

**Charity Number: 1147315**

**England and Wales**

**IDC NORTH EAST**

**Trustee's Report and Financial Statements**

**For the Period Ended 01 April '2023**

**IDC NORTH EAST****Report and Accounts****Contents**

	<b>Page</b>
<b>Charity information</b>	<b>3</b>
<b>Trustees' report</b>	<b>4-6</b>
<b>Independent examiner's report to the Trustees</b>	<b>7</b>
<b>Financial Statements</b>	<b>8</b>
<b>Balance Sheet</b>	<b>9</b>
<b>Notes to the accounts</b>	<b>10-14</b>

**IDC NORTH EAST**

**Charity Information for period ended**  
**01 April '2023**

**Trustees:** Mr Saqib Arshad  
Ajaz Khalid Rafi (Appointed 02.03.2023)  
Mr Majid Younas

**Principal bankers:** TSB  
Newcastle

**Business Address:** 2 Shipley Avenue  
Newcastle Upon Tyne  
NE4 9RA

**Charity number:** 1147315  
England and Wales

**Accountants:** S M Q Accountancy and Management Consultancy Ltd  
Crown House-Suite 702, North Circular Road  
London NW10 7PN

**IDC NORTH EAST**  
**Directors'/Trustees' Annual Report**

**Structure, Governance & Management**

The IDC NORTH EAST as charity was incorporated on 03 August 2006 and is governed by Charity Constitution. It is also a registered charity, no. 1147315

**Organisational Structure**

The charity trustees are responsible for the strategic management of the charity. The CEO and staff are responsible for the implementation of plans and the day-to-day running of the charity.

**REFERENCE AND ADMINISTRATIVE DETAILS** Registered charity name IDC North East  
Charity registration number 1147315 Principal office:2 Shipley Avenue, Newcastle Upon Tyne NE4 9RA

**THE TRUSTEES**

The trustees who served the charity during the period were as follows:

Mr Saqib Arshad, Chairman  
Mr Ajaz Khalid Rafi  
Mr Majid Younas

**Accountant**

S M Q Accountancy & Management Consultancy Limited  
Crown House, North Circular Road, London  
NW10 7PN

**GOVERNANCE AND MANAGEMENT OBJECTIVES AND ACTIVITIES**

**Structure, governance and management Structure**

The IDC North East charity was registered on 18 May 2012 governed by Constitution adopted 03/08/2006 as amended on 16/05/2012.

**Objectives**

- 1.To advance the islamic faith by raising awareness to those new to the faith and of different religions.
- 2.The promotion of religious harmony for the benefit of the public by
  - (A) Promoting knowledge and mutual understanding and respect of the the beliefs and practices of different religious faiths;
  - (B) Raising awareness and understanding of islam and work to bring communities together.

**Risk Management**

The trustees have assessed the major risks to which the charity is exposed to and are satisfied that systems are in place to mitigate exposure to these risks.

## **IDC NORTH EAST**

### **Aim:**

The organisation strives to challenge stereotypes and remove misconceptions about Islam through education and practical implementation, based on the authentic teachings and understandings of the Quran and Prophetic traditions.

### **What we do:**

The charity is involved in a number of professional programmes and activities of engagement to bring about a change in perception of Islam and the Muslim community.

### **Services**

Throughout the financial year 2022/2023 IDC North East carried out a variety of projects in the local community.

A brief list of activities is outlined below.

#### **Raising Awareness:**

IDC North East works with public organisations as well as schools delivering Islamic awareness workshops at different levels.

We have run outdoor activities for the wider public to learn more about Islam and Muslims and in particular current issues that affect our society today.

#### **Promotion of Religious Harmony:**

Promoting knowledge and mutual understanding

IDC North East is often invited to Interfaith events to provide an Islamic perspective on certain issues and beliefs. IDC North East works with local organizations and institutes including the local university ISOCs and mosques to promote greater understanding of Islam and empowering the local community to be involved in Islamic awareness work.

#### **Working to bring communities together:**

IDC North East is also passionate to bring positive contributions to society by giving an opportunity to everyone in the community to participate and help make a difference to the welfare of the local community through charity work and volunteering.

#### **New Muslim Support:**

IDC organized support and education for 30 newly converted Muslims to help them through their journey in Islam in a safe environment. This is done through our mentoring programme and educational classes.

## **IDC NORTH EAST**

### **Financial Overview**

#### **Reserves policy**

The trustees have set a reserves policy of £15,000

For the year ended 01 April 2023 the IDC NORTH EAST had a deficit of £43,349 (2021.22 £91,899). The charity's financial position strengthened over last year as trustees and management retained their commitment over the scrutiny of costs and careful selection of focused projects.

