

Madni Muslim Community Centre Trust
Unaudited Financial Statements
For the year ended
31 December 2020

SAK2020 LTD.
Chartered Certified Accountants
Broadway House
Broadway
Cardiff
CF24 1PU

Madni Muslim Community Centre Trust

Financial Statements

Year ended 31 December 2020

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Madni Muslim Community Centre Trust

Trustees' Annual Report

Year ended 31 December 2020

The trustees, present their report and the unaudited financial statements of the charity for the year ended 31 December 2020.

Reference and administrative details

Registered charity name Madni Muslim Community Centre Trust

Charity registration number 1155972

Company registration number

Principal office and registered office 1-3 Dalcross Street
Roath
Cardiff
CF24 4SE
UK

The trustees

Mr H Zaman
Mr I Zaman
Mr F Qazi
Mr N Qamar

Independent examiner Akhtar Ali Mir FCPA, ACIE
Independent Examiner
Broadway House
Broadway
Cardiff
CF24 1PU

Structure, governance and management

Governing Document:

The Madni Muslim Community Centre Trust was registered with the charity commissioners on 28th February 2015, registration number 1155972 and is governed under the trust deed executed 26th February 2014.

Objectives and activities

The object of the charity is:

1. To benefit the public by providing social, religious and recreational facilities for the Muslim community in Cardiff and Wales.
2. To provide awareness of the Islamic faith to the general public and the Muslim community.
3. To encourage and facilitate community and social cohesion among various faith and other communities/the general public.
4. To assist in the elimination of poverty among the Muslim community in Wales.
5. To develop and facilitate interfaith dialogue between Muslims and those of other faiths or none.
6. To improve and encourage education and skills among the Muslim community in Cardiff.
7. To organise and facilitate youth activities among the Muslim community, keeping our youth off the streets.

Madni Muslim Community Centre Trust

Trustees' Annual Report *(continued)*

Year ended 31 December 2020

Achievements and performance

During this year building work was undertaken, converting the property into not just a community centre allowing local Muslims to gather for worship, but also adding two new flats above the premises providing an extra income for the centre. The centre arranged various activities, including social gatherings, religious events and Quranic classes. The number of children attending the Quran classes has increased, thereby keeping our youth busy. The centre hopes to maximise its full potential by being able to accommodate a large quantity of children in various classes as well as worshippers 5 times a day. A new Imam has been appointed, and on the trustee's request, Mr. F. Qazi has taken on a position as supervisor of the centre. No expenses were incurred by the trustees.

Financial review

Reserves Policy:

The charity generated a positive outcome for the year ending 31st December 2020 with a net increase in funds of £26,484. The brought forward funds of £511,169 have increased to £537,653.

The trustees' annual report was approved on 14/10/2021 and signed on behalf of the board of trustees by:


Mr H Zaman
Trustee


Mr N Qamar
Trustee

Madni Muslim Community Centre Trust

Independent Examiner's Report to the Trustees of Madni Muslim Community Centre Trust

Year ended 31 December 2020

I report to the trustees on my examination of the financial statements of Madni Muslim Community Centre Trust ('the charity') for the year ended 31 December 2020.

Responsibilities and basis of report

The trustees are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. It is my responsibility to:

Examine the accounts under section 145 of the 2011 Act; follow the procedures laid down in the general directions given by the Charity Commission (under section 145(5)(b) of the 2011 Act); and state whether particulate matters have come to my attention.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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



Akhtar Ali Mir FCPA, ACIE
Independent Examiner
Broadway House
Broadway
Cardiff
CF24 1PU

14th October 2021

Madni Muslim Community Centre Trust

Statement of Financial Activities (including income and expenditure account)

Year ended 31 December 2020

		2020		2019
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	64,288	64,288	59,570
Investment income	5	5,216	5,216	—
Total income		<u>69,504</u>	<u>69,504</u>	<u>59,570</u>
Expenditure				
Expenditure on charitable activities	6,7	43,020	43,020	27,471
Total expenditure		<u>43,020</u>	<u>43,020</u>	<u>27,471</u>
Net income and net movement in funds		<u>26,484</u>	<u>26,484</u>	<u>32,099</u>
Reconciliation of funds				
Total funds brought forward		511,169	511,169	479,070
Total funds carried forward		<u>537,653</u>	<u>537,653</u>	<u>511,169</u>

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

The notes on pages 6 to 10 form part of these financial statements.

Madni Muslim Community Centre Trust

Statement of Financial Position

31 December 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible fixed assets	10	560,353	560,353
Current assets			
Debtors	11	4,800	—
Cash at bank and in hand		28,883	14,326
		<u>33,683</u>	<u>14,326</u>
Creditors: amounts falling due within one year	12	<u>383</u>	<u>510</u>
Net current assets		<u>33,300</u>	<u>13,816</u>
Total assets less current liabilities		<u>593,653</u>	<u>574,169</u>
Creditors: amounts falling due after more than one year	13	<u>56,000</u>	<u>63,000</u>
Net assets		<u>537,653</u>	<u>511,169</u>
Funds of the charity			
Unrestricted funds		<u>537,653</u>	<u>511,169</u>
Total charity funds	15	<u>537,653</u>	<u>511,169</u>

For the year ending 31 December 2020 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

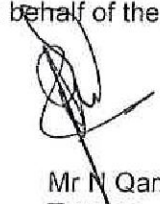
Trustees' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 14/10/2021, and are signed on behalf of the board by:


Mr H Zaman
Trustee


Mr N Qamar
Trustee

The notes on pages 6 to 10 form part of these financial statements.

