MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

England & Wales · Charity number 1156440

Details

Status	Registered
Legal form	CIO
Registered	2014-03-28
Register	View on the Charity Commission register

Contact

Address	30 Oakthorpe Road London N13 5JL
Phone	02089203990
Email	enquiries@mcec.org.uk
Website	www.mcec.org.uk

Activities

Objects: 1. TO ADVANCE THE RELIGION OF ISLAM FOR THE BENEFIT OF THE PUBLIC THROUGHA. THE HOLDING OF PRAYER MEETINGS, LECTURES AND PUBLIC CELEBRATION OF RELIGIOUS FESTIVALS B. THE PROVISION OF A PLACE OF PUBLIC RELIGIOUS WORSHIP AND EDUCATION BY PERSONS PROFESSING THE RELIGION OF ISLAM C. THE PROVISION OF MARRIAGE AND FUNERAL SERVICES IN ACCORDANCE WITH ISLAMIC RITESD. THE PRODUCTION AND/OR DISTRIBUTION OF LITERATURE ON ISLAMIC BELIEF AND PRACTICE TO HELP EDUCATE THE PUBLIC ABOUT THE RELIGION OF ISLAM2. THE SPECIFIC EDUCATION OF THE GENERAL PUBLIC IN QURANIC, ISLAMIC STUDIES AND ARABIC.3. TO DEVELOP THE CAPACITY AND SKILLS FOCUSING ON, BUT NOT RESTRICTING TO, MEMBERS OF THE SOCIALLY AND ECONOMICALLY DISADVANTAGED MUSLIM COMMUNITY PRIMARILY IN THE LONDON BOROUGHS OF ENFIELD AND BARNET AND ALSO SOME AREAS OF HERTFORDSHIRE IN SUCH A WAY THAT THEY ARE BETTER ABLE TO IDENTIFY, AND HELP MEET, THEIR NEEDS AND TO PARTICIPATE MORE FULLY IN SOCIETY

Activities: - To advance the religion of Islam for the benefit of the Public- Advance the knowlege and education of the general public in Quranic, Arabic and Islamic Studies- To develop the capacity and skills of the members of society and economically disadvantage Muslim community in the London Borough of Enfield, Barnet and surroundings

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Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services
- **What:** General Charitable Purposes, Education/training, Religious Activities
- **Who:** Children/young People, The General Public/mankind

Geography

- Throughout London

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£807,809	£438,125	£4,178,601	8
2024-03-31	£630,142	£497,729	£3,808,917	7
2023-03-31	£687,755	£497,632	£3,676,504	6
2022-03-31	£612,475	£406,242	£3,441,382	8
2021-03-31	£313,472	£413,564	-	-

Trustees

Name	Role	Appointed
YASIR M SHAIKH CEng	Chair	2013-10-07
Abdul Samad Billoo		2016-01-06
Rahat Shams Mohammed Hadi		2021-12-07
SABIR MAHMOOD SHAIKH		2013-10-07
SAIFUDDIN AHMAD		2013-10-07
SAQIBAH TALAT SHEIKH MA		2016-01-06
SHAPPIR ALIM		2013-10-07
TALAT SHAIKH		2013-10-07

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MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

England & Wales - Charity number 1156440

Accounts

Charity registration number 1156440 (England and Wales)

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2025

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr. T Shaikh Mr. Y M Shaikh Ms. S T Sheikh Mr. S Ahmad Mr. S Alim Mr. S M Shaikh Dr. A S Billoo Mr R Mohammed Hadi
Charity number (England and Wales)	1156440
Principal address	30 Oakthorpe Road London N13 5JL
Auditor	JF Francis Ltd Francis House 2 Park Road Barnet Herts EN5 5RN

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

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MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 MARCH 2025

The trustees present their annual report and financial statements for the year ended 31 March 2025.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 of these financial statements.

Objectives and activities
The aims and objectives of the charity are:

1. To advance the religion of Islam for the benefit of the public through:

- The holding of prayer meetings, lectures and public celebration of religious festivals.
- The provision of a place of public religious worship and education by persons professing the religion of Islam.
- The provision of marriage and funeral services in accordance with Islamic rites.
- The production and/or distribution of literature on Islamic belief and practice to help educate the public about the religion of Islam.

2. The specific education of the general public in Quranic, Islamic studies and Arabic.

3. To develop the capacity and skills focusing on, but not restricting to, members of the socially and economically disadvantaged Muslim community primarily in the London Boroughs of Enfield and Barnet and also some areas of Hertfordshire in such a way that they are better able to identify and help meet their needs and to participate more fully in the society. It also provides help to the needy and vulnerable inside UK and around the world by feeding the homeless and supporting sustainable projects.

Public Benefit Statement
The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

In setting objectives and planning activities, the trustees have carefully considered their duty under Section 17 of the Charities Act 2011 to have regard to the Charity Commission’s public benefit guidance. Our projects and services have continued to grow, with new initiatives benefiting an even wider community.

In line with MCEC's objectives, we continue to develop our worship facilities. We now provide full facilities for all daily prayers as well as prayers on a special occasions. Attendance at daily and Friday prayers have grown significantly. It is estimated that around 3,000 people visit the mosque weekly, with nearly 1,500 attending Friday (Jumaa) prayers and larger gatherings during Ramadan. To accommodate nearly 10,000 worshippers during Eid, we held five separate prayer sessions for both Eid celebrations during the reporting period, each attended by around 2,000 people including families, business owners and individuals. To serve the local Muslim community, our Imams deliver sermons and classes in English.

We also provide coordinated support through Question & Answer sessions and educational tours for our new Muslims and non-Muslims individuals, tailored to meet their needs. We have introduced a Fatwa service, enabling people to seek religious advice from scholars in person, by email, or in groups. We extend this scholarly support to RE teachers and school staff to help them better understand Islam and the needs of Muslim students. In partnership with the local schools, we train staff and teachers enhancing their awareness of Islam and its similarities with other Abrahamic faiths: Judaism and Christianity.

Islamic marriage ceremonies, informal marital counselling and personalised religious advice are regularly provided at the Centre. These services help strengthen families by promoting peace and harmony in the households.

Our Islamic funeral facilities are now well established. Bereaved families receive guidance and support from the time of death through to dignified burial.

The Parents & Toddlers group continues under the care of dedicated volunteers. Weekly ladies' Quran classes remain popular and we have introduced a women's fitness class run by a qualified instructor. Evening adult classes also run weekly. All counselling and classes are free of charge.

MCEC Green Stars Youth Club and community activities:

Green Stars provides a platform for young people to socialise, learn, and participate in organised workshops and activities. It helps them make friends and integrate into the wider community.

During the reporting period, we have held the following activities:

- Girls' and Boys' Youth Club – Held every Friday (twice monthly for boys and twice monthly for girls), with over 50 attendees aged 9–18 enjoying sports, arts & crafts, and workshops.
- Brazilian Jiu Jitsu (adults) – Four sessions per week, focusing on mind and body wellbeing, with around 50 regular participants.
- Brazilian Jiu Jitsu (youth boys) – Weekly for ages 7–13, with about 15 attendees learning discipline, technique and teamwork.
- 50+ Adult Sessions – Twice weekly for older adults, offering exercise, discussion and outings for both men and women.
- Parents & Toddlers Group – Weekly during term time for ages 0–5.
- Weekly cycling sessions – For men and women.
- Weekly football (16+) – Every Saturday.
- Ramadan Youth Club – 9–23 March 2025, with hands-on activities and creative learning.
- Youth Iftar Gathering – 22 March 2025, with over 100 young attendees, focusing on spirituality and Ramadan awareness.
- Community Iftar – 15 March 2025, led by Imam Hassan Ali, with over 400 participants.
- Teen Engagement Workshop – 19 January 2025, in partnership with Here for Youth.
- Sister Vibes – A monthly safe space for women aged 18–23 to connect and share, with around 15 attendees.

MCEC Supplementary Schools:

Over 200 local children attend MCEC Saturday School and Hifz (memorisation) classes. Demand is high, with waiting lists for both. This reflects the quality of education provided.

Our ethos is to offer Islamic education while teaching social and moral responsibility in a caring environment. We encourage students to gain knowledge and skills that will help them become responsible British citizens.

We emphasise respect for free will, Islamic pluralism, interfaith understanding and humanitarian values. A new curriculum helps students apply Islam in daily life while following the law of the land.

Achievements are celebrated at award ceremonies and student presentations. The annual Achievement and Awards Assembly was postponed and held on the following dates:

Workshops and visits during the year included:

- Arabic Calligraphy Session – 18 January 2025
- School trip to the Science Museum – 8 February 2025

MCEC Funeral Service:

We at MCEC conducted 120 funerals throughout the year. In addition, we work with our partnering funeral directors to ensure we are providing our service to the community as best as possible.

MCEC External Engagement

The ongoing engagements continued alongside additional ones, as outlined below:

MCEC Tours and Visits

During the reporting period, MCEC continued receiving requests and arranging visits for local primary and secondary schools in line with the national KS1 and KS2 Religious Education curriculum. Students, teachers and parents are welcome to visit and experience the Muslim faith and place of worship first-hand.

The open Q&A sessions have had very positive feedback. The schools, their staff and most importantly the students find these visits ''highly educational and enjoyable". As a result, we generally have more than 16 local and neighbouring boroughs' schools with over 2,200 pupils visiting the Mosque. Our "Open Door and Open Mind" policy also welcomes GCSE students, adults, and researchers working on Religious Education projects, often leading to fascinating Q&A sessions. We also visited schools to teach Islam during the Academic year.

Food Bank partnership with Neighbouring Mosque

We maintain an ongoing partnership with a neighbouring mosque to support community members who are struggling or facing hardship. MCEC serves as a collection hub, and our volunteers deliver the food to the neighbouring mosque before the Food Bank opens every Monday.

We have done the following initiative:

Donate your Dates – Southgate and MCEC Food Bank Project (during Ramadan)

MCEC Breakfast Club

We have run our fortnightly breakfast club for five years, offering complimentary breakfast to all passers-by and local neighbours. Participants enjoy a continental and Turkish breakfast with hot tea and coffee. The event is well attended, with over 60 participants each time.

MCEC Annual Eid Fair:

The annual Eid Fair held on Sunday, 20th June 2024 was a joyful day for the community and the wider neighbourhood. It provided an opportunity for interfaith engagement and celebration with diverse communities. Men, women and children of all ages enjoyed fun activities, delicious food and exciting rides, truly something for everyone. The event raised a total of £22,799.

Marriage Match Event:

We resumed our marriage match events and successfully held four gatherings for community members aged 23–35 in an Islamic setting, encouraging those interested in marriage to come forward. The events took place on:

- Friday 26th April 2024
- Friday 26th July 2024
- Friday 21st February 2025

Ongoing Online and Face-to-Face teaching continues:

MCEC successfully ran a series of educational classes throughout the year via online and social media mediums, which benefited the local community.

MCEC has classes in Urdu, Turkish and Albanian. For respective language speakers, other courses run in the centre in a universally understood language, English.

We have regular reminders that are published on our social media platforms.

Workshops, Events and Lectures:

MCEC successfully delivered a series of educational and interactive workshops, lectures, and classes throughout the year.

We also organised events to benefit both the local and wider community.

- Bake Sale for Palestine – 5th April 2024
- Quran and Science Workshop – by Omar Al Zabir – 5th May 2024
- How to Improve Your GCSE Science Grades – 12th May 2024
- The Essentials of Hajj and Umrah – Led by Dr Mohamed Ali Ahdash – Four-week live interactive sessions, 19th May–9th June 2024
- B&Q's Community and Neighbourhood Service Programme – Working with B&Q Palmers Green to repaint the foyer and reception – 5th June 2024
- Urdu Language Course – Basic speaking, writing and listening – Led by Mahjabeen Shah – Five-week course, 29th July–26th August 2024
- Tajweed Course – Refine your recitation – Led by Ustad Bilal Bashuaib – Four-week course, 27th July–17th August 2024
- Public Speaking Workshop – Learn the Art of Public Speaking – Led by Kosser Abdul Aziz – Three-day course, 12th–14th August 2024
- Poetry Creative Writing Workshop – History of Poetry in Islamic Tradition – One-day course, 17th August 2024
- Arabic Calligraphy Workshop – Two-day course, 28th–29th August 2024
- An Evening with Asim Khan – Workshop on Resilience – 13th September 2024
- An Insight into the Life of the Prophet Muhammad (Peace Be Upon Him) – by Dr Mohamed Ali Ahdash and Shaykh Abdus Subhan Dalvi – 15th September 2024
- Learn How to Save a Life – Workshop in collaboration with the British Islamic Medical Association – 28th September 2024
- Volunteers Appreciation Dinner – Celebrating our volunteers, with over 80 attendees – 7th October 2024
- How to Build a Quranic Home – Led by Shaykh Ishaaq Jasaat – 19th October 2024
- Happily Ever After – Keys to a Successful Marriage – Led by Dr Abdur Rahman Mangera – 7th December 2024
- Letters from the Global South – Climate Change Workshop – 20th–22nd December 2024
- Explore the Life of the Prophet Isa – Led by Dr Mohamed Ali Ahdash – 28th December 2024
- Health Care and Advice Day – Free health checks (diabetes, blood pressure, ear health, cancer awareness, midwifery, mental health) – with Health Heroes Unite – 10th January 2025
- The Night Journey (Al Isra Wal-Miraj) – Led by Dr Mohamed Ali Ahdash – 26th January 2025
- Tawheed: The Ultimate Freedom – Led by Sumaya Adnan – 9th February 2025
- Zakat Workshop – In collaboration with the National Zakat Foundation – Led by Abu Bakr – 23rd February 2025
- Preparing for Ramadan – Religious and Health Perspectives – Led by Dr Mohamed Ali Ahdash and Dr Jawad Yahya – 28th February 2025
- An Hour with a Scholar – Led by Dr Mohamed Ali Ahdash – 21st and 28th March 2025

MCEC Social Media:

Our online presence has grown throughout the year, with increased followers, views and engagement.

We publish religious reminders, centre events, educational classes, lectures, talks and information about tours and visits every week.

We continue to connect with people locally and internationally through our Website, Facebook, Instagram, Twitter, WhatsApp, Telegram and TikTok.

Achievements and performance

The NLDN (North London Development Network) was set up in 2018 as a part of MCEC's ongoing commitment to community engagement. Our charitable work has encompassed emergency relief, food security, Wash, health, education and livelihoods.

NLDN's vision: To see a prosperous world free from poverty and hunger.

NLDN focuses on expanding charitable work, supporting the people affected by humanitarian tragedies, working to end poverty and achieving food security worldwide.

Below is a summary of the projects supported from April 2024 to March 2025.

Item	Description	Amount £
Pal Medical Phase Two	£40,000 of which £22,466 was raised on Friday, 9th May at Palmers Green Mosque, and the remaining £17,534 was transferred to the account details of our partnering charity Seven Spikes (Charity No 1170486) following due diligence and the signing of an MOU.	17,534
Al-Shifaa Hospital	Al-Shifaa Hospital, one of the key hospitals in Northern Gaza was targeted during the first week of the war. The haemodialysis unit at the hospital which is vital for providing filtered and pure water for dialysis patients and for other hospital departments, relies on a desalination plant that was in need of urgent repair. The haemodialysis unit serves hundreds of patients daily, while the desalination plant supplies water to the entire hospital, impacting thousands of patients, visitors, and medical staff. Funds transferred to the account details of our partnering charity, Seven Spikes Relief Foundation (Charity No 1170486) following due diligence and the signing of an MOU.	19,000
It's Humanity Foundation	Project Hatey Khori, aimed at tackling youth unemployment in Bangladesh. The initiative provides marginalised youth (18–25), including school dropouts, unemployed graduates and women, with industry-aligned vocational training and soft skills development. Through six technical courses, employment facilitation, and mentorship, the project equips participants for jobs or entrepreneurship, fostering long-term economic independence and stability. The partner organisation is It's Humanity Foundation (Charity No 1201232).	15,000
HANDS International	Hands Independent Living Centres for people with Disabilities initiated by HANDS International (Charity No 1156471) which aims to empower people with disabilities (PWDs) by prioritising consumer control, ensuring that services are managed and operated by PWDs themselves. Traditional social services often fail to meet their unique needs, but HILC addresses this gap by offering capacity building, peer support, skills training, and community development. With funding, the program aims to expand its reach, enhance PWDs' independence and social inclusion, and promote disability rights awareness. This innovative model fosters self-sufficiency and inclusion, making it a vital initiative for empowering PWDs and strengthening communities.	29,880
Mughal Eye Hospital	To establish the strategic partnership and framework arrangement between MUGHAL EYE HOSPITAL and MUSLIM COMMUNITY & EDUCATION CENTRE. The purpose of this is implementation of Cataract replacement surgery for 1000 beneficiaries. MUGHAL EYE HOSPITAL will use the funds for the supply of lenses and medication and not the cost of medical staff.	15,000

It's Humanity foundation	Fitra Contribution for It's Humanity Foundation Zakat Campaign 2024.	1,000
Hands International	£1,500 Fitra for Pakistan. £2,000 each Fitra for Yemen, Rohingya and Gaza.	7,500
International Waqf And Relief Foundation	Fitra for Palestine.	2,000
Seven Spikes Relief Foundation	Fitra for Egypt.	2,000
International Waqf And Relief Foundation	Fitrana to help the needy in Palestine.	3,000

Financial review

The income is generated from donations collected from Muslim people and Muslim organisations. The incoming resources and expenditures are detailed in the Statement of Financial Activities.

The financial year commenced with total cash and bank balances of £1,331,225. During the year, donations income amounting to £741,006, Investments income amounting to £64,465 and other income amounting to £2,338 were received

Resources expended in the year totalled £438,125, which included utility costs, repairs & maintenance, education & distributions in support of the poor and needy. At the year's end, there was a total cash and bank balance of £1,634,277.

Reserves Policy

The trustees have forecast the level of free reserves (that is those funds not tied up in fixed assets, designated and restricted funds) the charity will require to sustain its operations over the forthcoming year.

Plans for future periods

In looking forward, the Charity's future plans are to improve on the existing facilities provided at the Centre and also to meet demand for future educational services through Muslim Community & Education Centre (MCEC) CIO, charity number 1156440, formed for the purpose of continuing the charitable activities of the charity.

Structure, governance and management

The charity was formed to take over the net assets, funds and activities of Muslim Community and Education Centre, an unincorporated Trust and a registered charity, number 1043847. The transfer agreement was dated 31 March 2015. The Muslim community and Education Centre (MCEC) is governed and managed by its governing document.

Governing Document

Muslim Community and Education Centre (MCEC) is a Charitable Incorporated Organisation,
registered on 28th March 2014 and is a registered charity, number 1156440. The trustees are as follows:

Mr. T Shaikh
Mr. Y M Shaikh
Ms. S T Sheikh
Mr. S Ahmad
Mr. S Alim
Mr. S M Shaikh
Dr. H P Ahmad (Resigned 23 September 2025)
Dr. A S Billoo
Mr R Mohammed Hadi

Method of appointment of Trustees and policies adopted for their induction
The basis of selecting new trustees is by way of identifying people who regularly attend events and functions organised by the CIO, show an interest in and volunteer to help out during these activities.

These people are then invited to attend Trustees' meetings as observers. They are then given more details of the CIO's aims and objectives. Upon satisfaction that these are in line with their ideology of charity work and after due consideration of the person's eligibility, personal competence, specialist knowledge and skills they are proposed as new trustees by the existing ones at the subsequent meeting where they are appointed by the current Board members.

Prior to their appointment, new trustees are introduced to the Charity's Policies to ensure adherence to various clauses of our Constitution. Charity procedures are covered, where they become aware of the scope of their responsibilities under the Charities Act. They are then attached to an existing trustee who they assist on the projects and activities run by the charity. After satisfactory feedback from existing trustees, they are appointed as board members and then given the task to deal with project/activity on their own and are regularly monitored through meetings.

Decision making
All decisions must be according to the teachings of the last Holy book Al-Qur'an and Sunnah of the last Prophet, Muhammad (peace be upon him), and based on majority ruling after proper assessment of the subject matter. The trustees are legally responsible for the overall management and control of the centre and meet on a regular basis, at least 6 times a year. The Finance and General Purposes (building) members generally meet every Friday to consider the tasks delegated to them in respect of financial, building work or any specialist adviser report, which are then communicated to the other trustees at the main board meeting for their deliberations.

Risk review
The management committee has conducted a review of the major risks, to which the charity is exposed and systems have been established to mitigate those risks. Significant external risks to funding have been reduced by the development of a strategic plan, which will allow for development only when the funds are in hand or have been guaranteed. Internal risks are minimised by the implementation of procedures for authorisation of all transactions and projects and to ensure consistent quality of delivery for all operational aspects. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

Statement of Trustees' annual responsibilities
The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The Trustees' annual report was approved and signed on behalf of the board of trustees by :

Yasir Shaikh	saqibah.sheikh@gmail.com	Shappir Alim
Mr. Y M Shaikh	Ms. S T Sheikh	Mr. S Alim
Trustee	**Trustee**	**Trustee**

26 January 2026

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

Opinion

We have audited the financial statements of Muslim Community & Education Centre (MCEC) (the 'charity') for the year ended 31 March 2025 which comprise the statement of financial activities, the statement of financial position, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2025 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Charities Act 2011.

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 *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity 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' annual 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 charity'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 other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of 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.

Matters on which we are required to report by exception

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

- the information given in the financial statements is inconsistent in any material respect with the Trustees' annual report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; 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' annual responsibilities, the trustees 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 charity'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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor 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 an auditor's report 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. We designed procedures capable of detecting non-compliance with laws and regulations and irregularities, including fraud, through:

- Obtaining an understanding of the Charity through discussions with Trustees , and the application of our cumulative audit knowledge and experience of the industry to identify laws and regulations that could reasonably be expected to have a direct effect on the financial statements including employment, health and safety, data protection and anti-bribery legislation and we considered the extent to which noncompliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities SORP.

- Identifying possible risks of material misstatement of the financial statements due to fraud. We considered, in addition to the non-rebuttable presumption of a risk of fraud arising from management override of controls, whether there was potential for management bias in the reporting of events and transactions in the financial statements relating to principal accounting estimates and uncertainties.

Our audit procedures were designed to respond to the identified risks relating to non-compliance with laws and regulations and irregularities (including fraud) that are material to the financial statements.

Our audit procedures in relation to non-compliance with laws and regulations included, but were not limited to:

- Discussing with the trustees and management their policies and procedures regarding compliance with laws and regulations and reviewing correspondence with regulators and with solicitors; and
- Communicating identified laws and regulations with the audit team and remaining alert to any indications of non-compliance throughout the audit; and
- Considering the risk of non-compliance with laws and regulations; and
- Considering whether the financial statement disclosures fairly represent the underlying transactions.

Our audit procedures in relation to irregularities and fraud included, but were not limited to:

- Making enquiries of trustees and management as to where they considered there was susceptibility to fraud, and whether they had knowledge of actual, suspected or alleged fraud; and
- Gaining an understanding of the internal controls established to mitigate risks relating to fraud; and
- Discussing the risk of fraud and management bias with the audit team and remaining alert to any indications of fraud and management bias throughout the audit; and
- Addressing the risk of management override of controls by testing journal entries, considering the rationale behind significant or unusual transactions, and reviewing accounting estimates

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management.

Because of these inherent limitations, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance.

This risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council’s website at: https://www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees 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 charity's trustees those matters we are required to state to them in an auditor's 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 charity and the charity’s trustees for our audit work, for this report, or for the opinions we have formed.

Frank Yiallouris (Senior Statutory Auditor)
For and on behalf of JF Francis Ltd, Statutory Auditor
Chartered Certified Accountants
Francis House
2 Park Road
Barnet
Herts
EN5 5RN
Date: 30-01-2026

JF Francis Ltd is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2025

	Notes	Unrestricted funds 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
Income and endowments from:							
Donations and legacies	**3**	587,996	153,010	741,006	448,955	119,969	568,924
Investments	**4**	64,465	-	64,465	61,218	-	61,218
Other income	**5**	2,338	-	2,338	-	-	-
Total income		654,799	153,010	807,809	510,173	119,969	630,142
Charitable activities	**6**	293,078	111,914	404,992	399,286	82,029	481,315
Investment property expenditure	**8**	33,133	-	33,133	16,414	-	16,414
Total expenditure		326,211	111,914	438,125	415,700	82,029	497,729
Net income and movement in funds		328,588	41,096	369,684	94,473	37,940	132,413
Reconciliation of funds:							
Fund balances at 1 April 2024		3,764,808	44,109	3,808,917	3,670,335	6,169	3,676,504
Fund balances at 31 March 2025		4,093,396	85,205	4,178,601	3,764,808	44,109	3,808,917

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

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2025

	Notes	2025 £	2025 £	2024 £	2024 £
Fixed assets					
Tangible assets	**12**		1,331,883		1,371,080
Investment property	**13**		926,367		926,367
			2,258,250		2,297,447
Current assets					
Debtors	**14**	302,705		195,307	
Cash at bank and in hand		1,634,277		1,331,225	
		1,936,982		1,526,532	
Creditors: amounts falling due within one year	**15**	(16,631)		(15,062)	
Net current assets			1,920,351		1,511,470
Total assets less current liabilities			4,178,601		3,808,917
The funds of the charity					
Restricted income funds	**16**		85,205		44,109
Unrestricted funds	**17**		4,093,396		3,764,808
			4,178,601		3,808,917

The financial statements were approved by the trustees on 26 January 2026

Yasir Shaikh	saqibah.sheikh@gmail.com	Shappir Alim
Mr. Y M Shaikh	Ms. S T Sheikh	Mr. S Alim
Trustee	**Trustee**	**Trustee**

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2025

	Notes	2025 £	2025 £	2024 £	2024 £
Cash flows from operating activities					
Cash generated from operations	**20**		256,167		54,822
Investing activities					
Purchase of tangible fixed assets		(21,880)		(102,637)	
Proceeds from disposal of tangible fixed assets		4,300		-	
Investment income received		64,465		61,218	
Net cash generated from/(used in) investing activities			46,885		(41,419)
Net cash generated from financing activities			-		-
Net increase in cash and cash equivalents			303,052		13,403
Cash and cash equivalents at beginning of year			1,331,225		1,317,822
Cash and cash equivalents at end of year			1,634,277		1,331,225

1 Accounting policies

Charity information

The charity is registered charity in England and Wales and is a Charitable Incorporated Organisation. The address of the principal office is 30 Oakthorpe Road, London, N13 5JL.

1.1 Basis of preparation

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 Charities Act 2011.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

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 principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1 Accounting policies **(Continued)**

The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants and is included in full in the statement of financial activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donations are the main source of income for the Centre. Those classified as Zakaat, Fitrana and Sadaqat are for the specific purpose of distribution to the poor and are treated as restricted funds.

Gifts in kind - properties and other fixed assets donated to the charity are included as voluntary income at market value at the time of receipt.

Donated services and facilities are included as voluntary income at their estimated value to the charity when received, and under the appropriate expenditure heading depending on the nature of service or facility provided, at the same value and time.
Income from 'gift aid' tax reclaims is recognised for donations received prior to the year end for which 'gift aid' certificates apply.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

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

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

1 Accounting policies **(Continued)**

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	Over 50 years
Fixture and fittings	25% reducing balance
Computer Equipment	15% reducing balance
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Investment property

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 ‘Basic Financial Instruments’ and Section 12 ‘Other Financial Instruments Issues’ of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method 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. Financial assets classified as receivable within one year are not amortised.

1 Accounting policies **(Continued)**

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans 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. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

There are no significant judgements or estimates involved in the preparation of the financial statements.

3 Donations and legacies

	Unrestricted funds general 2025 £	Restricted funds 2025 £	Total 2025 £	Unrestricted funds general 2024 £	Restricted funds 2024 £	Total 2024 £
Donations received	548,147	-	548,147	448,955	-	448,955
Zakaat, Fitrana and Sadaqat	39,849	153,010	192,859	-	119,969	119,969
	587,996	153,010	741,006	448,955	119,969	568,924

4 Investments

	Unrestricted funds general 2025 £	Unrestricted funds general 2024 £
Rental income	64,465	61,218

5 Other income

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Net gain on disposal of tangible fixed assets	2,338	-

6 Expenditure on charitable activities

	Charitable expenditure 2025 £	Charitable expenditure 2024 £
Direct costs		
Depreciation and impairment	59,117	58,060
Wages & salaries	159,137	130,791
Rates & water	2,964	3,195
Light & heat	28,327	22,852
Repairs & maintenance	8,086	18,027
Insurance	5,001	4,460
Motor vehice expenses	4,182	5,919
Telephone	895	617
Other charity operating cost	137,283	220,394
Bad debts	-	17,000
	404,992	481,315
Analysis by fund		
Unrestricted funds	293,078	399,286
Restricted funds	111,914	82,029
	404,992	481,315

7 Net movement in funds

	2025 £	2024 £
The net movement in funds is stated after charging/(crediting):		
Fees payable for the audit of the charity's financial statements	3,600	3,600
Depreciation of owned tangible fixed assets	59,117	58,060
Profit on disposal of tangible fixed assets	(2,338)	-

8 Other expenditure

	Unrestricted funds 2025 £	Unrestricted funds 2024 £
Rental Property expenses	33,133	16,414

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

10 Employees

	2025 Number	2024 Number
Administration	8	7

No employee received employee benefits of more than £60,000 during the year (2024: Nil).

There were no employees whose annual remuneration was more than £60,000.

11 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

12 Tangible fixed assets

	Land and buildings	Fixture and fittings	Computer Equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 April 2024	1,973,324	4,300	238,418	46,660	2,262,702
Additions	-	-	2,380	19,500	21,880
Disposals	-	-	-	(34,340)	(34,340)
At 31 March 2025	1,973,324	4,300	240,798	31,820	2,250,242
Depreciation and impairment					
At 1 April 2024	720,656	2,486	133,035	35,443	891,620
Depreciation charged in the year	39,466	453	15,898	3,300	59,117
Eliminated in respect of disposals	-	-	-	(32,378)	(32,378)
At 31 March 2025	760,122	2,939	148,933	6,365	918,359
Carrying amount					
At 31 March 2025	1,213,202	1,361	91,865	25,455	1,331,883
At 31 March 2024	1,252,668	1,814	105,382	11,216	1,371,080

13 Investment property

	2025 £
Fair value	
At 1 April 2024 and 31 March 2025	926,367

13 Investment property **(Continued)**

The fair value of the investment property has been arrived at on the basis of a valuation carried out at 31 March 2025 by the trustees. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

	2025	2024
	£	£
Freehold	926,367	926,367

14 Debtors

	2025	2024
Amounts falling due within one year:	£	£
Other debtors	299,000	192,700
Prepayments and accrued income	3,705	2,607
	302,705	195,307

15 Creditors: amounts falling due within one year

	2025	2024
	£	£
Trade creditors	6,288	3,125
Other creditors	2,824	2,565
Accruals and deferred income	7,519	9,372
	16,631	15,062

16 Restricted funds

The restricted funds of the charity consist of unspent donations and grants designated for Sadaqa and Zakat. These funds are held in trust and must be used in accordance with specific conditions set by the donors.

At 1 April 2024	Incoming resources	Resources expended	At 31 March 2025
£	£	£	£
44,109	153,010	(111,914)	85,205

16 Restricted funds **(Continued)**

Previous year:	At 1 April 2023	Incoming resources	Resources expended	At 31 March 2024
	£	£	£	£
	6,169	119,969	(82,029)	44,109

17 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used.

	At 1 April 2024	Incoming resources	Resources expended	At 31 March 2025
	£	£	£	£
General funds	3,764,808	654,799	(326,211)	4,093,396

Previous year:	At 1 April 2023	Incoming resources	Resources expended	At 31 March 2024
	£	£	£	£
General funds	3,670,335	510,173	(415,700)	3,764,808

18 Analysis of net assets between funds

	Unrestricted funds 2025	Restricted funds 2025	Total 2025
	£	£	£
At 31 March 2025:			
Tangible assets	1,331,883	-	1,331,883
Investment properties	926,367	-	926,367
Current assets/(liabilities)	1,835,146	85,205	1,920,351
	4,093,396	85,205	4,178,601

	Unrestricted funds 2024	Restricted funds 2024	Total 2024
	£	£	£
At 31 March 2024:			
Tangible assets	1,371,080	-	1,371,080
Investment properties	926,367	-	926,367
Current assets/(liabilities)	1,467,361	44,109	1,511,470
	3,764,808	44,109	3,808,917

19 Related party transactions

There were no related party transactions during the year (2024 - none).

20 Cash generated from operations	**2025**	**2024**
	£	**£**
Surplus for the year	369,684	132,413
Adjustments for:		
Investment income recognised in statement of financial activities	(64,465)	(61,218)
Gain on disposal of tangible fixed assets	(2,338)	-
Depreciation and impairment of tangible fixed assets	59,117	58,060
Movements in working capital:		
(Increase) in debtors	(107,399)	(77,601)
Increase in creditors	1,568	3,168
Cash generated from operations	256,167	54,822

21 Analysis of changes in net funds

The charity had no material debt during the year.

30 Oakthorpe Road
London
N13 5JL

JF Francis Ltd
Francis House
2 Park Road
Barnet
Hertfordshire
EN5 5RN

26th January 2026

Dear Sirs,

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2025.

We confirm that the following representations are made on the basis of enquiries of management and staff with relevant knowledge and experience and, where appropriate, of inspection of supporting documentation, sufficient to satisfy ourselves that we can properly make each of the following representations to you, in connection with your audit of the charity's financial statements for the year ended 31st March 2025. All representations are made to the best of our knowledge and belief.

We acknowledge as trustees our collective responsibility under the Charity's governing document, under the charity Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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) for presenting financial statements, which give a true and fair view and for making accurate representations to you and confirm that we have approved the Annual Report for the year ended 31st March 2025. All the accounting records have been made available to you for the purpose of your audit and all the transactions undertaken by the charity have been properly reflected and recorded in the accounting records. All changes in the governing documents of the charity have been communicated to you. All other records and related information, including minutes of all trustees, members and management meetings have been made available to you.

We confirm that the accounting policies and estimation techniques adopted for the preparation of the financial statements are the most appropriate to the circumstances in which the charity operates.

All grants, donations and other incoming resources, the receipt of which is subject to specific terms or conditions, have been notified to you. All income has been recorded and restricted funds have been properly applied. There have been no breaches of terms or conditions during the period in the application of such incoming resources.

Other than those disclosed in the financial statements we are not aware of any material liabilities, provisions, contingent liabilities, contingent assets or contracted for capital commitments, that need to be provided for or disclosed in the financial statements.

The charity has satisfactory title to all assets and there are no liens or encumbrances on the charity's assets.

We confirm that the investment properties held by the Charity were not revalued by the Trustees as of 31st March 2025. The valuation of £926,367 was determined based on the current market conditions using valuation tools such as Zoopla and Rightmove and has remained unchanged as of that date.

We confirm that the freehold property, classified as a tangible asset, is initially measured at cost and depreciated over its estimated useful life of 50 years. The cost of the property is approximately £1.9 million, with accumulated depreciation of around £760,000 as of 31st March 2025. We have depreciated the property for 19 years.

We confirm that a loan of £299,000 was provided for various charitable purposes as of 31st March 2025.

We also confirm that during the year the charity acquired a Motor Vehicles at a total cost of £19,500. Of this amount, £16,000 was paid in cash by the charity, with the remaining £3,500 settled through the part-exchange of the old vehicle.

We confirm that as at 31 March 2025, the total balance of the Restricted Fund is £85,205, and the total balance of the Unrestricted Fund is £4,093,396.

We confirm that there are no going concern issues, as the charity had a cash balance of approximately £1.6 million as of 31st March 2025. This amount is sufficient to sustain the charity's operations for another 2–3 years, even in the absence of any further donations.

We confirm that we have notified you of all related party relationships and transactions that the charity has entered into with those related parties during the period of which we are aware. Other than those disclosed in the financial statements, the charity has not entered into any transactions involving trustees, officers or other related parties which require disclosure under the Charities Act or SORP.

We acknowledge our responsibility for the design and implementation of internal controls to prevent and detect fraud and have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud. We are unaware of any irregularities, including fraud and suspected fraud, involving management, employees or volunteers who have significant roles in internal control, or those working for the charity where this could have a material effect on the financial statements. No allegations of such irregularities or breaches have come to our notice.

We have disclosed all known or possible litigation and claims whose effects should be considered when preparing the financial statements and these have been disclosed in accordance with the requirements of accounting standards. We are unaware of any breaches or possible breaches of statute, regulations, contracts, agreements or the charity's governing document which might prejudice the charity's going concern status or that might result in the charity suffering significant penalties or other loss. No allegations of such irregularities have come to our notice.

We confirm that the Trustees' Report, as provided by us, together with the events described therein, presents a true and fair view of the affairs of the organisation.

We have reviewed the affairs of the charity and confirm that no income or gains are subject to income or capital gains tax.

The financial statements of the charity have been prepared on the going concern basis as we believe that adequate cash resources will be available to cover the charity's requirements for working capital and capital expenditure for at least the next twelve months. We are not aware of any other factors which could put into jeopardy the charity's going concern status during or beyond this period. Therefore, the going concern is appropriate.

There have been no events since the Balance Sheet date, which necessitate revision of the figures included in the financial statements or inclusion of a note thereto. Should further material events occur, which may necessitate revision of the figures included in the financial statements or inclusion of a note thereto, we will advise you accordingly.

We confirm that the charity has adequate procedures in place to identify intangible income and all intangible income has been appropriately valued and included in the financial statements.

We confirm that the charity has had no non-routine communication with Charity Commission during or since the period of which you are unaware.

We confirm that we have been notified by you that no unadjusted or only clearly trivial errors were identified during the audit.

We confirm that we there no adjustments to the initial Statement of Financial Activity, and Balance Sheet which we presented to you for audit.

We confirm that we have been notified by you that there are no matters which you are required to raise with us to comply with your profession's ethical guidance which are in addition to the matters included in your assignment terms letter.

We confirm receipt of your assignment terms letter and confirm receipt of your management letter.

We confirm we have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.

Yours faithfully,

Shappir Alim saqibah.sheikh@gmail.com Yasir Shaikh

Mr. S Alim Ms. S T Sheikh Mr. Y M Shaikh

Signed on behalf of the board of trustees

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

England & Wales - Charity number 1156440

Accounts

Charity registration number 1156440 (England and Wales)

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2024

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr. T Shaikh Mr. Y M Shaikh Ms. S T Sheikh Mr. S Ahmad Mr. S Alim Mr. S M Shaikh Dr. H P Ahmad Dr. A S Billoo Mr R Mohammed Hadi
Charity number (England and Wales)	1156440
Principal address	30 Oakthorpe Road London N13 5JL
Auditor	JF Francis Ltd Francis House 2 Park Road Barnet Herts United Kingdom EN5 5RN

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

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MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 MARCH 2024

The trustees present their annual report and financial statements for the year ended 31 March 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 of these financial statements.

Objectives and activities
The aims and objectives of the charity are:

1. To advance the religion of Islam for the benefit of the public through:

- The holding of prayer meetings, lectures and public celebration of religious festivals.
- The provision of a place of public religious worship and education by persons professing the religion of Islam.
- The provision of marriage and funeral services in accordance with Islamic rites.
- The production and/or distribution of literature on Islamic belief and practice to help educate the public about the religion of Islam.

2. The specific education of the general public in Quranic, Islamic studies and Arabic.

3. To develop the capacity and skills focusing on, but not restricting to, members of the socially and economically disadvantaged Muslim community primarily in the London Boroughs of Enfield and Barnet and also some areas of Hertfordshire in such a way that they are better able to identify, and help meet, their needs and to participate more fully in society. It also provides help the needy and vulnerable inside UK and around the world by feeding the homeless and supporting sustainable projects.

Public Benefit Statement
The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

In setting out the objectives and planning the activities, the trustees have given careful consideration to complying with the duty in Section 17 of the Charities Act 2011 to have regard to the public benefit guidance published by the Charity Commission. All our projects and services have continued to grow as well as some new, benefitting many more of the community.

In keeping with MCEC's objectives we continue to develop our facilities for worship and we now provide full facilities for all daily prayer sessions as well as prayers for special occasions. The number of people attending the daily and Friday prayers remains the same as previous years. It is estimated that around 2,000 people continue to pass through Masjid doors every week, with nearly 1,200 on Friday's (Jumah) prayer and on Ramadan days. To accommodate nearly 10,000 worshipers during the Eid/festival prayers, we had five separate Eid prayers in one day for both Eid during the reporting period. Each prayer housed around 2,000 people, including families, business holders and individual worshipers. To reach all the Muslims in the area, our Imams deliver their regular sermons and classes on Islamic knowledge subjects in English.

More coordinated support is given in the form of Question & Answer sessions and Educational tours provided to new and Non-Muslims designed purposefully to suit their needs. We have introduced Fatwa services; where people can ask the scholars for religious advice either directly within a group, via email or meet in person. We offer this scholarly religious awareness to RE teachers and school staff so they better understand about the religion of Islam and the student’s needs. In coordination with local schools, we train the trainers, educate the school staff and teachers and try to enhance their awareness on Islam and its similarities with other faiths specially the Abrahamic faiths, Judaism and Christianity.

Islamic marriage ceremonies, informal marital dispute resolution in forms of counselling and individually- customised religious advisory sessions are performed regularly at the Centre, as a result of these good reminders of marital responsibilities families find peace and harmony in their households.

Our facilities for Islamic funeral preparations and prayers are now well established. Bereaved families receive guidance, advice and help from the time when someone dies up to very dignified burial.

The Parents & Toddlers group continues to run smoothly under the supervision of some dedicated sisters. Weekly Ladies Quranic class are well attended as well as a new class for ladies keep fit class, where women are having fitness lessons under a qualified instructor, and the four evening classes for adults on a weekly basis. All counselling and classes are offered without charge.

MCEC Green Stars Youth Club:

Greenstars is a platform for youth to come together to socialise, discuss, and participate in workshops and activities organised for them. It is a platform to create friends and to integrate with the community. We have held the following activities**:**

- Regular Girls and Boys Youth Club – This takes place every Friday. Every month, we have (boys and girls) over 50 attendees in the sessions that consists of sports, arts and crafts and workshops. Ages vary from 9-18.
- Cricket – One team from our centre represented MCEC in the yearly LMS t20 League, with MCEC winning the Islington League, a record eight times champion. GreenStars came as runners up in the summer 2023 season.
- Brazilian Jiu Jitsu – 4 times a week, we have classes to focus on the mind and body. Awareness and participation have increased, with a number of 50 participants attending every week.
- 50+ Adult sessions to care for the community's older adults, which consists of exercise, discussions and visits. This happens twice a week to ensure there is engagement and participants from the community.
- Parents and toddlers group for ages 0-5 term time on Mondays.
- Weekly cycling sessions for males and females.
- Weekly 16+ Football every Saturday.
- Youth Iftar Gathering for our young boys and girls on Wednesday 5th April 2023 with over 60 attendees. It was an initiative based upon spirituality and the awareness of Ramadan.
- A workshop partnered with Hidaya Sisters and Green Stars – A workshop based upon Ramadan. Sunday 19th March 2023
- The sacred days of Zul Hijjah workshop – Greenstars with Hidaya sister – Saturday 17th June 2023 – approximately 30 participants.
- Introducing Greenstars Junior Football session: September 2023.
- Friendly Football Match vs Edmonton Green Mosque in August 2023.
- Community Iftar – Friday 29th March 2024 – A gathering from the local and wider community to embrace Ramadan and end their fast with a meal provided by the centre.
- Youth Iftar Gathering for our young boys and girls on Saturday 31st March with over 50 attendees. It was an initiative based upon spirituality and the awareness of Ramadan.

MCEC Supplementary Schools:

More than 100 children from the local mainstream schools attend the MCEC Saturday school and our Hifz (memorisation) class. Many children are on the waiting lists for both schools; this shows the quality of our education provision and the demand for these services.

The school's ethos is to provide Islamic education and understand social and moral responsibilities for young Muslim boys and girls in a caring and open environment. We encourage our students to strive for knowledge and skills to help them become good British citizens.

Respecting the free will of individuals, pluralism of Islam, and interfaith and humanitarian common grounds are the central ethos echoed to the children throughout the assemblies and in the classrooms.

Moreover, a curriculum has been introduced for all students to engage in, which further deepens their knowledge about Islam, how to apply Islam on a day-to-day basis, and being a good individual by following the law of the land.

We have shared our student's achievements and success through award ceremonies and student-led presentations, which everyone widely appreciated. The end of year Saturday School Achievement and awards assembly was on Saturday 15th July 2023.

We are proud to have workshops and visits to enhance our awareness and understanding of Islam: These consisted of the following:

- Saturday School Workshop – Hafiz Imran Chowdhry on the Understanding of the Quran on Saturday 20th May 2023
- Saturday School trip to Brookwater House Care Home – Saturday 2nd December 2023
- A new recruitment of a School Administrator
- Saturday School trip to RAF Hendon Museum – Saturday 11th March 2023
- Saturday School trip to British Museum – Saturday 18th March 2023

MCEC Funeral Service:

We at MCEC conducted 99 funerals throughout the year. In addition, we work with our partnering funeral directors to ensure we are providing our service to the community as best as possible.

MCEC External Engagement

The ongoing engagements continued alongside additional ones, as outlined below:

MCEC Tours and Visits

During the reporting period, MCEC continued receiving requests and arranging visits for local primary and secondary schools in line with the national KS1 and KS2 Religious Education curriculum. Students, teachers, and parents are welcome to visit and experience the Muslim faith and place of worship first-hand.

The open Q&A sessions have had very positive feedback. The schools, their staff, and most importantly the students find these visits ''highly educational and enjoyable". As a result, we generally have more than 16 local and neighboring boroughs' schools with more than 1,000 pupils visiting the Mosque. Our "Open Door and Open Mind" policy also gives access to many GCSE students, adults, and researchers on Religious Education projects to visit MCEC, bringing with them many interesting Q&As. We also visited schools to teach Islam during the period of Ramadan.

Food Bank partnership with Neighbouring Mosque

An ongoing partnership with a neighbouring Mosque for community members who are struggling or going through any difficulties, MCEC is used as a collection hub and our volunteers then drop the food off at the neighbouring Mosque before the Food Bank starts every week on Monday's.

We have done the following initiative:

Donate your Dates – Southgate and MCEC Food Bank Project

MCEC Breakfast Club

We have run our fortnightly breakfast club for five years, offering complimentary breakfast to all passers-by and surrounding neighbours. Participants enjoy a continental and Turkish breakfast spread, complemented by hot tea and coffee and this has been well attended with over 60 members joining each time.

MCEC Annual Eid Fair:

The MCEC Annual Eid Fair on Sunday 9th July 2023 is a day of joy and happiness for the community and the broader neighbourhood. It provides an opportunity for interfaith engagement and sharing joy with diverse communities. Men, women, children, and individuals of all age backgrounds find something enjoyable- fun activities, delicious food, and exciting rides—truly, there's something for everyone. The total raised was £16,069.

Marriage Match Event:

We have resumed our marriage match events and had four successful marriage reach events for our community between the ages of 23-35 in Islamic surroundings, encouraging individuals to come forward for those interested in marriage. The events happened on:

- Friday 14th July 2023
- Friday 15th September 2023

Ongoing Online and Face-to-Face teaching continues:

MCEC successfully ran a series of educational classes throughout the year via online and social media mediums, which benefitted the local community.

MCEC has classes in Urdu, Turkish, and Albanian. For respective language speakers, other courses run in the centre in a universally understood language, English, after it was suspended due to the lockdown and COVID-19.

We have regular reminders that are published on our social media platforms.

Workshops, Events and Lectures:

MCEC successfully ran a series of educational and interactive workshops and a series of lectures and classes throughout the year. Moreover, we organised and held events for the benefit of the local and wider community.

- Jumaa with Shaykh Mohammad Jibreel on Friday 31st March 2023
- Virtues of the last 10 night with Shaykh Musa Abuzagleh on Friday 7th April 2023
- Ramadan Bake Sale – Friday 14th April 2023
- Dates and reusable water dater bottles donated by the London Ambulance Service Trust – Friday 14th April 2023
- Sisters Ghusl Workshop – Led by sis Tasneem – Saturday 15th April 2023
- Walk of Faith – Sunday 7th May 2023 – Members from all faiths coming together for an interfaith walk to commemorate the Kings coronation
- Hajj – The Journey of a Lifetime seminar – Saturday 3rd June 2023
- The second Sisters Ghusl Workshop – Monday 19th June 2023
- The essence of time: Led by Ustad Yahya Raaby – Tuesday 18th July 2023
- Islam Channel - The Today Show - MCEC Feature – 31st July 2023
- Your Local Jum'aa – Islamic Channel – 8th August 2023
- The Quranic Journey – Led by Sh Kazi Ashiqur Rahman – 27th August 2023
- The Glorious Quran: Led by Ustad Jamal Abdi Nasir – 7th October 2023
- Quran and Science – Part 1 – 15th October 2023 by Omar Zabir
- The adverse effects of scholarly google – Led by Ustad Shaist Khan 28th October 2023
- ENCAF: Local Community Hub: Bringing democracy to local people – 18th November 2023
- Let's Talk Palestine – Led by Dr Moin Shubib: 19th November 2023
- Palestine Medical Aid - To be distributed once the route is accessible – November 2023 onwards
- Quran and Science – Part 2 – 23rd December 2023 by Omar Zabir
- Prophet of Islam: Isa (A.S) – 30th December 2023
- Medical Relief for Palestine – 1st Phase – Friday 12th January 2024
- Play for Palestine – Football Tournament – Saturday 28th January 2024 - £1411.72 raised
- Lessons to learn from Isra' and Miraj – by Sh Ahdash – Sunday 4th February 2024
- Preparations for Ramadan 2024 – by Mufti Menk – Sunday 25th February 2024
- Quran and Science – Part 3 – by Omar Zabir – Saturday 2nd March 2024
- Preparations for Ramadan 2024 – by Sh Noorud – deen Rashid – Sunday 3rd March 2024
- Preparations for Ramadan 2024 in Albanian Language – Sunday 3rd March 2024
- Donate your Dates – Southgate and MCEC Food Bank Project – Ramadan 2024
- We appreciate our volunteers and their hard work for their commitment and contributing therefore we held a Volunteer Appreciation Dinner – Tuesday 20th June 2023 – 70 attendees

MCEC Social Media:

Our online presence has increased over the year, with more followers, views and responses to what is published.

We publish religious reminders, events at the centre, educational classes, lectures and talks, and tours and visits every week.

We are continuously connecting with people locally and internationally via the platforms of our Website, Facebook, Instagram, Twitter, WhatsApp, Telegram and the new addition of TikTok.

We have introduced our Mosque App in March 2023 and we upgraded our Audio and Visual system whereby we started fundraising for this in April 2023.

Achievements and performance

The NLDN (North London Development Network) was set up in 2018 as a part of MCEC's ongoing commitment to community engagement. Our charitable work has encompassed emergency relief, food security, WASH, health, education and livelihoods.

NLDN's vision: To see a prosperous world free from poverty and hunger.

NLDN's focus is to expand charitable work, supporting the people affected by humanitarian tragedies as well as working to end poverty and achieve food security across the world.

Below is a summary of the projects supported from April 2023 to March 2024.

Item	Description	Amount £
International Waqf & Relief Foundation (IWARF)	Distribution of Fitrana for food packages and gifts on the occasion of Eid ul Fitr	2,000
Enliven Mama	Garden City Special School - one of a handful of schools for special needs children needed £10,000 to complete the build of a new dormitory to give girls with special educational needs and disabilities a vital lifeline. Facilities will include two large dormitory halls, toilet and shower rooms, dressing/ store rooms, and two small apartments for the 'house mothers' who provide 24 hour care to the students.	10,000
READ Foundation	Establish a child-friendly school and provide a quality primary education to 250 children in and around the village of Shah Sharmast in Gujrat District, Pakistan.	12,000
HANDS International	Provide funding and implement the project by providing accommodation and livelihood opportunity to Pakistan flood victims though Reconstruction and Rehabilitation phase.	20,000
Hands of Giving Foundation	Lebanon Sports Club for Palestinian Refugees. The projected amount was £6,525 out of which £5,474 was given in the last financial year and the balancing amount has been transferred this year to complete the project.	6,525
Action for Humanity	Syria Earthquake Response - Providing urgent medical support for Al-Hikma Opthalmic Hospital.	12,200
Seven Spikes	The agreed amount for the Palestine Medical Supplies project is £30,000. A sum of £15,222 was successfully raised on Friday, 12th January, at Palmers Green Mosque and has already been directly received by Seven Spikes. The remaining balance of £14,778 was transferred by MCEC.	14,778
Oakleigh School	Provision of funds to build a sensory room for children with profound and complex learning difficulties.	10,000

Financial review

The income is generated from donations collected from Muslim people and Muslim organisations.The incoming resources and expenditures are detailed in the Statement of Financial Activities.

The financial year commenced with total cash and bank balances of £1,317,822. During the year donations amounting to £568,924 were received.

Resources expended in the year totalled £481,315 which included, utility costs, repairs & maintenance, education & distributions in support of the poor and needy. At the year's end, there was a total cash and bank balance of £1,331,225.

Reserves Policy

The trustees have forecast the level of free reserves (that is those funds not tied up in fixed assets, designated and restricted funds) the charity will require to sustain its operations over the forthcoming year.

Plans for future periods

In looking forward, the Charity's future plans are to improve on the existing facilities provided at the Centre and also to meet demand for future educational services through Muslim Community & Education Centre (MCEC) CIO, charity number 1156440, formed for the purpose of continuing the charitable activities of the charity.

Structure, governance and management

The charity was formed to take over the net assets, funds and activities of Muslim Community and Education Centre, an unincorporated Trust and a registered charity, number 1043847. The transfer agreement was dated 31 March 2015. The Muslim community and Education Centre (MCEC) is governed and managed by its governing document.

Governing Document

Muslim Community and Education Centre (MCEC) is a Charitable Incorporated Organisation,
registered on 28th March 2014 and is a registered charity, number 1156440. The trustees are as follows:

Mr. T Shaikh
Mr. Y M Shaikh
Ms. S T Sheikh
Mr. S Ahmad
Mr. S Alim
Mr. S M Shaikh
Dr. H P Ahmad
Dr. A S Billoo
Mr R Mohammed Hadi

Method of appointment of Trustees and policies adopted for their induction
The basis of selecting new trustees is by way of identifying people who regularly attend events and functions organised by the CIO, show an interest in and volunteer to help out during these activities.

These people are then invited to attend Trustees' meetings as observers. They are then given more details of the CIO's aims and objectives. Upon satisfaction that these are in line with their ideology of charity work and after due consideration of the person's eligibility, personal competence, specialist knowledge and skills they are proposed as new trustees by the existing ones at the subsequent meeting where they are appointed by the current Board members.

Prior to their appointment, new trustees are introduced to the Charity's Policies to ensure adherence to various clauses of our Constitution. Charity procedures are covered, where they become aware of the scope of their responsibilities under the Charities Act. They are then attached to an existing trustee who they assist on the projects and activities run by the charity. After satisfactory feedback from existing trustees, they are appointed as board members and then given the task to deal with project/activity on their own and are regularly monitored through meetings.

Decision making
All decisions must be according to the teachings of the last Holy book Al-Qur'an and Sunnah of the last Prophet, Muhammad (peace be upon him), and based on majority ruling after proper assessment of the subject matter. The trustees are legally responsible for the overall management and control of the centre and meet on a regular basis, at least 6 times a year. The Finance and General Purposes (building) members generally meet every Friday to consider the tasks delegated to them in respect of financial, building work or any specialist adviser report, which are then communicated to the other trustees at the main board meeting for their deliberations.

Risk review
The management committee has conducted a review of the major risks, to which the charity is exposed and systems have been established to mitigate those risks. Significant external risks to funding have been reduced by the development of a strategic plan, which will allow for development only when the funds are in hand or have been guaranteed. Internal risks are minimised by the implementation of procedures for authorisation of all transactions and projects and to ensure consistent quality of delivery for all operational aspects. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

The Trustees' annual report was approved and signed on behalf of the board of trustees by :

Yasir Shaikh	Saqibah Sheikh	Shappir Alim
Mr. Y M Shaikh	Ms. S T Sheikh	Mr. S Alim
Trustee	Trustee	Trustee

21 January 2025

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF TRUSTEES' ANNUAL RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2024

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the trustees are required to:
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

Opinion

We have audited the financial statements of Muslim Community & Education Centre (MCEC) (the 'charity') for the year ended 31 March 2024 which comprise the statement of financial activities, the statement of financial position, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2024 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Charities Act 2011.

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 *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity 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' annual 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 charity'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 other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of 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.

Matters on which we are required to report by exception

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

- the information given in the financial statements is inconsistent in any material respect with the Trustees' annual report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; 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' annual responsibilities, the trustees 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 charity'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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor 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 an auditor's report 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. We designed procedures capable of detecting non-compliance with laws and regulations and irregularities, including fraud, through:

- Obtaining an understanding of the Charity through discussions with Trustees , and the application of our cumulative audit knowledge and experience of the industry to identify laws and regulations that could reasonably be expected to have a direct effect on the financial statements including employment, health and safety, data protection and anti-bribery legislation and we considered the extent to which noncompliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities SORP.

- Identifying possible risks of material misstatement of the financial statements due to fraud. We considered, in addition to the non-rebuttable presumption of a risk of fraud arising from management override of controls, whether there was potential for management bias in the reporting of events and transactions in the financial statements relating to principal accounting estimates and uncertainties.

Our audit procedures were designed to respond to the identified risks relating to non-compliance with laws and regulations and irregularities (including fraud) that are material to the financial statements.

Our audit procedures in relation to non-compliance with laws and regulations included, but were not limited to:

- Discussing with the trustees and management their policies and procedures regarding compliance with laws and regulations and reviewing correspondence with regulators and with solicitors; and
- Communicating identified laws and regulations with the audit team and remaining alert to any indications of non-compliance throughout the audit; and
- Considering the risk of non-compliance with laws and regulations; and
- Considering whether the financial statement disclosures fairly represent the underlying transactions.

Our audit procedures in relation to irregularities and fraud included, but were not limited to:

- Making enquiries of trustees and management as to where they considered there was susceptibility to fraud, and whether they had knowledge of actual, suspected or alleged fraud; and
- Gaining an understanding of the internal controls established to mitigate risks relating to fraud; and
- Discussing the risk of fraud and management bias with the audit team and remaining alert to any indications of fraud and management bias throughout the audit; and
- Addressing the risk of management override of controls by testing journal entries, considering the rationale behind significant or unusual transactions, and reviewing accounting estimates

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management.

Because of these inherent limitations, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance.

This risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council’s website at: https://www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees 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 charity's trustees those matters we are required to state to them in an auditor's 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 charity and the charity’s trustees for our audit work, for this report, or for the opinions we have formed.

Frank Yiallouris

(Senior Statutory Auditor)
For and on behalf of JF Francis Ltd, Statutory Auditor
Chartered Certified Accountants
Francis House
2 Park Road
Barnet
Herts
EN5 5RN
United Kingdom
21 January 2025

JF Francis Ltd is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2024

	Notes	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
Income from:							
Donations and legacies	**3**	448,955	119,969	568,924	465,227	147,948	613,175
Investments	**4**	61,218	-	61,218	48,400	-	48,400
Other income		-	-	-	26,180	-	26,180
Total income		510,173	119,969	630,142	539,807	147,948	687,755
Charitable activities	**5**	399,286	82,029	481,315	329,664	144,447	474,111
Investment property expenditure	**9**	16,414	-	16,414	23,521	-	23,521
Total expenditure		415,700	82,029	497,729	353,185	144,447	497,632
Net gains on investments	**10**	-	-	-	45,000	-	45,000
Net income and movement in funds		94,473	37,940	132,413	231,622	3,501	235,123
Reconciliation of funds:							
Fund balances at 1 April 2023		3,670,335	6,169	3,676,504	3,438,713	2,668	3,441,381
Fund balances at 31 March 2024		3,764,808	44,109	3,808,917	3,670,335	6,169	3,676,504

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

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2024

	Notes	2024 £	2024 £	2023 £	2023 £
Fixed assets					
Tangible assets	**12**		1,371,080		1,326,503
Investment property	**13**		926,367		926,367
			2,297,447		2,252,870
Current assets					
Debtors	**14**	195,307		117,706	
Cash at bank and in hand		1,331,225		1,317,822	
		1,526,532		1,435,528	
Creditors: amounts falling due within one year	**15**	(15,062)		(11,894)	
Net current assets			1,511,470		1,423,634
Total assets less current liabilities			3,808,917		3,676,504
The funds of the charity					
Restricted income funds	**16**		44,109		6,169
Unrestricted funds	**17**		3,764,808		3,670,335
			3,808,917		3,676,504

The financial statements were approved by the trustees on 21 January 2025

Yasir Shaikh	Saqibah Sheikh	Shappir Alim
Mr. Y M Shaikh	Ms. S T Sheikh	Mr. S Alim
Trustee	Trustee	Trustee

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2024

	Notes	2024 £	2024 £	2023 £	2023 £
Cash flows from operating activities					
Cash generated from operations	**20**		54,822		37,710
Investing activities					
Purchase of tangible fixed assets		(102,637)		(2,992)	
Investment income received		61,218		48,400	
Net cash (used in)/generated from investing activities			(41,419)		45,408
Net cash generated from financing activities			-		-
Net increase in cash and cash equivalents			13,403		83,118
Cash and cash equivalents at beginning of year			1,317,822		1,234,704
Cash and cash equivalents at end of year			1,331,225		1,317,822

1 Accounting policies

Charity information

The charity is registered charity in England and Wales and is a Charitable Incorporated Organisation. The address of the principal office is 30 Oakthorpe Road, London, N13 5JL.

1.1 Accounting convention

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 Charities Act 2011.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

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 principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1 Accounting policies **(Continued)**

The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants and is included in full in the statement of financial activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donations are the main source of income for the Centre. Those classified as Zakaat, Fitrana and Sadaqat are for the specific purpose of distribution to the poor and are treated as restricted funds.

Gifts in kind - properties and other fixed assets donated to the charity are included as voluntary income at market value at the time of receipt.

Donated services and facilities are included as voluntary income at their estimated value to the charity when received, and under the appropriate expenditure heading depending on the nature of service or facility provided, at the same value and time.
Income from 'gift aid' tax reclaims is recognised for donations received prior to the year end for which 'gift aid' certificates apply.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

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

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

1 Accounting policies **(Continued)**

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	Over 50 years
Fixture and fittings	25% reducing balance
Computer Equipment	15% reducing balance
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Investment property

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 ‘Basic Financial Instruments’ and Section 12 ‘Other Financial Instruments Issues’ of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method 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. Financial assets classified as receivable within one year are not amortised.

1 Accounting policies **(Continued)**

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans 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. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

There are no significant judgements or estimates involved in the preparation of the financial statements.

3 Donations and legacies

	Unrestricted funds general 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds general 2023 £	Restricted funds 2023 £	Total 2023 £
Legacies receivable	448,955	-	448,955	463,227	-	463,227
Zakaat, Fitrana and Sadaqat	-	119,969	119,969	2,000	147,948	149,948
	448,955	119,969	568,924	465,227	147,948	613,175

4 Investments

	Unrestricted funds general 2024 £	Unrestricted funds general 2023 £
Rental income	61,218	48,400

5 Expenditure on charitable activities

	Charitable expenditure 2024 £	Charitable expenditure 2023 £
Direct costs		
Depreciation and impairment	58,060	46,322
Wages & salaries	130,791	108,979
Rates & water	3,195	2,855
Light & heat	22,852	15,977
Repairs & maintenance	18,027	22,150
Insurance	4,460	3,494
Motor vehice expenses	5,919	6,159
Telephone	617	513
Other charity operating cost	220,394	267,662
Bad debts	17,000	-
	481,315	474,111
Analysis by fund		
Unrestricted funds	399,286	329,664
Restricted funds	82,029	144,447
	481,315	474,111

6 Net movement in funds

	2024	2023
	£	£
The net movement in funds is stated after charging/(crediting):		
Fees payable for the audit of the charity's financial statements	3,600	3,600
Depreciation of owned tangible fixed assets	58,060	46,322

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

8 Employees

	2024	2023
	Number	Number
Administration	7	6

No employee received employee benefits of more than £60,000 during the year (2023: Nil).

There were no employees whose annual remuneration was more than £60,000.

9 Other

	Unrestricted funds general 2024	Unrestricted funds general 2023
Rental property expenses	16,414	23,521

10 Gains and losses on investments

	Unrestricted funds 2024	Unrestricted funds 2023
Gains/(losses) arising on:	£	£
Revaluation of investment properties	-	45,000

11 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

12 Tangible fixed assets

	Land and buildings	Fixture and fittings	Computer Equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 April 2023	1,973,324	4,300	148,101	34,340	2,160,065
Additions	-	-	90,317	12,320	102,637
At 31 March 2024	1,973,324	4,300	238,418	46,660	2,262,702
Depreciation and impairment					
At 1 April 2023	681,190	1,881	118,767	31,724	833,562
Depreciation charged in the year	39,466	605	14,269	3,720	58,060
At 31 March 2024	720,656	2,486	133,036	35,444	891,622
Carrying amount					
At 31 March 2024	1,252,668	1,814	105,382	11,216	1,371,080
At 31 March 2023	1,292,134	2,419	29,334	2,616	1,326,503

13 Investment property

	2024
	£
Fair value	
At 1 April 2023 and 31 March 2024	926,367

The fair value of the investment property has been arrived at on the basis of a valuation carried out at 31 March 2024 by the trustees. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

	2024	2023
	£	£
Freehold	926,367	926,367

14 Debtors

	2024	2023
Amounts falling due within one year:	£	£
Other debtors	192,700	114,900
Prepayments and accrued income	2,607	2,806
	195,307	117,706

15 Creditors: amounts falling due within one year

	2024	2023
	£	£
Trade creditors	3,125	1,511
Other creditors	2,565	1,844
Accruals and deferred income	9,372	8,539
	15,062	11,894

16 Restricted funds

The restricted funds of the charity consist of unspent donations and grants designated for Sadaqa and Zakat. These funds are held in trust and must be used in accordance with specific conditions set by the donors.

	At 1 April 2023	Incoming resources	Resources expended	At 31 March 2024
	£	£	£	£
	6,169	119,969	(82,029)	44,109

Previous year:	At 1 April 2022	Incoming resources	Resources expended	At 31 March 2023
	£	£	£	£
	2,668	147,948	(144,447)	6,169

17 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used.

	At 1 April 2023	Incoming resources	Resources expended	Gains and losses	At 31 March 2024
	£	£	£	£	£
General funds	3,670,335	510,173	(415,700)	-	3,764,808

Previous year:	At 1 April 2022	Incoming resources	Resources expended	Gains and losses	At 31 March 2023
	£	£	£	£	£
General funds	3,438,713	539,807	(353,185)	45,000	3,670,335

18 Analysis of net assets between funds

	Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £
At 31 March 2024:			
Tangible assets	1,371,080	-	1,371,080
Investment properties	926,367	-	926,367
Current assets/(liabilities)	1,467,361	44,109	1,511,470
	3,764,808	44,109	3,808,917

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
At 31 March 2023:			
Tangible assets	1,326,503	-	1,326,503
Investment properties	926,367	-	926,367
Current assets/(liabilities)	1,417,465	6,169	1,423,634
	3,670,335	6,169	3,676,504

19 Related party transactions

There were no related party transactions during the year (2023 - none).

20 Cash generated from operations

	2024 £	2023 £
Surplus for the year	132,413	235,123
Adjustments for:		
Investment income recognised in statement of financial activities	(61,218)	(48,400)
Fair value gains and losses on investment properties	-	(45,000)
Depreciation and impairment of tangible fixed assets	58,060	46,322
Movements in working capital:		
(Increase) in debtors	(77,601)	(112,300)
Increase/(decrease) in creditors	3,168	(38,035)
Cash generated from operations	54,822	37,710

21 Analysis of changes in net funds

The charity had no material debt during the year.

30 Oakthorpe Road
London
N13 5JL

JF Francis Ltd
Francis House
2 Park Road
Barnet
Hertfordshire
EN5 5RN

21st January 2025

Dear Sirs,

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2024.

We confirm that the following representations are made on the basis of enquiries of management and staff with relevant knowledge and experience and, where appropriate, of inspection of supporting documentation, sufficient to satisfy ourselves that we can properly make each of the following representations to you, in connection with your audit of the charity's financial statements for the year ended 31st March 2024. All representations are made to the best of our knowledge and belief.

We acknowledge as trustees our collective responsibility under the Charity's governing document, under the charity Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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) for presenting financial statements, which give a true and fair view and for making accurate representations to you and confirm that we have approved the Annual Report for the year ended 31st March 2024. All the accounting records have been made available to you for the purpose of your audit and all the transactions undertaken by the charity have been properly reflected and recorded in the accounting records. All changes in the governing documents of the charity have been communicated to you. All other records and related information, including minutes of all trustees, members and management meetings have been made available to you.

We confirm that the accounting policies and estimation techniques adopted for the preparation of the financial statements are the most appropriate to the circumstances in which the charity operates.

All grants, donations and other incoming resources, the receipt of which is subject to specific terms or conditions, have been notified to you. All income has been recorded and restricted funds have been properly applied. There have been no breaches of terms or conditions during the period in the application of such incoming resources.

Other than those disclosed in the financial statements we are not aware of any material liabilities, provisions, contingent liabilities, contingent assets or contracted for capital commitments, that need to be provided for or disclosed in the financial statements.

The charity has satisfactory title to all assets and there are no liens or encumbrances on the charity's assets.

We confirm that the investment properties held by the Charity were not revalued by the Trustees as of 31st March 2024. The valuation of £926,367 was determined based on the current market conditions using valuation tools such as Zoopla and Rightmove and has remained unchanged as of that date.

We confirm that the freehold property, classified as a tangible asset, is initially measured at cost and depreciated over its estimated useful life of 50 years. The cost of the property is approximately £1.9 million, with accumulated depreciation of around £720,000 as of 31st March 2024. We have depreciated the property for 18 years.

We confirm that a loan of £192,700 was provided for various charitable purposes as of 31st March 2024.

We confirm that as at 31 March 2024, the total balance of the Restricted Fund is £44,109, and the total balance of the Unrestricted Fund is £3,764,808.

We confirm that we have notified you of all related party relationships and transactions that the charity has entered into with those related parties during the period of which we are aware. Other than those disclosed in the financial statements, the charity has not entered into any transactions involving trustees, officers or other related parties which require disclosure under the Charities Act or SORP.

We acknowledge our responsibility for the design and implementation of internal controls to prevent and detect fraud and have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud. We are unaware of any irregularities, including fraud and suspected fraud, involving management, employees or volunteers who have significant roles in internal control, or those working for the charity where this could have a material effect on the financial statements. No allegations of such irregularities or breaches have come to our notice.

We confirm that there are no going concern issues, as the charity had a cash balance of approximately £1.3 million as of 31st March 2024. This amount is sufficient to sustain the charity's operations for another 2–3 years, even in the absence of any further donations.

We also confirm that the charity incurred a bad debt of £17,000 during the year due to a vendor failing to deliver a van as promised. