

**REGISTERED COMPANY NUMBER: 04041294 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 1149833**

**REPORT OF THE TRUSTEES AND**  
**AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023**  
**FOR**  
**MUSLIM WELFARE HOUSE**  
**(A COMPANY LIMITED BY GUARANTEE)**

Prestons & Jacksons Partnership LLP  
Statutory Auditors  
364 - 368 Cranbrook Road  
Ilford  
Essex  
IG2 6HY

## MUSLIM WELFARE HOUSE

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**MUSLIM WELFARE HOUSE**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2023**

**The Chairman's Message:**

My 10th year chairing the Board of Trustees of Muslim Welfare House (MWH) has been both challenging and rewarding. I am delighted to see the growth of MWH and the expansion of all our services and activities throughout the UK. With the help of our donors, stakeholders and volunteers, we look to broaden our property portfolio and develop our services in 2023, with the purchase of two new buildings which will be transformed into a community centre and be used as a community hub to deliver services such as educational, social and other activities.

Despite the current economic challenges, MWH is continuing to achieve its mission to provide the best social, educational, and training centres across the UK. MWH is in a unique position of acting as a foundation between the community and mainstream society. MWH aims to ensure beneficiaries are given the best opportunities to know what services are available, encouraging them to make full use of both facilities within MWH and partner organisations. Based on historic experience, a lot of people - refugees and others - still cannot navigate the system and lack access to professional advice and support. MWH targets the vulnerable within our society that includes women, refugees, children, elderly and BME groups. MWH concentrates on forming stronger relationships with local, national, and international institutions geared to fulfilling the society's needs. Our beneficiaries have a wide range of services and activities to choose from, including educational programmes, employment support, legal advice, and community engagement initiatives. These services are designed to not only address immediate needs but also empower residents to thrive.

It is my privilege to chair a diverse Board of Trustees, with your continuing support, MWH will persist to serve the community and do all it can to serve the local community and build a future free from poverty.

**THE CEO'S MESSAGE**

2022 has seen the ongoing cost of living crisis continue to impact the UK population. With the annual rate of inflation reaching a 41 year high of 11.1% in October 2022, many households have seen an escalating rise in price for essentials such as rent, utilities, and food. As reported by the ONS, in 2022, around 11 million people in the UK were living in relative poverty, with that number increasing to 14.4 million when housing costs are considered. Additionally, the war in Ukraine has made the crisis worse, pushing up the price of fuel and staple foods. As a result, MWH has seen a considerable upsurge in demand for our Food bank initiative where we now cater to over 950 people per week, providing them with free food and household essentials to help reduce the financial burden for many individuals.

With the help of our generous donors, partners and volunteers, we continue to operate many of our activities and services for free. We continue to offer free general advice, guidance and support to individuals and families navigating complex government processes, including immigration and asylum-related matters as well as housing, health, education, employment and safety. MWH continues to offer various educational and training programmes aimed at enhancing skills and knowledge. These include language classes, employment training, and workshops on relevant topics such as financial literacy, digital skills, parenting, safety as well as supplementary schools for over 800 individuals per week. We were delighted to host our "Eid in the Park" for the second consecutive year which attracted over 7,000 individuals. Additionally, our annual "Street Iftar" was held for the sixth consecutive year in 2023, drawing over 2,500 participants. Furthermore, the MWH Blackstock Road Project is growing by leaps and bounds, especially in tackling issues related to anti-social behaviour, substance misuse, and violence against women and girls. As a team, we have overcome many challenges, and I am pleased to say that the staff, volunteers of our organisation have gone above and beyond to help MWH prosper and flourish.

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One of my key priorities in 2022-2023 was to ensure that MWH maintain a strong relationship with local governments and our partners, to ensure we can work on long term development programmes. I am delighted to have been able to achieve this objective this year through the help of our dedicated staff. We have received additional funding from City Bridge Foundation to continue the incredible outreach work delivered by our staff. Furthermore, we are delighted to be in a partnership position for many local organisations such as: refugee's forum, BME forum, UK citizens, Crisis House & Islington hate crime forum, Help on Your Doorstep, Islington Mental Health Forum, Islington Mental Wellbeing Champions Project, IFF and others. MWH will continue to actively seek external funding through grants, donations, and partnerships with organisations. These resources are critical for sustaining and expanding our community activities.

Looking ahead in the coming months, we will continue to manage the impact of the cost-of-living crisis, thanks in no small part to the hard work of our staff, volunteers and our great relationships with partners and donors. May Allah continue to bless us with the means and the opportunity to serve humanity sincerely and tirelessly, to the very best of our ability.



**MUSLIM WELFARE HOUSE**  
**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 MARCH 2023**

**OBJECTIVES AND ACTIVITIES**

**Mission Statement and aims**

To provide best practice social, educational, and training centres sensitive and complimentary to cultural diversity, geared to fulfilling the needs of marginalised and ethnic communities in line with our dedication to serving the community across the UK.

We aim to:

- To look after the local community - accommodating their educational, social and welfare needs, with a focus:
- To help promote awareness and understanding of beliefs, practices and culture-linking with mainstream providers and others; including voluntary, organisations to facilitate better mutual understanding and provision.
- To work positively for the community's participation in society - by particularly encouraging socially excluded communities to improve their quality of life by assessing mainstream opportunities in education, employment, and training.

**Objectives :**

**- Training skills for most disaffected**

To provide a holistic package of support measures to our user community during focused skills training - to achieve this we will have one to one support and counselling which is of particular benefit to those most disaffected.

**- Promote Awareness and Understanding**

To help promote awareness and understanding of Islamic beliefs, practices and culture-linking with mainstream providers and other; including voluntary, organisations to facilitate better mutual understanding and provision.

**- To work positively for the Muslim community**

To work positively for the Muslim community's participation in society - by particularly encouraging socially excluded communities to improve their quality of life by assessing mainstream opportunities in education, employment and training.

**Use of Properties for other Charitable Purposes**

Muslim Welfare House has made a number of its properties available to local communities free of charge or at a much-reduced rental rates for the use of education, social and other charitable activities.

**Social Advice**

MWH in partnership with local councils and other partners organised activities tackling issues faced by the community such as domestic violence, substance misuse, effect of alcohol, extremism, and others. Some of these activities included:

- Dedicated Friday Sermons (khutbah) on these issues.
- Bi-weekly youth club for young people aged 16-25 during the weekend.
- Raising Awareness Campaign on Hate Crime and Islamophobia (Leaflet distribution around the station entrances, outside our centre and engaging with people directly).

## **MUSLIM WELFARE HOUSE**

### **REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2023**

- Referral of our service users to appropriate statutory services such as housing, immigration, education and employment.
- Providing translation services for refugees and service users in Islington.
- ESOL classes for men on Tuesdays and Thursdays.
- Organising numerous/several Bazaars.
- Eid celebrations throughout the UK in our branches attended by thousands of people.
- Giving up smoking campaign in collaboration with the NHS.
- Hosting many meetings for different organisations for example IFF, Islington council, Octopuses community hubs, Islington Somali community, UK citizens, Mosques, Churches, and the Employment Cluster.
- Attending many meetings with the community reference group and the police.
- In addition to many other activities directed towards women, youth, and older people, we are also planning new activities aimed at combating knife crime and anti-social behaviour issues among young people with relevant partners in order to provide programmes aimed at tackling this issue.
- MWH improved the buildings in some localities which include Sheffield, Newcastle, and Birmingham.
- MWH have 4 shelters for victims of domestic violence in London, Bradford, Birmingham and Sheffield.

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**STRATEGIC REPORT**

**Achievement and performance**

**Recent Achievements**

**Eden House**

Many women across the UK suffer from domestic violence, unfortunately, some of these find themselves homeless, with no food, or shelter due to the struggles they face with their family. Eden House is a project in place to aid these women. EHUK runs women's refuges/supported temporary accommodation. We have 26 bed spaces and specialise mainly, but not exclusively, in providing specialised bespoke support for BME women and their children. Our referrals come from other organisations, social services, the Police, self-referrals, concerned friends, families and others. We also provide a specialised service for women who are victims of domestic violence and in the UK on spousal visa. They are housed, and are given emotional support, via free counselling. We also assist them with their legal documents. We have several centres dispersed across England, our centres are in: London, Birmingham, Sheffield and Bradford.

**Food Banks**

Hundreds of parents, in our local area, struggle to feed their families, and the pandemic followed by the high rate of inflation has spiked an increase, in the level of poverty. Therefore, to tackle this issue, MWH with the help of our sponsors Felix Project as well as local shops and donors are providing our locals with weekly food banks. Our food banks have become a huge success, and we have accorded our locals with over 960 family parcels with a week's worth of food.

**Campaigns**

In order to support our community, with the difficulties they face, our main centre has organised a variety of campaigns. We have formed campaigns for vaccine awareness, where we professionally advised locals, and encouraged them to participate in the vaccine scheme. We have also organised knife crime (awareness) campaigns, with the aim to help bring it to an end.

We worked with the council and other partners to tackle hate crime and encourage the community to report it.

We organised many activities to address violence against women and girls.

We organise many walks to address issues related to anti-social behaviour.

Ramadan is the busiest time of the year, where we feed over 500 people a day, organise daily talks, in addition to other activities.

**New Centres**

Over the last 2 years, we have opened 3 new centres across the UK. They are located in: Swansea, Leicester, and Bradford. These centres are in place to help and support the locals and to bring the community together.

**Education**

MWH operates part-time supplementary schools in few of its centres, which runs in the evenings on weekdays, or/and weekends. The managers running the schools, have relevant child protection training, DBS checks, and staff workshops to maintain, and improve teaching standards. We also provide training and courses, free of charge. We provide:



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**- ESOL Classes**

ESOL courses are run from the centre, particularly with a view to improving employability skills.

**- Madrassah**

MWH operates part-time evening school in its main centre, with evening Madrasah, operates weekdays 5-7pm, and weekends with a curriculum giving essential Islamic knowledge. Madrasah has relevant child protection training, DBS checks, and staff workshops to maintain and improve teaching standards.

**- Quran and Tajweed for Women**

Muslim Welfare House provides Quran and Tajweed classes for ladies. From beginners to level 4 where ladies can acquire an Ejaza certificate which will allow them to teach Quran to others.

**- Welfare Support**

The Trust provides a range of welfare services directly and through supported projects. The centre deals with many people seeking advice and guidance on religious, legal, social, and family matters, on issues such as marriage, mental issues, inheritance, family, and business matters.

We still provide beneficiaries with free translation, referrals, calling, and other free services.

**Youth Clubs**

We have a Youth Club based in North London. The main goal is to enhance the physical and mental skills of each student. We host a range of sporting activities such as Karate and Football. We provide a weekly youth club for young people aged 11-16 during the weekends and biweekly youth club activities for young people aged 16-25 during the weekends. We organised 2 camping and 4 trips for the community.