Madni Muslim Community Centre Trust

Notes to the Financial Statements

Year ended 31 December 2020

1. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Companies Act 2006.

2. Accounting policies

Basis of preparation

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

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

Going concern

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

Fund accounting

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

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

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

Incoming resources

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

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

Madni Muslim Community Centre Trust

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

2. Accounting policies *(continued)*

Resources expended

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

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

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

Tangible assets

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

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

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

3. Limited by guarantee

Madni Muslim Community Centre Trust

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Donations				
Donation	24,720	24,720	41,564	41,564
Class Fees	9,280	9,280	5,441	5,441
Friday Collection	17,957	17,957	12,565	12,565
Grants				
Furlough Grant	12,331	12,331	—	—
	<u>64,288</u>	<u>64,288</u>	<u>59,570</u>	<u>59,570</u>

5. Investment income

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Rent Received	<u>5,216</u>	<u>5,216</u>	<u>—</u>	<u>—</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2020 £	Unrestricted Funds £	Total Funds 2019 £
Activity type 1	<u>43,020</u>	<u>43,020</u>	<u>27,471</u>	<u>27,471</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Total funds 2020 £	Total fund 2019 £
Activity type 1	<u>43,020</u>	<u>43,020</u>	<u>27,471</u>

8. Staff costs

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

	2020 £	2019 £
Wages and salaries	<u>22,866</u>	<u>13,929</u>

The average head count of employees during the year was 2 (2019: 2).

No employee received employee benefits of more than £60,000 during the year (2019: Nil).

Madni Muslim Community Centre Trust

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

9. Trustee remuneration and expenses

Mr Ferozuddin Qazi (who also a trustee) has taken on a position as supervisor of the centre. Mr Qazi Ferozuddin is being paid £800 per month for that position according to governing documents of trust. The charity did not pay any pension contributions or any other benefits for Mr Ferozuddin Qazi for the reporting period. Further, no benefits were provided as Trustee.

10. Tangible fixed assets

The Charity only has freehold property as tangible fixed asset which does not depreciate. However, improvement has been made to the property.

11. Debtors

	2020	2019
	£	£
Other debtors	<u>4,800</u>	<u>—</u>

12. Creditors: amounts falling due within one year

	2020	2019
	£	£
Social security and other taxes	<u>383</u>	<u>510</u>

13. Creditors: amounts falling due after more than one year

	2020	2019
	£	£
Bank loans and overdrafts	<u>56,000</u>	<u>63,000</u>

14. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2020	2019
	£	£
Recognised in income from donations and legacies:		
Government grants income	<u>12,331</u>	<u>—</u>

Madni Muslim Community Centre Trust

Notes to the Financial Statements *(continued)*

Year ended 31 December 2020

15. Analysis of charitable funds

Unrestricted funds

	At 1 January 20 20 £	Income £	Expenditure £	At 31 December r 2020 £
General funds	<u>511,169</u>	<u>69,504</u>	<u>(43,020)</u>	<u>537,653</u>

	At 1 January 20 19 £	Income £	Expenditure £	At 31 December 2019 £
General funds	<u>479,070</u>	<u>59,570</u>	<u>(27,471)</u>	<u>511,169</u>

16. Related parties

There were no related party transaction during the reporting period.

Madni Muslim Community Centre Trust

Management Information

Year ended 31 December 2020

The following pages do not form part of the financial statements.

Madni Muslim Community Centre Trust

Detailed Statement of Financial Activities

Year ended 31 December 2020

	2020 £	2019 £
Income and endowments		
Donations and legacies		
Donation	24,720	41,564
Class Fees	9,280	5,441
Friday Collection	17,957	12,565
Furlough Grant	12,331	—
	<u>64,288</u>	<u>59,570</u>
Investment income		
Rent Received	5,216	—
	<u>5,216</u>	<u>—</u>
Total income	<u>69,504</u>	<u>59,570</u>
Expenditure		
Expenditure on charitable activities		
Wages/salaries	22,866	13,929
Rates & water	—	3,426
Light & heat	4,017	5,165
Repairs & maintenance	14,554	3,061
Insurance	1,045	1,011
Legal and professional fees	—	720
Books	538	—
Sundry	—	159
	<u>43,020</u>	<u>27,471</u>
Total expenditure	<u>43,020</u>	<u>27,471</u>
Net income	<u>26,484</u>	<u>32,099</u>

Madni Muslim Community Centre Trust

Notes to the Detailed Statement of Financial Activities

Year ended 31 December 2020

	2020 £	2019 £
Expenditure on charitable activities		
Activity type 1		
<i>Activities undertaken directly</i>		
Wages/salaries	22,866	13,929
Rates & water	—	3,426
Light & heat	4,017	5,165
Repairs & maintenance	14,554	3,061
Insurance	1,045	1,011
Legal and professional fees	—	720
Books	538	—
Sundry	—	159
	<u>43,020</u>	<u>27,471</u>
 Expenditure on charitable activities	 <u>43,020</u>	 <u>27,471</u>