in partnership with the Khidmah organisation and other Youth groups.

It should be noted tht the Madrasha was closed during the lockdown period to comply with guidelines and in adherence to the corona viruslockdown rules. Hovever, online teaching facilities were immediately set up to provide essential coverage of the syllabus, thus minimising the disruptions for our students.

Adult Islamic education classes for men and women:

Men and women have benefitted from the classes who wanted to learn more and those who have also been lagging in behind in acquiring the knowledge of basic five pillars of Islam and Quranic teachings. Numbers have ranged from 12 to 25 people.

Representations & affiliation with Other Organisations:

The charity is also an affiliate member of other organisations and liases with those bodies in promoting good community and race relations. It works with people of all faiths or no faiths and with people of different race backgrounds. It works closely with Federation of Muslim Organisation, Council of Faith Leicester, Federation of Indian Muslim Organisation and Muslim Council of Britain and Muslim Burial Council of Leicestershire (MBCOL) and Indian High Commission. Masjid notice board has remained a a popular tool for disseminating information for community use.

Charity Assets:

The principal property at 3-13 Keythorpe Street, Leicester comprises of the Masjid and Madrasha facilities.

Other Buildings owned by the Charity:

The building at 4 Keythorpe Street is used for Madrasha activities as well as for women's educational classes. The property at 8-10 Wilson Street is being used as an education/Madrasha centre for girls. Also, the property is regularly used for community based activities.

Investment Property:
The houses at 4 Wilson Street and 13 Garendon Street are on rent for family accommodation, generating income for the Trust. The values of the properties in the balance sheet reflect historical cost value.

Concluding remarks regarding Achievements and performance:

The Islamic Education Trust (Leicester) has enjoyed a good reputation and managed to create a positive profile within the Leicester community, delivering on its organisational objectives and providing an essential service to the community. We remain quite focussed on our objectives and purposes in designing our programmes and activities. We promote active participation of community volunteers and take regular feedback from service users. We thank all our users for their cooperation and support, our supporters and volunteers for their dedicated help and all the trustees and executive council for their commitments and contributions in making the year a successful one. We as trustees pray for all the sincerely hope that your cooperation will continueas before, enabling us to continue providing valuable community services through the Trust. Wassalam

Financial review

This is the tenth report presented for the year ended 31 March 2022 in charity format

Total incoming and outgoing resources:
Total income for the year was £210,748 (last year £171,154)
Total spent for the year was £142,543 (last year £133,656)
Surplus income for the year was £68,205 (last year £37,498)
The above expenses includes depreciation cost and incoming resources includes rental income of £13,370 (last year £15,660)

Investment Income:
Gross rental receipts for the current year was £13,370

Incoming Resources-Voluntary income:
Donations received were £61,860 (last year £40,497)

Activities for Generating funds-Madrasha fees:
Gross madrassah fees received was £132,144 (last year £92,262)

Activities for Generating Funds-Book Shop

Bookshop sales was £3,147 (last year £2,582)

Resources Expended on activities:
Ustad wages and expenses was 86,829 (last year £90,944)
Bookshop purchases was £3,878 (last year 1,950)

Governance Cost:
Governance cost was £48,880 including depreciation (last year £38,905)

The trustees' annual report was approved on 30th JAN 23 and signed on behalf of the board of trustees by:

AKM Gheewala
Trustee

MFM Mulla
Trustee

MS E Mulla (Treasurer)

Islamic Education Trust

Independent Examiner's Report to the Trustees of Islamic Education Trust

Year ended 31 March 2022

I report to the trustees on my examination of the financial statements of Islamic Education Trust ('the charity') for the year ended 31 March 2022.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or

2. the financial statements do not accord with those records; or

3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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

YBadat, 30/01/2023.