**Volunteers**

Volunteers are an important part of our organisation. There are 150 volunteers, and 60 of which are regular, helping in the smooth running of the organisation. These volunteers generally perform cleaning, small general repairs, preparing the premises for various events and managing Friday Prayer gatherings. We encourage all the users of the charity's facilities to be involved in voluntary activities and to share their skills. The volunteers who work in projects involving children and other vulnerable groups are DBS checked, and their professional background and references are also verified.

**Community Cohesion**

MWH works with many organisations, nationally and locally, to improve community cohesion, remove any misunderstanding, and promote a better society, and reduce Islamophobia and hate crime. Such organisations include:

- UK citizens
- Standup to racism
- Christian Muslim Forum
- London Faiths forum
- Islington faiths forum
- Somali community
- Islington Muslim Forum
- Hate crime forum.
- Islington council
- The Met Police



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- International Green Hands
- And many other organisations
- Churches and mosques dialogue

**Financial review**

**Reserves policy**

Muslim Welfare House aims to ensure that sufficient funds are available to meet obligations in emergencies and also to ensure that operations are not affected due to any absence of funds. Due to the tireless work of the Trustees, CEO, staff and volunteers, we have enough funds to maintain and sustain our activities and services. Muslim Welfare House's various assets and properties are used as a form of reserves in case of emergencies. We have managed to purchase 3 new investments which will secure an extra income to ensure the smooth running of the charity.

**Liquidity**

Muslim Welfare House has continued to intensify its local fundraising by arranging for external collections throughout London as well as maximizing our own Friday collections. This led to an increase in MWH liquidity. We aim to increase the operating revenue in the next financial year due to extensions of canter and investments.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Governance Summary**

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

**Governance Summary**

The role of the Board is to determine the charity's framework and policies as well as the general strategies and the organization direction. The Board reviews the remuneration arrangements as well for employees whose salaries exceed specified levels.

**Governing document**

The charity is controlled by its governing documents; a deed of trust and constitutes an unincorporated charity. Muslim Welfare House is constituted under a trust deed dated 07 October 1975 and registered with Charity Commission in July 1976 (Charity No: 271680). MWH has changed its status by creating a new charitable company by Guarantee; the company No (04041294) and the trust No (1149833).

**Governance Code**

Trustees are kept up to date with governance developments by the management.

**Public Benefit**

Trustees have a duty to ensure that the Charity's work meets public benefit requirements and to report on this in their Annual Report. Many activities undertaken by MWH are summarised in this report and trustees have given careful consideration to the Charity Commission guidance on public benefits in their decision making.

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**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Recruitment and appointment of new trustees**

The existing Board of Trustees is responsible for the recruitment of new Trustees. The appointment process also includes taking into account the recommendations and views of community leaders. This approach ensures that Trustees are respected by the community and foster good relations between the centres and the people of the local community.

**Organisational structure**

The Trustees are responsible for the general control and management of the charity. The Trustees do not charge for any of their time spent dealing with management and control. One of these Trustees also serves as a chairman who is committed to dedicate more time to the organisation mainly dealing with current and future strategies and media. The Trustees appoint a CEO who is responsible for all the operations and activities within MWH. The CEO does not only deal with the issues within the organisation but also deals with community outside and various external bodies.

The CEO keeps in regular contact with the Trustees, updating them on the day to day running of the organisation, organisation's performance, limitations, and problems it may be facing.

**Induction and training of new trustees**

Trustees are introduced to their new role upon their appointment. The resources available at Charity Commission's website are introduced to them so that they can familiarise themselves in relation to their duties and responsibilities as well as MWH policies and procedures.

**Remuneration**

The talents of our staff and committed volunteers are vital in providing the high-quality work that we deliver in the communities in which we operate. MWH is a complex organisation and it is essential that we attract and retain people with the right skills, talents and insight, so that we can run the Charity as efficiently and effectively as possible.

With this in mind we review our salaries and seek to offer suitably competitive levels of reward and appropriate recognition for all our staff. Remuneration levels are based on a job evaluation system that aims to deliver a fair and comparative process in determining all job levels and pay bands.



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**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Risk management**

The trustees are responsible for ensuring that effective risk management and internal control systems are in place to manage the Charity's exposure to major risks including fraud and other irregularities. We operate a risk management framework designed to mitigate, though not to eliminate, major risks and to provide reasonable, though not absolute, assurance against material errors or loss.

Risks are assessed according to the potential impact on the Charity and their likelihood of occurrence. Controls are in place or are being developed and enhanced to manage these risks. The principal risks facing the Charity's objectives are summarised below along with the main mitigating actions in place.

**Principal Risks**

**Risk Management**

**Raising Funds**

Serious economic downturn that results in a sustained reduction in cash and regular donations.  
(HIGH)

Diverse fundraising base with investment to grow multiple channels. Strategy based on recruiting regular givers to improve sustainability of income. Significant investment and activity to drive legacy marketing.

**Reputation**

Theft of data. The consequences could include reputational damage, inability to contact supporters/customers, and inability to process direct debits.  
(HIGH)

Data is stored, accessed, and transferred securely and in line with the requirements of GDPR (General Data Protection Regulations 2018).

**Financial Serious**

financial fraud is carried out against the charity.  
(MEDIUM)

Procurement procedures; dual payment authorisation; rigorous bank detail change controls; strong internet banking security; CPD on cyber threats; segregation of duties; and regular reconciliations.

**Business Interruption**

Regional or national (human or animal) disease outbreak leads to extensive closure of our site.

