

Madni Muslim Community Centre Trust
Unaudited Financial Statements

For the year ended
31 December 2021

SAK2020 LTD.

Chartered Certified Accountants
Broadway House
Broadway
Cardiff
CF24 1PU

Madni Muslim Community Centre Trust

Financial Statements

Year ended 31 December 2021

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Madni Muslim Community Centre Trust

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 December 2021

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

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 SAK2020 Ltd.
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 (Incorporating the Director's Report) *(continued)*

Year ended 31 December 2021

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

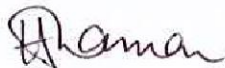
Reserves Policy:

The charity generated a positive outcome for the year ending 31st December 2019 with a net increase in funds of £53,285. The brought forward funds of £537,653 have increased to £590,938.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 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 2021

We report to the trustees on our examination of the financial statements of Madni Muslim Community Centre Trust ('the charity') for the year ended 31 December 2021.

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 particular matters have come to my attention.

Independent examiner's statement

We have completed our examination. We confirm that no matters have come to our attention in connection with the examination giving us 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).

We 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.

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

Madni Muslim Community Centre Trust

Statement of Financial Activities (including income and expenditure account)

Year ended 31 December 2021

		2021		2020
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	90,129	90,129	64,288
Investment income	5	9,600	9,600	5,216
Total income		<u>99,729</u>	<u>99,729</u>	<u>69,504</u>
Expenditure				
Expenditure on raising funds:				
Costs of raising donations and legacies	6	(7,686)	(7,686)	—
Expenditure on charitable activities	7,8	54,130	54,130	43,020
Total expenditure		<u>46,444</u>	<u>46,444</u>	<u>43,020</u>
Net income and net movement in funds		<u>53,285</u>	<u>53,285</u>	<u>26,484</u>
Reconciliation of funds				
Total funds brought forward		537,653	537,653	511,169
Total funds carried forward		<u>590,938</u>	<u>590,938</u>	<u>537,653</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 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	11	560,353	560,353
Current assets			
Debtors	12	7,600	4,800
Cash at bank and in hand		79,529	28,883
		<u>87,129</u>	<u>33,683</u>
Creditors: amounts falling due within one year	13	<u>544</u>	<u>383</u>
Net current assets		<u>86,585</u>	<u>33,300</u>
Total assets less current liabilities		<u>646,938</u>	<u>593,653</u>
Creditors: amounts falling due after more than one year	14	<u>56,000</u>	<u>56,000</u>
Net assets		<u>590,938</u>	<u>537,653</u>
Funds of the charity			
Unrestricted funds		<u>590,938</u>	<u>537,653</u>
Total charity funds	16	<u>590,938</u>	<u>537,653</u>

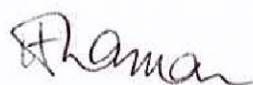
For the year ending 31 December 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Trustees' responsibilities:

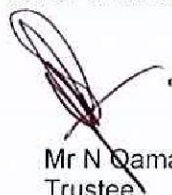
- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of 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, 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 2021

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 2021

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 2021

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donation	53,356	53,356	24,720	24,720
Class Fees	2,540	2,540	9,280	9,280
Friday Collection	23,220	23,220	17,957	17,957
Grants				
Furlough Grant	11,013	11,013	12,331	12,331
	<u>90,129</u>	<u>90,129</u>	<u>64,288</u>	<u>64,288</u>

5. Investment income

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Rent Received	<u>9,600</u>	<u>9,600</u>	<u>5,216</u>	<u>5,216</u>

6. Costs of raising donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Costs of raising donations and legacies - Gifts	<u>(7,686)</u>	<u>(7,686)</u>	<u>—</u>	<u>—</u>

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Activity type 1	<u>54,130</u>	<u>54,130</u>	<u>43,020</u>	<u>43,020</u>

8. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Total funds 2021 £	Total fund 2020 £
Activity type 1	<u>54,130</u>	<u>54,130</u>	<u>43,020</u>

9. Staff costs

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

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

Madni Muslim Community Centre Trust

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

10. 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.

11. 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.

12. Debtors

	2021	2020
	£	£
Other debtors	<u>7,600</u>	<u>4,800</u>

13. Creditors: amounts falling due within one year

	2021	2020
	£	£
Social security and other taxes	<u>544</u>	<u>383</u>

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

	2021	2020
	£	£
Bank loans and overdrafts	<u>56,000</u>	<u>56,000</u>

15. Government grants

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

	2021	2020
	£	£
Recognised in income from donations and legacies:		
Government grants income	<u>11,013</u>	<u>12,331</u>

Madni Muslim Community Centre Trust

Notes to the Financial Statements *(continued)*

Year ended 31 December 2021

16. Analysis of charitable funds

Unrestricted funds

	At 1 January 20 21 £	Income £	Expenditure £	At 31 December r 2021 £
General funds	<u>537,653</u>	<u>99,729</u>	<u>(46,444)</u>	<u>590,938</u>

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

17. Related parties

There were no related party transaction during the reporting period.

Madni Muslim Community Centre Trust

Management Information

Year ended 31 December 2021

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 2021

	2021 £	2020 £
Income and endowments		
Donations and legacies		
Donation	53,356	24,720
Class Fees	2,540	9,280
Friday Collection	23,220	17,957
Furlough Grant	11,013	12,331
	<u>90,129</u>	<u>64,288</u>
Investment income		
Rent Received	<u>9,600</u>	<u>5,216</u>
Total income	<u>99,729</u>	<u>69,504</u>
Expenditure		
Costs of raising donations and legacies		
Gifts Aid	<u>(7,686)</u>	<u>—</u>
Expenditure on charitable activities		
Wages/salaries	23,783	22,866
Light & heat	6,963	4,017
Repairs & maintenance	6,625	14,554
Insurance	1,074	1,045
Funeral cost	13,584	—
Books	—	538
Sundry expense	<u>2,101</u>	<u>—</u>
	<u>54,130</u>	<u>43,020</u>
Total expenditure	<u>46,444</u>	<u>43,020</u>
Net income	<u>53,285</u>	<u>26,484</u>

Madni Muslim Community Centre Trust

Notes to the Detailed Statement of Financial Activities

Year ended 31 December 2021

	2021 £	2020 £
Costs of raising donations and legacies		
Costs of raising donations and legacies - Gifts		
Gifts Aid	(7,686)	—
	<u>(7,686)</u>	<u>—</u>
Costs of raising donations and legacies	<u>(7,686)</u>	<u>—</u>
Expenditure on charitable activities		
Activity type 1		
<i>Activities undertaken directly</i>		
Wages/salaries	23,783	22,866
Light & heat	6,963	4,017
Repairs & maintenance	6,625	14,554
Insurance	1,074	1,045
Funeral cost	13,584	—
Books	—	538
Sundry expense	2,101	—
	<u>54,130</u>	<u>43,020</u>
Expenditure on charitable activities	<u>54,130</u>	<u>43,020</u>