Yusuf Badat FCCA
Chartered Certified Accountant
Independent Examiner

154 Melbourne Road
Leicester
Leicestershire
LE2 0DT

Islamic Education Trust

Statement of Financial Activities

Year ended 31 March 2022

	Note	2022 Unrestricted funds £	2022 Total funds £	2021 Total funds £
Income and endowments				
Donations and legacies	4	61,860	61,860	40,497
Other trading activities	5	135,515	135,515	114,997
Investment income	6	13,373	13,373	15,660
Total income		210,748	210,748	171,154
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	7	2,956	2,956	1,700
Costs of other trading activities	8	90,707	90,707	93,051
Expenditure on charitable activities	9,10	48,880	48,880	38,905
Total expenditure		142,543	142,543	133,656
Net income		68,205	68,205	37,498
Other recognised gains and losses				
Other gains/(losses) user defined 1		(68,205)	(68,205)	(37,498)
Reconciliation of funds				
Total funds brought forward		1,394,860	1,394,860	1,357,362
Total funds carried forward		1,394,860	1,394,860	1,357,362

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

Islamic Education Trust

Statement of Financial Position

31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	**15**	1,321,333	1,320,038
Current assets			
Cash at bank and in hand		142,382	75,922
Creditors: amounts falling due within one year	**16**	650	1,100
Net current assets		141,732	74,822
Total assets less current liabilities		1,463,065	1,394,860
Net assets		1,463,065	1,394,860
Funds of the charity			
Unrestricted funds		1,463,065	1,394,860
Total charity funds	**17**	1,463,065	1,394,860

These financial statements were approved by the board of trustees and authorised for issue on 30 January ~~2022~~ 2023, and are signed on behalf of the board by:

AKM Gheewala
Trustee

MFM Mulla
Trustee

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 3-13Keythorpe Street, Leicester, LE2 0AU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings	-	10% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted. Debt instruments are subsequently measured at amortised cost.

Where investments in shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship (see hedge accounting policy).

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Currently the charity is a small one and does not deal in complex financial instruments.

4. Donations and legacies

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations	60,268	60,268	40,497	40,497

4. Donations and legacies *(continued)*

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
Other donations and legacies				
Other donations and legacies type 1	1,592	1,592	–	–
	61,860	61,860	40,497	40,497

5. Other trading activities

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
Madressa Fees receipts-activity 1	132,144	132,144	92,262	92,262
HMRC Furlough Received for Madressah	224	224	20,153	20,153
Kitaab Sales	3,147	3,147	2,582	2,582
	135,515	135,515	114,997	114,997

6. Investment income

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
Income from investment properties	13,370	13,370	15,660	15,660
Other interest receivable	3	3	–	–
	13,373	13,373	15,660	15,660

7. Costs of raising donations and legacies

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
Costs of raising donations and legacies - Donations	2,956	2,956	1,700	1,700

8. Costs of other trading activities

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
Costs of other trading activities - Shop costs	90,707	90,707	93,051	93,051

9. Expenditure on charitable activities by fund type

	Unrestricted Funds	**Total Funds 2022**	Unrestricted Funds	Total Funds 2021
	£	**£**	£	£
Support costs	48,880	48,880	38,905	38,905

10. Expenditure on charitable activities by activity type

	Support costs	**Total funds 2022**	Total fund 2021
	£	**£**	£
Governance costs	48,880	48,880	38,905

11. Net income

Net income is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation of tangible fixed assets	4,809	4,666

12. Independent examination fees

Fees paid to the Independent examiner was agreed at £550

13. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2022	2021
	£	£
Wages and salaries	25,480	20,152

Staff costs under governance was 20,152

The average head count of employees during the year was Nil (2021: 27).

Average staff numbers were 27 and last year 20

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

14. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related party were received by the trustees

15. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	**Total £**
Cost			
At 1 April 2021	1,278,049	94,958	1,373,007
Additions	–	6,104	6,104
At 31 March 2022	1,278,049	101,062	1,379,111
Depreciation			
At 1 April 2021	–	52,969	52,969
Charge for the year	–	4,809	4,809
At 31 March 2022	–	57,778	57,778
Carrying amount			
At 31 March 2022	1,278,049	43,284	1,321,333
At 31 March 2021	1,278,049	41,989	1,320,038

16. Creditors: amounts falling due within one year

	2022 £	2021 £
Accruals and deferred income	650	1,100

17. Analysis of charitable funds

Unrestricted funds

	At 1 Apr 2021 £	Income £	Expenditure £	Transfers £	Gains and losses £	**At 31 Mar 2022 £**
General funds	1,394,860	210,748	(142,543)	68,205	(68,205)	1,463,065

	At 1 Apr 2020 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2021 £
General funds	1,357,362	171,154	(133,656)	37,498	(37,498)	1,394,860

18. Analysis of net assets between funds

	Unrestricted Funds £	**Total Funds 2022 £**
Tangible fixed assets	–	–
Current assets	–	–
Creditors less than 1 year	–	–
Net assets	–	–

	Unrestricted Funds £	Total Funds 2021 £
Tangible fixed assets	1,320,038	1,320,038
Current assets	75,922	75,922
Creditors less than 1 year	(1,100)	(1,100)
Net assets	1,394,860	1,394,860

19. Financial instruments

The Charity is very small and does not deal in complex financial instruments.