Business Continuity Plans and Incident Management processes are well established and have been fully tested. Many staff are able to work from home as all systems are cloud-based or accessible remote

**The new building project:**

For the last 4 years MWH was negotiating a new building project contract with Bode. We have consulted 5 different solicitors and 2 surveyors. We have also included an insurance policy in the contract to protect the charity's interest. We have taken all the necessary due diligence steps and provisions to preserve MWH advantage and develop our site in the best shape possible that will serve MWH beneficiaries in the greatest way possible.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Company number**

04041294 (England and Wales)

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**Registered Charity number**  
1149833

**Registered office**  
233 Seven Sisters Road  
London  
N4 2DA

**Trustees**  
Mr Riyadh Al-Rawi  
Mr Mohamed Haj  
Mr H Y M Mohammed Mansour  
Mr Ali Boudjatat  
Mr A A A Majeed Abdulsamei  
Mr Osman Yusuf Hagi Ahmed  
Dr Omer Hasem El-Hamdoon - Resigned 2nd September 23  
Mr Abdullah Adnan Saif  
Mr Obada Mohammad Sawalha

**Website**  
[www.mwht.org.uk](http://www.mwht.org.uk)

**CEO**  
Mr Toufik Kacimi

**Auditors**  
Prestons & Jacksons Partnership LLP  
Statutory Auditors  
364 - 368 Cranbrook Road  
Ilford  
Essex  
IG2 6HY

**Solicitors**  
Johns and Saggar LLP  
34-36 Grays Inn Road  
London WC1X 8HR

Lee Bolton Monier Williams LLP  
1 The Sanctuary Westminster  
London SW1P 3JT



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**REFERENCE AND ADMINISTRATIVE DETAILS**

**Bankers**

Metro Bank PLC  
One Southampton Row  
London  
WC1B 5HA

Al Rayan Bank PLC  
44 Hans Crescent  
London  
SW1X 0LZ

NatWest Bank PLC  
298 Seven Sisters Road  
London  
N4 2BW

**AUDITORS**

The auditors, Prestons & Jacksons Partnership LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a strategic report, approved by order of the board of trustees, as the company directors, on ..... 31/12/23 ..... and signed on the board's behalf by:

*H.Y.M. Mansour*

.....  
Mr H Y M Mohammed Mansour - Trustee

*Osman Yusuf Haji Ahmed*

## **MUSLIM WELFARE HOUSE**

### **STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 31 MARCH 2023**

The trustees (who are also the directors of Muslim Welfare House for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

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



## **REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF MUSLIM WELFARE HOUSE**

### **Opinion**

We have audited the financial statements of Muslim Welfare House (the 'charitable company') for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Statement of Financial Position, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## **REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF MUSLIM WELFARE HOUSE**

### **Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

### **Our responsibilities for the audit of the financial statements**

We have been appointed as auditors under Section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory framework applicable to the entity and how the entity is complying with that framework by discussing with management and checking compliance with regulators.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.



## REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF MUSLIM WELFARE HOUSE

### Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

A. PATEL

for and on behalf of Prestons & Jacksons Partnership LLP

Statutory Auditors

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

364 - 368 Cranbrook Road

Ilford

Essex

IG2 6HY

Date: ..... 13/12/23 .....

# MUSLIM WELFARE HOUSE

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2023

		Unrestricted funds £	Restricted fund £	31.3.23 Total funds £	31.3.22 Total funds £
	Notes				
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	458,564	3,676	462,240	614,610
<b>Charitable activities</b>	4				
Eden project		123,465	8,527	131,992	134,243
Quran school		20,388	12,918	33,306	26,369
Ramadhan project		77,756	-	77,756	25,785
COVID Grants		-	4,000	4,000	85,089
Community Project Grants		-	50,000	50,000	75,000
Compensation from Telford Home		35,004	-	35,004	-
Rental income	3	375,296	-	375,296	420,395
Profit on Sale of Fixed Assets		-	-	-	100,534
<b>Total</b>		<b>1,090,473</b>	<b>79,121</b>	<b>1,169,594</b>	<b>1,482,025</b>
<b>EXPENDITURE ON</b>					
Raising funds	5	93,060	-	93,060	43,149
<b>Charitable activities</b>	6				
Mosque & community		945,155	-	945,155	887,941
Quran school		15,509	-	15,509	1,385
Sadakah		-	-	-	150
Zakatul Fitry		-	5,200	5,200	-
Ramadhan project		31,534	-	31,534	10,738
Community Project Grants		-	-	-	40,553
Exceptional Items	8	-	-	-	669,125
<b>Total</b>		<b>1,085,258</b>	<b>5,200</b>	<b>1,090,458</b>	<b>1,653,041</b>
Net gains on investments		1,016,911	-	1,016,911	-
<b>NET INCOME/(EXPENDITURE)</b>		<b>1,022,126</b>	<b>73,921</b>	<b>1,096,047</b>	<b>(171,016)</b>
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		14,872,338	120,888	14,993,226	15,164,242
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>15,894,464</b>	<b>194,809</b>	<b>16,089,273</b>	<b>14,993,226</b>

The notes form part of these financial statements

**MUSLIM WELFARE HOUSE**  
**STATEMENT OF FINANCIAL POSITION**  
**31 MARCH 2023**

	Notes	31.3.23 £	31.3.22 £
<b>FIXED ASSETS</b>			
Tangible assets	14	12,530,294	13,475,395
Investment property	15	2,545,000	490,000
		<u>15,075,294</u>	<u>13,965,395</u>
<b>CURRENT ASSETS</b>			
Debtors	16	687,851	567,566
Cash at bank and in hand		368,819	521,235
		<u>1,056,670</u>	<u>1,088,801</u>
<b>CREDITORS</b>			
Amounts falling due within one year	17	(42,691)	(60,970)
<b>NET CURRENT ASSETS</b>		<u>1,013,979</u>	<u>1,027,831</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>16,089,273</u>	<u>14,993,226</u>
<b>NET ASSETS</b>		<u>16,089,273</u>	<u>14,993,226</u>
<b>FUNDS</b>	19		
Unrestricted funds		15,894,464	14,872,338
Restricted funds		194,809	120,888
<b>TOTAL FUNDS</b>		<u>16,089,273</u>	<u>14,993,226</u>