#### **Principal funding source**

The majority of funds are raised through grants and donations, an area that the trustees are keen to develop further.

#### **Measures in place**

The trustees have put in place key outcomes and outputs for which funds are to be used. All the funds are used to further the charity's objects.

#### **Financial management policy**

The financial management is managed by the trustees and staff who ensure that the charity adheres to its financial policy and procedures.

Our financial policies and procedures are designed to ensure that charitable donations are spent in line with IDC North East's charitable objectives.

All expenditure is reviewed and approved by the financial controller to ensure that funds are expended on items that fulfil its charitable objectives in the most cost-effective manner for the charity.

The income, expenditure and records of the charity are internally audited quarterly by the treasurer on behalf of the trustees to ensure that the financial policies and procedures have been followed.

**Approved by the trustees on 23rd January 2024 and signed on their behalf:**



**Mr Saqib Arshad  
(Trustee)**

## **Independent examiner's report to the Trustees of IDC NORTH EAST**

I report on the accounts of the charity for the year ended 1st April 2023, which are set out on pages 10 to 15.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility:

- a) Examine the accounts (under section 145 of the 2011 Act;
- b) To follow the procedures laid down in the General Directions given by the Charity Commissioners (under section 145(5)(b) of the 2011 Act);
- c) To state whether particular matters have come to my attention.

### **Basis of independents examiners Report:**

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

### **Independent examiner's statement**

In connection with my examination, no matter has come to my attention:

(1) Which gives me reasonable cause to believe that in any material respect the requirements:

- a) to keep accounting records in accordance with section 140 of the 2011 Act; and b) to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act have not been met; or

(2) To which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



S M Q Accountancy and Management Consultancy Ltd  
Crown House-Suite 702, North Circular Road, London NW10 7PN

**Date: 23rd January 2024**

**IDC NORTH EAST****Statement of financial activities for the Y/E 01 April '2023**

		<u>Unrestricted</u>	<u>Restricted</u>	<u>Total 2023</u>	<u>Total 2021</u>
<b><u>INCOMING RESOURCES</u></b>	<b>Note</b>				
<b>Grants and Legacies:</b>					
Donations &					
Grants and Legacies:	<b>2</b>	31,374	97,138	128,512	355,441
School Workshop		1460	0	1,460	0
Others		684	0	684	2,999
<b>Total Incoming Resources</b>		<b>33,518</b>	<b>97,138</b>	<b>130,656</b>	<b>358,440</b>
<b><u>RESOURCES EXPENDED</u></b>	<b>3</b>				
Costs of generating funds:		5,836	0	5,836	14,204
Charitable activities:		22,284	143,600	165,884	245,094
Governance costs:		2,286	0	2,286	7,244
<b><u>TOTAL RESOURCES EXPENDED</u></b>		<b>30,406</b>	<b>143,600</b>	<b>174,006</b>	<b>266,542</b>
<b>NET INCOMING/(OUTGOING) RESOURCES</b>		<b>3,113</b>	<b>(46,462)</b>	<b>(43,349)</b>	<b>91,898</b>
<b>Total funds brought forward</b>		<b>(9,675)</b>	<b>157,515</b>	<b>147,840</b>	<b>55,942</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>(6,562)</b>	<b>111,053</b>	<b>104,491</b>	<b>147,840</b>



**IDC NORTH EAST**  
**BALANCE SHEET AS 01 April '2023**

		<b>2023</b>	<b>2022</b>
		<b>£</b>	<b>£</b>
<b>TANGIBLE FIXED ASSETS</b>	<b>4</b>		
Office Equipments		870	1,555
Office Furniture		0	0
		<u>870</u>	<u>1,555</u>
<b>CURRENT ASSETS</b>			
Debtors		0	0
Cash at bank and in hand		104,371	154,340
<b>CURRENT LIABILITIES</b>			
Creditors	<b>5</b>	750	8,055
<b>NET CURRENT ASSETS</b>		<u>103,621</u>	<u>146,285</u>
<b>Total Current Assets less Current Liabilities</b>		<u>104,491</u>	<u>147,840</u>
<b>RESERVES</b>			
Income and Expenditure account		104,491	147,840
<b>Members' Funds</b>		<u>104,491</u>	<u>147,840</u>

These accounts have been delivered in accordance with the provisions applicable to companies subject to small companies regime.