ISLAMIC EDUCATION TRUST (LEICESTER)

England & Wales - Charity number 1146612

Accounts

CHARITY REGISTRATION NUMBER: 1146612

Islamic Education Trust

Unaudited Financial Statements

31 March 2021

YUSUF BADAT & CO-CHARTERED CERTIFIED ACCOUNTANT
Chartered Certified Accountants
154 Melbourne Road
Leicester
Leicestershire
LE2 0DT

Islamic Education Trust

Trustees' Annual Report

Year ended 31 March 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2021.

Chair's report

The trustees present their report and the financial statements for the year ended 31 March 2021.The trustees and office bearers who served during the year and up to the date of this report are set out below.

Reference and administrative details

Registered charity name	Islamic Education Trust
Charity registration number	1146612
Principal office	3-13 Keythorpe Street Leicester LE2 0AL

The trustees

AKM Gheewala
MFM Mulla
IE Mulla (Treasurer)

Islamic Education Trust is an unincorporated charity and the business address is 3-13 Keythorpe Street, Leicester LE2 0AL which is also the registered office. The following are the trustees who served during the year ended 31 March 2021 till to-date are as follows:

Abdukkarim M Gheewala (Chief Executive and President)
Enayatulla Khan Pathan (Vice President)
Mohammed Faruk Mulla (Secretary)
Adam Yusuf Sabat
Fakir Ahmad GA Gheewala
Rafik Ahmed E Ghiwala (recently deceased)
Miya Ahmed HM Mulla
Mohamed Ghari
Ismail Ibrahim Mulla

The following are the office bearers but not trustees and took keen part in the management of Islamic Education Trust:

Shoiab Haji (Internal Auditor)
Imran Ebrahim Mulla (Treasurer)
Mohamad Fakir Ahmed Gheewala (Madrasha Secretary)

Company secretary	Mohamed Faruk Mulla
Independent examiner	Yusuf Badat FCCA Chartered Certified Accountant 154 Melbourne Road Leicester Leicestershire LE2 0DT

Structure, governance and management

The trustees present their report and financial statement for the year ended 31 March 2021. The trustees who served during the year end and up to the date of this report are set out in the pages.

Structure, Governance and Management:

Assalamualaykum Warahmatullahe Wabarakatohu
The Trustees have pleasure in presenting their report for the year ended 31 March 2021 in accordance with the Charity Commission's recommendations and guidelines

Status & Administration & Responsibilities & Obligations:

This year has been a real challenge in many respect. From the middle of March 2020 the debate and news around possible pandemic started coming through raising anxieties and uncertainties around all our activities. All precautionary measures were thought through and was in place in line with the guidance from the Government sources,regular risk assessment was undertaken and the congregation was actively engaged through announcements, publicity materials, talks and discussions. From 22 March until 02 02 August 2020 congregational prayers were suspended. When the lockdown rules were relaxed and individual prayers were permited, prayer facilities were open for a couple of hours during evenings from 5.00 pm to 7.00 pm following the robust risk assessment with all precationary measures. Additional prayers were organised, especially on Fridays and on festival days to facilitate prayers with strict social distances in place. Our facilities were visited and inspected by the Local Authority who remained satisfied with our measures that we were Covid secured.

All our members, community members and volunteers remained committed in working closely with each other in observing the lockdown rules and precautionary measures. We remained in touch with our congregation through the Mosque Radio system and provided valuable support through the open phone line.

We remained actively engaged with other community and faith groups in the city in sharing good practices and in organising support for the vulnerable individuals and groups. We are pleased to report that the most challenging period during the pandemic had been met with constructively and positively. We remain grateful to all our communities for their assistance, support and cooperation during this unprecedented challenging time.