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

The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The notes form part of these financial statements

**MUSLIM WELFARE HOUSE**

**STATEMENT OF FINANCIAL POSITION - continued**  
**31 MARCH 2023**

These financial statements have been audited under the requirements of Section 145 of the Charities Act 2011.

The financial statements were approved by the Board of Trustees and authorised for issue on .....13/12/23..... and were signed on its behalf by:

*H.Y.M. Mahmoud*

.....  
Mr H Y M Mohammed Mansour - Trustee

*Osman*  
*Osman Yusuf Haji Ahmed*

The notes form part of these financial statements



**MUSLIM WELFARE HOUSE**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 MARCH 2023**

Notes	31.3.23 £	31.3.22 £
<b>Cash flows from operating activities</b>		
Cash generated from operations                      1	62,370	(168,512)
	<hr/>	<hr/>
Net cash provided by/(used in) operating activities	62,370	(168,512)
	<hr/>	<hr/>
<b>Cash flows from investing activities</b>		
Purchase of intangible fixed assets	-	620
Purchase of tangible fixed assets	(214,786)	(1,140,586)
Sale of tangible fixed assets	-	340,768
	<hr/>	<hr/>
Net cash used in investing activities	(214,786)	(799,198)
	<hr/>	<hr/>
<b>Change in cash and cash equivalents in the reporting period</b>	(152,416)	(967,710)
<b>Cash and cash equivalents at the beginning of the reporting period</b>	521,235	1,488,945
	<hr/>	<hr/>
<b>Cash and cash equivalents at the end of the reporting period</b>	368,819	521,235
	<hr/> <hr/>	<hr/> <hr/>

The notes form part of these financial statements

# MUSLIM WELFARE HOUSE

## NOTES TO THE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2023

### 1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.3.23 £	31.3.22 £
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	1,096,047	(171,016)
Adjustments for:		
Depreciation charges	121,798	135,358
Losses on investments	(1,016,911)	-
Profit on disposal of fixed assets	-	(100,534)
Increase in debtors	(120,285)	(61,957)
(Decrease)/increase in creditors	(18,279)	29,637
Net cash provided by/(used in) operations	<u>62,370</u>	<u>(168,512)</u>

### 2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/22 £	Cash flow £	At 31/3/23 £
Net cash			
Cash at bank and in hand	<u>521,235</u>	<u>(152,416)</u>	<u>368,819</u>
	<u>521,235</u>	<u>(152,416)</u>	<u>368,819</u>
Total	<u>521,235</u>	<u>(152,416)</u>	<u>368,819</u>

The notes form part of these financial statements

## MUSLIM WELFARE HOUSE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

#### 1. ACCOUNTING POLICIES

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

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

The Trustees confirm that they have complied with the duty in section 4 of the Charities Act 2011 to have due regard to public benefit guidance published by the Commission in determining the activities undertaken by the Charity.

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

##### **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 are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those condition is wholly within the control of the charity and is probable that those conditions will be fulfilled in the reporting period.

Income from government and other grants, whether "capital" grants or "revenue" grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

The value of services provided by volunteers is difficult to put a monetary value on and therefore has not been included in accordance with the Charities SORP (FRS102).

Rental income is recognised when receivable and the amount can be measured reliably by the charity; this is normally upon notification of rent received or payable by the tenant.

##### **Expenditure and irrecoverable vat**

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.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.



## MUSLIM WELFARE HOUSE

### NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

#### 1. ACCOUNTING POLICIES - continued

##### Expenditure and irrecoverable vat

##### Governance costs

Governance costs shall include all expenditure directly related to the administration of the charity including expenditure incurred in the management of the charity's assets, organisational administration and compliance with charitable and statutory requirements.

##### Allocation and apportionment of costs

The methods and principles for the allocation and apportionment of all costs between the different activity categories of resources set out above are based on the test of whether a cost directly contributes to the particular related source of income. Such identifiable costs are apportioned to the specific activity, whereas all other costs are allocated to support costs of charitable activities.

##### Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on building cost
Long leasehold	- 2% on cost
Fixtures and fittings	- 20% on cost
Computer equipment	- 20% on cost

Land is not being depreciated.

Tangible fixed assets are stated at historical cost/ or on a revaluation basis (deemed cost for Land and Building) less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

##### Investment property

Investment properties are shown at fair value valuation. Any aggregate surplus or deficit arising from changes in fair value is transferred to the SOFA.

##### Taxation

The charity is exempt from corporation tax on its charitable activities.

##### Fund accounting

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

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

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

## MUSLIM WELFARE HOUSE

### NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

#### 1. ACCOUNTING POLICIES - continued

##### **Pension costs and other post-retirement benefits**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

##### **Debtors**

Basic financial assets, including trade and other debtors, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Such assets are subsequently carried at amortised cost using the effective interest method, less any impairment.

Included in debtors is a concessionary interest free loan given to another charity. The charity has applied section 21.26 of the charity SORP in recognising and measuring the loan of the amount paid with the carrying amount adjusted in subsequent years to reflect repayments and adjusted if necessary for any impairment.

##### **Creditors**

Basic financial liabilities, including trade and other creditors, loans from third parties and loans from related parties, are initially recognised at transaction price, unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Such instruments are subsequently carried at amortised cost using the effective interest method, less any impairment.

##### **Related Party Note**

The charity discloses related party transactions in the notes to the financial statements.

##### **Cash and cash equivalents**

Cash and cash equivalents are represented by cash in hand, deposits held at call with financial institutions, and other short-term highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

#### 2. DONATIONS AND LEGACIES

	31.3.23	31.3.22
	£	£
Donations	400,492	145,007
Donation Overseas	61,748	469,603
	<hr/>	<hr/>
	462,240	614,610
	<hr/>	<hr/>

# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

### 3. RENTAL INCOME

	31.3.23	31.3.22
	£	£
Rents receivable	362,796	311,293
Rosemary Investment Income	12,500	109,102
	<u>375,296</u>	<u>420,395</u>

### 4. INCOME FROM CHARITABLE ACTIVITIES

	Activity	31.3.23	31.3.22
		£	£
Eden income	Eden project	131,992	134,243
Eid party	Quran school	12,918	-
Quran School	Quran school	20,035	21,011
Books sale	Quran school	353	230
Income from trips	Quran school	-	5,128
Ramadhan Sponsorship	Ramadhan project	77,756	25,785
COVID Grants	COVID Grants	4,000	85,089
Community Project Grants	Community Project Grants	50,000	75,000
Compensation from Telford Home	Compensation from Telford Home	35,004	-
		<u>332,058</u>	<u>346,486</u>

Grants received, included in the above, are as follows:

	31.3.23	31.3.22
	£	£
Job Retention Scheme	4,000	85,089



# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

### 5. RAISING FUNDS

#### Raising donations and legacies

	31.3.23	31.3.22
	£	£
Just giving expense	126	216
Donations to other charities	39,800	2,300
	<u>39,926</u>	<u>2,516</u>

#### Other trading activities

	31.3.23	31.3.22
	£	£
Bad debts	-	1,941
	<u>-</u>	<u>1,941</u>

#### Investment management costs

	31.3.23	31.3.22
	£	£
Council Tax & Service Charges	14,451	22,347
Property management	38,683	16,345
	<u>53,134</u>	<u>38,692</u>

Aggregate amounts	<u>93,060</u>	<u>43,149</u>
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### 6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 7) £	Totals £
Mosque & community	687,766	257,389	945,155
Quran school	15,509	-	15,509
Zakatul Fitry	5,200	-	5,200
Ramadhan project	31,534	-	31,534
	<u>740,009</u>	<u>257,389</u>	<u>997,398</u>

# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

### 7. SUPPORT COSTS

	Management	Finance	Governance costs	Totals
	£	£	£	£
Mosque & community	<u>214,362</u>	<u>3,379</u>	<u>39,648</u>	<u>257,389</u>

### 8. EXCEPTIONAL ITEMS

		31.3.23	31.3.22
		£	£
Exceptional items		<u>-</u>	<u>669,125</u>

During previous year the charity refunded £669,125 to an overseas donor. The donation was received in 2018 for the purchase of a building, but building could not be purchased so funds have been refunded.

### 9. NET INCOME/(EXPENDITURE)

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

	31.3.23	31.3.22
	£	£
Depreciation - owned assets	121,798	135,978
Surplus on disposal of fixed assets	<u>-</u>	<u>(100,534)</u>

### 10. AUDITORS' REMUNERATION

	31.3.22	31.3.21
	£	£
Fees payable to the charity's auditors and their associates for the audit of the charity's financial statements	3,800	3,500
Auditors' remuneration for non audit work	<u>3,400</u>	<u>3,400</u>

# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

### 11. TRUSTEES' REMUNERATION AND BENEFITS

#### Trustees' expenses

Trustees' expenses paid for the year ended 31 March 2023 were £830 (2022: £1,134).

### 12. KEY MANAGEMENT

	31.3.23	31.3.22
	£	£
Wages and salaries	464,456	436,109
Social security costs	29,281	21,950
Other pension costs	1,974	2,560
	<u>495,711</u>	<u>460,619</u>

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

	31.3.23	31.3.22
Engaged on charitable activities	28	28
Engaged on management and administration	9	9
	<u>37</u>	<u>37</u>

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

The Key Management Personnel is considered to be the board of trustees and Mr Toufik Kacimi, CEO.

### 13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES 31.3.22

	Unrestricted funds £	Restricted fund £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	145,017	469,593	614,610
<b>Charitable activities</b>			
Eden project	134,243	-	134,243
Quran school	26,369	-	26,369
Ramadhan project	25,785	-	25,785
COVID Grants	85,089	-	85,089
Community Project Grants	-	75,000	75,000
Rental income	420,395	-	420,395
Profit on Sale of Fixed Assets	100,534	-	100,534
<b>Total</b>	<u>937,432</u>	<u>544,593</u>	<u>1,482,025</u>

#### EXPENDITURE ON



# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

### 13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES 31.3.22 - continued

	Unrestricted funds £	Restricted fund £	Total funds £
Raising funds	43,149	-	43,149
<b>Charitable activities</b>			
Mosque & community	887,941	-	887,941
Quran school	1,385	-	1,385
Sadakah	150	-	150
Ramadhan project	10,738	-	10,738
Community Project Grants	-	40,553	40,553
Exceptional Items	-	669,125	669,125
<b>Total</b>	<b>943,363</b>	<b>709,678</b>	<b>1,653,041</b>
<b>NET INCOME/(EXPENDITURE)</b>	<b>(5,931)</b>	<b>(165,085)</b>	<b>(171,016)</b>
<b>Transfers between funds</b>	<b>824,536</b>	<b>(824,536)</b>	<b>-</b>
<b>Net movement in funds</b>	<b>818,605</b>	<b>(989,621)</b>	<b>(171,016)</b>
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	14,053,733	1,110,509	15,164,242
<b>TOTAL FUNDS CARRIED FORWARD</b>	<b>14,872,338</b>	<b>120,888</b>	<b>14,993,226</b>

# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

### 14. TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold £	Fixtures and fittings £
<b>COST</b>			
At 1 April 2022	13,751,135	107,564	61,106
Additions	214,786	-	-
Reclassification	(1,086,766)	-	-
	<hr/>	<hr/>	<hr/>
At 31 March 2023	12,879,155	107,564	61,106
	<hr/>	<hr/>	<hr/>
<b>DEPRECIATION</b>			
At 1 April 2022	422,162	4,302	52,254
Charge for year	101,805	2,151	7,964
Reclassification/transfer	(48,677)	-	-
	<hr/>	<hr/>	<hr/>
At 31 March 2023	475,290	6,453	60,218
	<hr/>	<hr/>	<hr/>
<b>NET BOOK VALUE</b>			
At 31 March 2023	12,403,865	101,111	888
	<hr/>	<hr/>	<hr/>
At 31 March 2022	13,328,973	103,262	8,852
	<hr/>	<hr/>	<hr/>
	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 April 2022	9,075	44,694	13,973,574
Additions	-	-	214,786
Reclassification	-	-	(1,086,766)
	<hr/>	<hr/>	<hr/>
At 31 March 2023	9,075	44,694	13,101,594
	<hr/>	<hr/>	<hr/>
<b>DEPRECIATION</b>			
At 1 April 2022	4,538	14,923	498,179
Charge for year	2,269	7,609	121,798
Reclassification/transfer	-	-	(48,677)
	<hr/>	<hr/>	<hr/>
At 31 March 2023	6,807	22,532	571,300
	<hr/>	<hr/>	<hr/>
<b>NET BOOK VALUE</b>			
At 31 March 2023	2,268	22,162	12,530,294
	<hr/>	<hr/>	<hr/>
At 31 March 2022	4,537	29,771	13,475,395
	<hr/>	<hr/>	<hr/>

Included in cost of land and buildings is freehold land of £7,467,074 (2022: £8,067,074) which is not depreciated.

# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

### 15. INVESTMENT PROPERTY

	£
<b>FAIR VALUE</b>	
At 1 April 2022	490,000
Revaluation	1,016,911
Reclassification	1,038,089
	<u>2,545,000</u>
At 31 March 2023	<u>2,545,000</u>
<b>NET BOOK VALUE</b>	
At 31 March 2023	<u>2,545,000</u>
At 31 March 2022	<u>490,000</u>

The investment properties are stated at their fair value determined by trustees.

FAIR VALUE at 31 March 2023 is represented by:

	£
Valuation in 2023	<u>2,545,000</u>

### 16. DEBTORS

	31.3.23 £	31.3.22 £
Amounts falling due within one year:		
Trade debtors	26,320	106,174
Other debtors	476,561	269,059
Prepayments	6,970	14,333
	<u>509,851</u>	<u>389,566</u>
Amounts falling due after more than one year:		
Other debtors	<u>178,000</u>	<u>178,000</u>
Aggregate amounts	<u>687,851</u>	<u>567,566</u>

All the above are shown at amortised cost.

Included in debtors is a concessionary interest free loan given to another charity of £190,000 (2022: £190,000). The charity has applied section 21.26 of the charity SORP in recognising and measuring the loan of the amount paid with the carrying amount adjusted in subsequent years to reflect repayments and adjusted if necessary for any impairment.

£178,000 (2022: £178,000) of the balance is due after more than one year.



# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

### 17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.23	31.3.22
	£	£
Trade creditors	490	-
Social security and other taxes	7,989	2,340
Other creditors	23,592	49,540
Accrued expenses	10,620	9,090
	<u>42,691</u>	<u>60,970</u>

Other creditors include balance of £14,000 (2022: £40,000) in form of Karse E Hasna, which are interest free loans from the community.

### 18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds	Restricted fund	31.3.23 Total funds	31.3.22 Total funds
	£	£	£	£
Fixed assets	12,530,294	-	12,530,294	13,475,395
Investments	2,545,000	-	2,545,000	490,000
Current assets	861,861	194,809	1,056,670	1,088,801
Current liabilities	(42,691)	-	(42,691)	(60,970)
	<u>15,894,464</u>	<u>194,809</u>	<u>16,089,273</u>	<u>14,993,226</u>

### 19. MOVEMENT IN FUNDS

	At 1/4/22	Net movement in funds	At 31/3/23
	£	£	£
<b>Unrestricted funds</b>			
General fund	14,839,815	5,215	14,845,030
Revaluation reserve	32,523	1,016,911	1,049,434
	<u>14,872,338</u>	<u>1,022,126</u>	<u>15,894,464</u>
<b>Restricted funds</b>			
Restricted fund	120,888	73,921	194,809
	<u>14,993,226</u>	<u>1,096,047</u>	<u>16,089,273</u>

# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

### 19. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	1,090,473	(1,085,258)	-	5,215
Revaluation reserve	-	-	1,016,911	1,016,911
	1,090,473	(1,085,258)	1,016,911	1,022,126
<b>Restricted funds</b>				
Restricted fund	79,121	(5,200)	-	73,921
<b>TOTAL FUNDS</b>	<b>1,169,594</b>	<b>(1,090,458)</b>	<b>1,016,911</b>	<b>1,096,047</b>

### Comparatives for movement in funds

	At 1/4/21 £	Net movement in funds £	Transfers between funds £	At 31/3/22 £
<b>Unrestricted funds</b>				
General fund	14,021,210	(5,931)	824,536	14,839,815
Revaluation reserve	32,523	-	-	32,523
	14,053,733	(5,931)	824,536	14,872,338
<b>Restricted funds</b>				
Restricted fund	1,110,509	(165,085)	(824,536)	120,888
<b>TOTAL FUNDS</b>	<b>15,164,242</b>	<b>(171,016)</b>	<b>-</b>	<b>14,993,226</b>

# MUSLIM WELFARE HOUSE

## NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2023

### 19. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	937,432	(943,363)	(5,931)
<b>Restricted funds</b>			
Restricted fund	544,593	(709,678)	(165,085)
<b>TOTAL FUNDS</b>	<u>1,482,025</u>	<u>(1,653,041)</u>	<u>(171,016)</u>

Restricted funds carried forward as at 31st March 2023 were £194,809 (2022: £120,888) out of which £109,809 related to donations from an overseas donor for the renovation of the properties and £85,000 pertains to VCF infrastructure grant.

### 20. RELATED PARTY DISCLOSURES

There was no related party transactions in this year nor prior year.



# MUSLIM WELFARE HOUSE

## DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2023

	31.3.23 £	31.3.22 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	400,492	145,007
Donation Overseas	61,748	469,603
	<u>462,240</u>	<u>614,610</u>
<b>Rental income</b>		
Rents receivable	362,796	311,293
Rosemary Investment Income	12,500	109,102
	<u>375,296</u>	<u>420,395</u>
<b>Charitable activities</b>		
COVID Grants	4,000	85,089
Community Project Grants	50,000	75,000
Eid party	12,918	-
Quran School	20,035	21,011
Ramadhan Sponsorship	77,756	25,785
Eden income	131,992	134,243
Books sale	353	230
Income from trips	-	5,128
Compensation from Telford Home	35,004	-
	<u>332,058</u>	<u>346,486</u>
<b>Profit on Sale of Fixed Assets</b>		
Gain on sale of tangible fixed assets	-	100,534
	<u>-</u>	<u>100,534</u>
<b>Total incoming resources</b>	<b>1,169,594</b>	<b>1,482,025</b>
<b>EXPENDITURE</b>		
<b>Raising donations and legacies</b>		
Just giving expense	126	216
Donations to other charities	39,800	2,300
	<u>39,926</u>	<u>2,516</u>
<b>Other trading activities</b>		
Bad debts	-	1,941

This page does not form part of the statutory financial statements

# MUSLIM WELFARE HOUSE

## DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2023

	31.3.23 £	31.3.22 £
<b>Other trading activities</b>		
<b>Investment management costs</b>		
Council Tax & Service Charges	14,451	22,347
Property management	38,683	16,345
	<hr/> 53,134	<hr/> 38,692
<b>Charitable activities</b>		
Wages	464,456	436,109
Social security	29,281	21,950
Pensions	1,974	2,560
Insurance	24,538	9,802
Telephone	5,632	9,467
Postage and stationery	4,628	3,919
Sundries	1,204	9,316
Cleaning	17,783	11,640
Travelling	22,037	10,828
Website & software	11,293	5,379
Guests and food	2,131	1,929
Youth employment project	1,069	13,009
Community Projects Costs	50,052	40,553
Ramadan Cost	31,534	10,738
Eid party cost	13,234	-
Sadakah	-	150
Repairs & renewals	43,941	79,908
CEO Expenses	4,123	1,574
Quran School cost	2,275	2,465
Victim support expense	2,794	2,111
Trustees Expenses	830	1,134
Zakatul Fitry	5,200	-
	<hr/> 740,009	<hr/> 674,541
<b>Exceptional Items</b>		
Exceptional items	-	669,125
<b>Support costs</b>		
<b>Management</b>		
Rates and water	6,697	3,081
Light and heat	74,572	62,261
Advertising	9,496	895
Staff training & welfare	-	1,568
Subscriptions	1,799	6,547
Carried forward	92,564	74,352

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# MUSLIM WELFARE HOUSE

## DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2023

	31.3.23 £	31.3.22 £
<b>Management</b>		
Brought forward	92,564	74,352
Freehold property depreciation	101,805	117,876
Long leasehold	2,151	2,151
Fixtures and fittings	7,964	7,964
Motor vehicles	2,269	2,269
Computer equipment	7,609	5,098
	<u>214,362</u>	<u>209,710</u>
<b>Finance</b>		
Bank charges	3,379	2,341
<b>Governance costs</b>		
Auditors' remuneration	3,800	3,800
Auditors' remuneration for non audit work	1,200	3,400
Legal fees	34,648	46,975
	<u>39,648</u>	<u>54,175</u>
Total resources expended	<u>1,090,458</u>	<u>1,653,041</u>
<b>Net income/(expenditure) before gains and losses</b>	<b>79,136</b>	<b>(171,016)</b>
<b>Unrealised Gain on Revaluation</b>		
Unrealised Gain on Revaluation	<u>1,016,911</u>	<u>-</u>
<b>Net income/(expenditure)</b>	<b><u>1,096,047</u></b>	<b><u>(171,016)</u></b>

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