

Charity registration number: 1148437
Company number: 08151041

Preston Muslim Society - Masjid-e-Salaam
(A company limited by guarantee)

Report and Accounts

31 March 2022

Preston Muslim Society - Masjid-e-Salaam

Contents

	Page
Charity Information	1
Trustees report	2
Independent examiner's report	5
Statement of financial activities	6
Balance sheet	7
Notes to the accounts	8

Preston Muslim Society - Masjid-e-Salaam
Charity Information
for the period ended 31 March 2022

Address

Soloman House
Belgrave Court
Fulwood
Preston
Lancashire
PR2 9PL

Charity registration number: 1148437

Company number: 08151041

Trustees

Mr Ayub Vali Bux (Chair)
Mr Abdul Samad Tailor
Mr Farouk Ahmed Assenjee
Mr Ibrahim Gulam Manman
Mr Iqbal Vali Bux
Mr Mohammed Zafar Saiyed
Mr Rafique Ahmed Omer
Mr Anwar Essa
Mr Ibrahim Umarjee Bargit
Mr Ilyas Suleman Patel
Mr Yakub Ismail Ahmed
Mr Yusuf Ibrahim Moosa
Mr Ayub Mitha
Mr Hussein Arif Patel
Mr Maksud Patel
Mr Siraj Ibrahim Patel
Mr Rizwan Seth

Appointed independent examiner

M A Ibrahim (FCCA)

Accountants

M.A.I (Accountants) Limited
7 St Andrews Street
Blackburn
Lancashire
BB1 8AE

Bankers

HSBC
Fishergate
Preston
PR1 8BQ

Preston Muslim Society - Masjid-e-Salaam

(A company limited by guarantee)

Trustees' annual report (including Directors' report) for the period ended 31 March 2022

Charity registration number: 1148437

Company number: 08151041

The Annual Report is fully SORP compliant and sets out how the trustees have met their obligations.

The Financial Statement is fully SORP compliant and includes the incoming resources and resources expended.

Objectives and activities

The objects of the charity are set out in the Memorandum and Articles of Association and are summarised as follows:

To advance the religion of Islam in accordance with the doctrines and beliefs of the Sunni Hanafi sect of Muslims accepting the Tablighi Jamaat as a Dawah organisation.

To preserve the Islamic culture and tradition and to establish the social and religious order of Islam with a view to seeking the pleasure of Allah in this life and in the hereafter.

To promote, encourage and advance the religious education and activities of the society's Muslim inhabitants in Preston by provision of mosque and Madressa premises for the teaching and propagation of the Holy Quran and Hadith and the principles and tenets of Islam to all Muslims.

To make provisions for Salah (Namaaz) worship, fasting, other prayers and religious ceremonies to include Nikah, funeral and burials, lectures, meetings and seminars.

To organise and undertake such other projects consistent with the spirit of Islam as the society's trustees may decide from time to time.

In setting our objectives and planning our activities our Trustees have given careful consideration to the Charity Commission's general guidance on public benefit.

Achievements and performance

The Charity carries out a wide range of activities in pursuance of its charitable aims and the Trustees consider that these activities provide benefit to those who worship at the Mosque.

Our Mosque provides a centre for worship and prayers and for the activities associated with our faith.

Our religious services and activities include:-

Prayers: The Mosque is open all day.

Festivals: The Mosque provides refreshments during Ramadan for those attending our Mosque who wishes to break the fast together.

Funerals: The Mosque provides a complete funeral service in line with the teachings of Islam.

Ceremonies: The Mosque provides an appropriate location for religious ceremonies such as Nikah (Islamic marriage).

Islamic awareness: The Mosque provides a location for lectures which is open to all, to promote Islamic knowledge and awareness.

Community activities: Our Mosque provides location for meetings and seminars for local groups and organisations.

Preston Muslim Society - Masjid-e-Salaam

(A company limited by guarantee)

Trustees' annual report (including Directors' report) for the period ended 31 March 2022

We want to promote, encourage and advance the religious education and activities of the Society's Muslim inhabitants in Preston by provision of Mosque and Madressa premises for the teaching and propagation of the Holy Quran and Hadith and the principles and tenets of Islam to all Muslims.

An important part of our strategy is to make provision for Salah (Namaaz) worship, fasting, other prayers and religious ceremonies to include Nikah, funeral and burials, lectures, meetings and seminars. Finally to organise and undertake such other projects consistent with the spirit of Islam as the Society's Trustees may decide from time to time.

Financial review

The Charity's main source of income is public donations. During the period we received £154,967 in Lillah donations including £10,700 in Gift Aid refund from H M Revenue & Customs.

The Trustees actively review all major risks which the Charity faces and drawn up a risk assessment which is reviewed at every meeting. The Trustees are satisfied that all systems are in place and arrangements have been made to manage any risks identified.

Structure, governance and management

The company is limited by guarantee and has no share capital.

Preston Muslim Society, Masjid-E-Salaam is constituted as a Charitable Trust registered with the Charity Commission under charity number 1148437, which is regulated by Memorandum and articles dated 20th July 2012.

The Trustees are also Directors of the Charity for the purposes of the Companies Act 2006.

The Trustees must hold at least two meetings each year. A quorum at the meeting of the Trustees is at least fifty per cent (50%) of the Trustees in office and meetings may be held either in person or by suitable electronic means agreed by all Trustees.

The Trustees as charity trustees have control of the Society and its property and funds. The subscribers to the Memorandum (being the first members) are also first Trustees. The Subsequent Trustees are appointed by the Trustees. When complete, the Trustees consist of at least ten and not more than nineteen individuals. Trustees are appointed for life. On the death of a Trustee, the deceased Trustee's nominated next of kin is eligible under the Articles of Association.

Reference and administrative details

See preceding page under 'Charity Information'.

Names of the charity trustees who manage the charity

All trustees are named on the preceding page under 'Charity Information'.

Preston Muslim Society - Masjid-e-Salaam

(A company limited by guarantee)

Trustees' annual report (including Directors' report) for the period ended 31 March 2022

Statement of Trustee's responsibilities

The Trustees (who are also the Directors of Preston Muslim Society – Masjid-E-Salaam) are responsible for preparing the Trustees' Annual Report and Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

- Select suitable accounting policies to be applied consistently
- Observe the methods and principles in the Charities SORP
- Make judgements and estimates that are reasonable and prudent
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements and,
- Prepare the financial statements on the going concern bases unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees for the purposes of charity law who served during the year and up to the date of this report are set out on page 1 of the Financial Statement.

Approved by the Trustees and signed on its behalf by:

Mr Ayub Bux
Director and Trustee

Date: 08/09/2022

Preston Muslim Society - Masjid-e-Salaam

Independent Examiner's Report to the Trustees of Preston Muslim Society - Masjid-e-Salaam

I report to the trustees on my examination of the accounts of Preston Muslim Society - Masjid-e-Salaam (the Trust) for the period ended 31 March 2022.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ("the 2006 Act").

The charity's trustees consider that an audit is not required for this year under Part 16 of the 2006 Act and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act, and
- to state whether particular matters have come to my attention

Basis of independent examiner's statement

My examination was carried out in accordance with general Directions given by the Charity Commission. 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 the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect:

- accounting records were not kept in accordance with section 386 of the Companies Act 2006; or
- the accounts do not accord with such records; or
- the accounts do not comply with relevant accounting requirements under section 396 of the Companies Act 2006 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- the accounts have not been prepared in accordance with the Charities SORP (FRS102).

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.

The appointed independent examiner of the trust:

M A Ibrahim (FCCA) for and on behalf of
M.A.I (Accountants) Limited
7 St Andrews Street
Blackburn
Lancashire
BB1 8AE

Date: 08/09/2022

Preston Muslim Society - Masjid-e-Salaam
Statement of financial activities
for the period ended 31 March 2022

	Notes	Unrestricted funds	Endowment funds	Total 2022	Total 2021
		£	£	£	£
Income	3				
Income and endowments from:					
Donations and legacies		210,850	-	210,850	127,792
Other		3,531	-	3,531	7,000
Total		<u>214,381</u>	<u>-</u>	<u>214,381</u>	<u>134,792</u>
Expenditure	4				
Expenditure on:					
Charitable activities		134,123	54,896	189,019	136,754
Net income/(expenditure) for the year		<u>80,258</u>	<u>(54,896)</u>	<u>25,362</u>	<u>(1,962)</u>
Reconciliation of funds					
Total funds brought forward		164,536	5,215,510	5,380,046	5,382,008
Net incoming resources for the year		80,258	(54,896)	25,362	(1,962)
Total funds carried forward		<u>244,794</u>	<u>5,160,614</u>	<u>5,405,408</u>	<u>5,380,046</u>

Preston Muslim Society - Masjid-e-Salaam
Balance Sheet
At 31 March 2022

	Notes	Unrestricted funds £	Endowment funds £	Total 2022 £	Total 2021 £
Fixed assets					
Tangible assets	6	3,650	5,160,614	5,164,264	5,220,072
Current assets					
Debtors	7	35,367	-	35,367	5,205
Cash at bank and in hand		206,842	-	206,842	157,285
		242,209	-	242,209	162,490
Creditors: amounts falling due within one year					
Trade creditors and accruals	8	1,065	-	1,065	2,516
Net current assets		241,144	-	241,144	159,974
Net assets		244,794	5,160,614	5,405,408	5,380,046
Funds of the Charity	9				
Unrestricted funds		244,794	-	244,794	164,536
Endowment Waqaf funds		-	5,160,614	5,160,614	5,215,510
Total funds		244,794	5,160,614	5,405,408	5,380,046

Approved by the Board of Trustees and signed on its behalf by

Mr Ilyas Patel
Trustee

Date: 08/09/2022

Preston Muslim Society - Masjid-e-Salaam
Notes to the Accounts
for the period ended 31 March 2022

Basis of preparation

1 Basis of accounting

The accounts have been prepared on the accruals basis, under the historical cost convention, and in accordance with the Financial Reporting Standard 102 and charities SORP (FRS 102) effective 1 January 2019, published by the Charity Commission in England & Wales.

The charity is a public benefit entity.

2 Accounting Policies

Income

Income from charitable activities and voluntary donations are included in full in the Statement of Financial Activities when received. The value of services provided by volunteers has not been included.

Expenditure

Expenditure is included in the accounts on an accruals basis.

Depreciation

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

Land and buildings	1% Straight line
Fittings and equipment	10% Straight line

Unrestricted funds

Unrestricted funds are donations and other incoming resources receivable or generated for the charity without further specified purpose and are available as general funds.

Restricted funds

Restricted funds are funds subject to specific trusts, which may be declared by the donor(s) or with their authority (e.g. in a public appeal) or created through legal process, but still within the wider objects of the charity. Restricted funds may be restricted income funds, which are spent at the discretion of the trustees in furtherance of some particular aspect(s) of the objects of the charity, or they may be endowment funds, where the assets are required to be invested, or retained for actual use, rather than spent.

Endowment Waqaf funds

Endowment Waqaf funds as applied to mosque property is a religious endowment. The properties under Waqaf endowment are dedicated to Allah SWT for public benefit on a perpetual basis. Restricted Fixed Waqaf funds cannot be gifted, granted or disposed.

Preston Muslim Society - Masjid-e-Salaam
Notes to the Accounts
for the period ended 31 March 2022

3 Analysis of income	Unrestricted funds	Endowment funds	2022 Total funds	2021 Prior year
	£	£	£	£
Donations and legacies				
Donations	154,967	-	154,967	110,374
Gift Aid	10,700	-	10,700	8,400
Rental income	45,183	-	45,183	9,018
Total	210,850	-	210,850	127,792
Other				
Grants received	3,022	-	3,022	5,000
Other	509	-	509	2,000
Total	3,531	-	3,531	7,000
Total income	214,381	-	214,381	134,792

4 Analysis of expenditure	Unrestricted funds	Endowment funds	2022 Total funds	2021 Prior year
	£	£	£	£
Expenditure on charitable activities				
Wages	59,472	-	59,472	54,338
Employee pension	1,635	-	1,635	1,456
HMRC JRS grant	14,696	-	14,696	(33,375)
Heat and light	13,693	-	13,693	14,084
Water charges	1,818	-	1,818	3,100
Insurance	9,044	-	9,044	8,836
Repairs and Renewals	2,219	-	2,219	3,447
Grants & Donations	26,953	-	26,953	4,000
Equipment expensed	-	-	-	936
Depreciation	912	54,896	55,808	55,808
Telephone and internet	802	-	802	971
Subscriptions	335	-	335	75
Office stationery, postage and printing	1,160	-	1,160	-
Sundry expenses	334	-	334	-
Independent examiner's fee	1,000	-	1,000	1,000
Legal and professional fees	-	-	-	900
Professional fees for new build project	-	-	-	21,160
Bank charges	50	-	50	18
Total	134,123	54,896	189,019	136,754
Total expenditure	134,123	54,896	189,019	136,754

5 Grants made to institutions

Name of institutions	Purpose	£
Bharuch Muslim Medical and Welfare	Medical aid	7,500
Jamiah Education and Relief Trust	Medical aid	11,953
Valan Social Welfare Trust	Medical aid	7,500
		26,953

Preston Muslim Society - Masjid-e-Salaam
Notes to the Accounts
for the period ended 31 March 2022

6 Land, buildings, equipment and fittings

	Buildings	Fittings and equipment	Total
	£	£	£
Cost			
At 1 April 2021	5,489,610	9,122	5,498,732
At 31 March 2022	5,489,610	9,122	5,498,732
Depreciation			
At 1 April 2021	274,100	4,560	278,660
Charge for the year	54,896	912	55,808
At 31 March 2022	328,996	5,472	334,468
Net book value			
At 31 March 2022	5,160,614	3,650	5,164,264
At 31 March 2021	5,215,510	4,562	5,220,072

7 Debtors

	2022	2021
Analysis of debtors:		
	£	£
Prepayments	5,374	5,205
Loan - Nuh's Ark Nursery Limited	29,993	-
	<u>35,367</u>	<u>5,205</u>

8 Creditors

	2022	2021
Analysis of creditors:		
	£	£
Taxes and other creditors	625	860
Accruals	440	1,656
	<u>1,065</u>	<u>2,516</u>

9 Analysis of fund assets and liabilities

	Unrestricted funds	Endowment funds	Total 2022
	£	£	£
Tangible fixed assets	3,650	5,160,614	5,164,264
Current assets	242,209	-	242,209
Current liabilities	1,065	-	1,065
	<u>244,794</u>	<u>5,160,614</u>	<u>5,405,408</u>

10 Transactions with trustees and related parties

There were no benefits, expenses or remuneration paid to the Trustees or persons connected to them.

Preston Muslim Society - Masjid-e-Salaam
Notes to the Accounts
for the period ended 31 March 2022

11 Details of certain items of expenditure

Fees for examination of the accounts	2022	2021
	£	£
Independent examiner's fees		
	<u>1,000</u>	<u>1,000</u>

12 Employees

	2022	2021
	Number	Number
Average number of employees		
	<u>5</u>	<u>5</u>