By the grace of Almighty Allah, the Trust is operating as a vibrant organisation in making community service provisions. The elected executive council remains responsible for the day to day operational management and decisions. The monthly EC meeting cycle has been proved very successful and effective in managing all our activities. We are pleased to report that the participation of EC members and trustees to these meetings have remained excellent. Many young trust members have started shadowing the office bearers, a practice introduced to encourage young members to be active in learning as well as increasing ownership of the programmes and activities. This has been successful in generating new ideas and programmes for the Trust on one hand, and on the other hand it's assisting in developing a second line of young leadership. This partnership working has been proved successful.

We review our objectives and activities regularly ensuring compliance with the Charity Commission's guidance. In addition, the review assists us in ensuring that all our programmes and activities remain aligned to our stated and agreed objectives and purposes.

Risk Management:

The Trust operates its accounts with leading banks to minimise disruption and risk. The Trust does not

have any investment portfolio apart from two properties at 4 Wilson Street and 13 Garendon Street. Both these properties are rented out generating income for the Trust. The tenant occupancies remain high and the properties are always occupied. We continue to respect the donor's wishes fully and income generated is being used accordingly.

We have ongoing review of the risks which the charity faces in respect of the sector in which it operates and plan to manage such risks and mitigate their effects.

Responsibilities of the Trustees:

The EC takes safeguarding of Adults and Children very seriously. The policy statements are prepared and endorsed in addition to DBS checks for the key office bearers who come into contact with young children. All staff are trained in safeguarding and refresher training occurs annually for the staff who are in regular contact with children. The EC also takes legal framework very seriously in complying with existing legislative obligations for the charitable organisation like the Trust. There is always an ongoing review of our policies and procedures ensuring that new guidance is taken seriously and that our policies and procedures are aligned to the most current requirements.

Objectives and activities

Trust Charity Objectives:

The object of the trust is to advance the Islamic Religion, including offering prayer facilities, conducting marriage ceremonies, supporting Muslim burial facilities, education of Muslim children, organise adult education classes, deliver lectures covering Islamic subjects, engage with other faiths in the city and county of Leicestershire towards promoting racial and religious harmony, organise youth programs, and help to relieve the poor and disadvantaged groups in hospitals and poor economic conditions across the world. These objectives are well reflected in all our programmes and activities.

Principle policy to guide our work in achieving the Charity's Objectives:

To establish a Masjid for prayer facilities in accordance with the Islamic teachings offering public space for worshippers in a safe, peaceful and appealing environment. A space where service users could pray and meditate in discharging their obligatory religious duties.

To establish Madrasha (school) in offering safe and secure learning environment for young people and the older generation and other ancillary buildings to be used for achieving the same objectives in providing community services in line with the Trust objectives.

Islamic Education Trust

Financial Statements

Year ended 31 March 2021

	Page
Trustees' annual report	1
Independent examiner's report to the trustees	8
Statement of financial activities	9
Statement of financial position	10
Notes to the financial statements	11

Achievements and performance

Activities and achievements:

The charity is managed and run by the group of committed volunteers, who offer their time and expertise with religious commitments. The Trust representatives have always remained on the forefront in actively participating with statutory organisations and voluntary sector groups in addressing the issues affecting Leicester community.

Charity's performance during the year:

The list of programmes and activities for the year is too long but following outline the broad spectrum of our work:

Management and running of the Mosque:

Masjid Al Falah offers daily five times prayers and Friday prayers, Islamic Marriage ceremonies, regular education programs and monthly youth programs, holding mosque open days for visitors of all backgrounds to help promote a better understanding of our faith and organising Iftaar evenings (breaking fast at sunset in the month of Ramadan) for people of different faiths as well as people of no faith.

It should be noted that the masjid was closed to the public for the last week of March 2020 to comply with fiscal guidelines and adherence to the corona virus lockdown rules.

Management and running of the Madrasha Falahe Darain:

Islamic education facilities are catered for circa 420 children-boys and girls with the age range group of 5 to 16 years taught by 27 qualified members of staf-both male and female. Additionally, our young students actively participate in selecting and supporting a charity of their choice every year. They also take part in sporting activities for young children in partnership with the Khidmah organisation and other Youth groups.

It should be noted tht the Madrasha was closed during the lockdown period to comply with guidelines and in adherence to the corona viruslockdown rules. Hovever, online teaching facilities were immediately set up to provide essential coverage of the syllabus, thus minimising the disruptions for our students.