For the year ending 01/04/2023 the company was entitled to exemption from audit under section 477 (2) of Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

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



**Mr Saqib Arshad (Trustee)**

Approved by the board on **23rd January 2023**

## **IDC NORTH EAST**

### **Notes to the Financial Statements For the Y/E 01 April '2023**

#### **1. Accounting policies**

##### **Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities:

Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)',

Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

the requirements of Section 7 Statement of Cash Flows;

the requirement of Section 3 Financial Statement Presentation paragraph 3.1 7(d);

the requirements of Section 11 Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);

the requirements of Section 12 Other Financial Instruments paragraphs 12.26, 12.27, 12.29(a), 12.29(b) and 12.29A; the requirement of Section 33 Related Party Disclosure paragraph 33.7.

##### **Critical accounting judgements and key sources of estimation uncertainty**

There are no significant estimates having a material effect on the financial statements.

##### **Income**

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

##### **Donations**

This comprises all incoming resources from donations, grants of general nature provided by other charitable foundations which are not conditional on delivering certain levels of volumes of a service or supply of charitable goods and income from fundraising partners on the basis of that which is remitted to IDC in the United Kingdom.

##### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to

that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

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

## **IDC NORTH EAST**

### **Raising funds**

Raising funds includes all expenditure incurred by the charity to raise funds for its charitable purposes and includes costs of all fundraising activities, events and non-charitable trading.

### **Charitable activities**

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

### **Governance costs**

Governance costs include those incurred in the governance of the Charity and its assets and are primarily associated with meeting the constitutional and statutory requirements of the Charity.

### **Allocation and apportionment of costs**

Support costs include central functions and have been allocated to activity cost categories usage. on a basis consistent with the use of resources, for example, allocation property costs by floor areas, or per capital, staff costs by the time spent and other costs by their

### **Tangible fixed assets**

Fixed assets are included at cost. Items are capitalised if their cost or, if gifted their donated value, is over £1,000. Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Office equipment 25% straight line basis

### **Taxation**

The charity is exempt from tax on its charitable activities.

### **Fund**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees. Restricted funds can only be used for particular restricted purposes within the objects of the charity.

Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

### **Going concern**

The Board of Trustees have reviewed the Charity's financial requirements for a period of 12 months following the date of approval of these accounts and are satisfied that there are no material uncertainties about the charity's ability to continue, therefore the Charity's activities will operate at a continued adequate level of surplus in the future.

### **Financial instruments**

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value.

### **Depreciation**

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

Fixtures&Fitting (inc.Computers)	25% on cost
Plant and machinery	25% on cost
Motor vehicles	25% on cost

**IDC NORTH EAST****2. Incoming Resources**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Donation	128,512	353,077
Gift Aid	-	2,999
School Workshop	1,460	2,364
Other	684	-
	<b>130,656</b>	<b>358,440</b>

**IDC NORTH EAST****3. Charitable activities**

	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Staff Cost	0	18,598
Telephone	169	687
Fundraising Cost	5,836	29,200
Office Rent	0	4,000
Professional Fee	600	2,902
Project Costs (Restricted)	143,600	196,546
Project Costs (Unrestricted)	21,500	9,863
Printing and Stationary	0	272
Website/Domain Name	615	1,009
Repair and Maint	0	800
Utility Cost	251	658
Travelling	0	572
Depreciation	685	685
Accountancy	750	750
	<b>174,006</b>	<b>266,542</b>

## **IDC NORTH EAST**

### **Notes to the Financial Statements For the Y/E 01 April '2023**

#### **4. Tangible Fixed Assets**

<b><u>Cost</u></b>	<b><u>Fixture and Fitting</u></b>	<b><u>Office Equipments</u></b>	<b><u>Motor Vehicles</u></b>	<b>Total £</b>
Opening Balance as at 02 April '2022	0	2,000	0	2,000
Addition	0	740	0	740
Disposal	0	0	0	0
Closing Balance as at 01 April '2023	0	2,740	0	2,740
<b><u>Depreciation</u></b>				
Opening Balance as at 02 April '2022	0	1,185	0	1,185
Charges for the Year	0	685	0	685
Disposal	0	0	0	0
Closing Balance as at 01 April '2023	0	1,870	0	1,870
<b>Net book value</b>	<b>0</b>	<b>870</b>	<b>0</b>	<b>870</b>

## **IDC NORTH EAST**

### **Notes to the Financial Statements For the Y/E 01 April '2023**

#### **5. Creditors:**

amounts falling due within one year

Other creditors

2023	2021
£	£
750	8,055
<u>750</u>	<u>8,055</u>

#### **6. Staff Costs**

Wages and Salaries  
PAYE

0	17,944
0	654
<u>0</u>	<u>18,598</u>