Adult Islamic education classes for men and women:

Men and women have benefitted from the classes who wanted to learn more and those who have also been lagging in behind in acquiring the knowledge of basic five pillars of Islam and Quranic teachings. Numbers have ranged from 12 to 15 people.

Representations & affiliation with Other Organisations:

The charity is also an affiliate member of other organisations and liases with those bodies in promoting good community and race relations. It works with people of all faiths or no faiths and with people of different race backgrounds. It works closely with Federation of Muslim Organisation, Council of Faith Leicester, Federation of Indian Muslim Organisation and Muslim Council of Britain and Muslim Burial Council of Leicestershire (MBCOL) and Indian High Commission. Masjid notice board has remained a a popular tool for disseminating information for community use.

Charity Assets:

The principal property at 3-13 Keythorpe Street, Leicester comprises of the Masjid and Madrasha facilities.

Other Buildings owned by the Charity:

The building at 4 Keythorpe Street is used for Madrasha activities as well as for women's educational classes. The property at 8-10 Wilson Street is being used as an education/Madrasha centre for girls. Also, the property is regularly used for community based activities.

Investment Property:
The houses at 4 Wilson Street and 13 Garendon Street are on rent for family accommodation, generating income for the Trust. The values of the properties in the balance sheet reflect historical cost value.

Concluding remarks regarding Achievements and performance:

The Islamic Education Trust (Leicester) has enjoyed a good reputation and managed to create a positive profile within the Leicester community, delivering on its organisational objectives and providing an essential service to the community. We remain quite focussed on our objectives and purposes in designing our programmes and activities. We promote active participation of community volunteers and take regular feedback from service users. We thank all our users for their cooperation and support, our supporters and volunteers for their dedicated help and all the trustees and executive council for their commitments and contributions in making the year a successful one. We as trustees pray for all the sincerely hope that your cooperation will continueas before, enabling us to continue providing valuable community services through the Trust. Wassalam

Financial review

This is the ninth report presented for the year ended 31 March 2021 in charity format

Total incoming and outgoing resources:
Total income for the year was £171,154 (last year £212,692)
Total spent for the year was £133,656 (last year £190,479)
Surplus income for the year was £37,498 (last year £22,213)
The above expenses includes depreciation cost and incoming resources includes rental income of £15,660 (last year £15,010)

Investment Income:
Gross rental receipts for the current year was £15,660

Incoming Resources-Voluntary income:
Donations received were £40,497 (last year £73998)

Activities for Generating funds-Madrasha fees:
Gross madrassah fees received was £92,262 (last year £120,687))
reduction in fees was due to lockdown and mitigated by furlough pay received £20,153

Activities for Generating Funds-Book Shop

Bookshop sales was £2,582 (last year £3,007)

Resources Expended on activities:
Ustad wages and expenses was 90,994 (last year £98,170)
Bookshop purchases was £1950 (last year 3,056)

Governance Cost:
Governance cost was £38,905 including depreciation (last year £49,203)

The trustees' annual report was approved on 30 January 2022 and signed on behalf of the board of trustees by:

AKM Gheewala
Trustee

MFM Mulla
Trustee

IE Mulla (Treasurer)
Trustee

Islamic Education Trust

Independent Examiner's Report to the Trustees of Islamic Education Trust

Year ended 31 March 2021

I report to the trustees on my examination of the financial statements of Islamic Education Trust ('the charity') for the year ended 31 March 2021.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or

2. the financial statements do not accord with those records; or

3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

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

Yusuf Badat FCCA
Chartered Certified Accountant
Independent Examiner

154 Melbourne Road
Leicester
Leicestershire
LE2 0DT

30 January 2022

Islamic Education Trust

Statement of Financial Activities

Year ended 31 March 2021

	Note	2021 Unrestricted funds £	2021 Total funds £	2020 Total funds £
Income and endowments				
Donations and legacies	4	40,497	40,497	73,989
Other trading activities	5	114,997	114,997	123,694
Investment income	6	15,660	15,660	15,010
Total income		171,154	171,154	212,693
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	7	1,700	1,700	40,050
Costs of other trading activities	8	93,051	93,051	101,226
Expenditure on charitable activities	9,10	38,905	38,905	49,205
Total expenditure		133,656	133,656	190,481
Net income		37,498	37,498	22,212
Other recognised gains and losses				
Other gains/(losses) user defined 1		(37,498)	(37,498)	(22,212)
Reconciliation of funds				
Total funds brought *forward*		1,357,362	1,357,362	1,335,149
Total funds carried forward		1,357,362	1,357,362	1,335,149

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

Islamic Education Trust

Statement of Financial Position

31 March 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	**15**	1,320,038	1,324,545
Current assets			
Cash at bank and in hand		75,922	34,727
Creditors: amounts falling due within one year	**16**	1,100	1,910
Net current assets		74,822	32,817
Total assets less current liabilities		1,394,860	1,357,362
Net assets		1,394,860	1,357,362
Funds of the charity			
Unrestricted funds		1,394,860	1,357,362
Total charity funds	**17**	1,394,860	1,357,362

These financial statements were approved by the board of trustees and authorised for issue on 30 January 2022, and are signed on behalf of the board by:

AKM Gheewala
Trustee

MFM Mulla
Trustee

The notes on pages 11 to 18 form part of these financial statements.

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 3-13Keythorpe Street, Leicester, LE2 0AU.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

3. **Accounting policies** *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

3. Accounting policies *(continued)*

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings	-	10% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

3. Accounting policies *(continued)*

Financial instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted. Debt instruments are subsequently measured at amortised cost.

Where investments in shares or preference shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in profit or loss, with the exception of hedging instruments in a designated hedging relationship (see hedge accounting policy).

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

Currently the charity is a small one and does not deal in complex financial instruments.

4. Donations and legacies

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations	40,497	40,497	73,989	73,989

5. Other trading activities

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Madressa Fees receipts-activity 1	92,262	92,262	120,687	120,687
HMRC Furlough Received for Madressah	20,153	20,153	–	–
Kitaab Sales	2,582	2,582	3,007	3,007
	114,997	114,997	123,694	123,694

6. Investment income

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Income from investment properties	15,660	15,660	15,010	15,010

7. Costs of raising donations and legacies

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Costs of raising donations and legacies - Donations	1,700	1,700	40,050	40,050

8. Costs of other trading activities

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Costs of other trading activities - Shop costs	93,051	93,051	101,226	101,226

9. Expenditure on charitable activities by fund type

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Support costs	38,905	38,905	49,205	49,205

10. Expenditure on charitable activities by activity type

	Support costs £	**Total funds 2021 £**	Total fund 2020 £
Governance costs	38,905	38,905	49,205

11. Net income

Net income is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation of tangible fixed assets	4,666	5,166
Operating lease rentals	–	777

12. Independent examination fees

Fees paid to the Independent examiner was agreed at £550

13. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021	2020
	£	£
Wages and salaries	20,152	24,760

Staff costs under governance was 20,152

The average head count of employees during the year was 27 (2020: 20).

Average staff numbers were 27 and last year 20

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

14. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related party were received by the trustees

15. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	**Total £**
Cost			
At 1 April 2020	1,278,049	94,799	1,372,848
Additions	–	159	159
At 31 March 2021	1,278,049	94,958	1,373,007
Depreciation			
At 1 April 2020	–	48,303	48,303
Charge for the year	–	4,666	4,666
At 31 March 2021	–	52,969	52,969
Carrying amount			
At 31 March 2021	1,278,049	41,989	1,320,038
At 31 March 2020	1,278,049	46,496	1,324,545

16. Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals and deferred income	1,100	1,910

17. Analysis of charitable funds

Unrestricted funds

	At 1 Apr 2020 £	Income £	Expenditure £	Transfers £	Gains and losses £	**At 31 Mar 2021 £**
General funds	1,357,362	171,154	(133,656)	37,498	(37,498)	1,394,860

	At 1 Apr 2019 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2020 £
General funds	1,335,149	212,693	(190,481)	22,213	(22,212)	1,357,362

18. Analysis of net assets between funds

	Unrestricted Funds £	**Total Funds 2021 £**
Tangible fixed assets	1,320,038	1,320,038
Current assets	75,922	75,922
Creditors less than 1 year	(1,100)	(1,100)
Net assets	1,394,860	1,394,860

	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	1,324,545	1,324,545
Current assets	34,727	34,727
Creditors less than 1 year	(1,910)	(1,910)
Net assets	1,357,362	1,357,362

19. Financial instruments

The Charity is very small and does not deal in complex financial instruments.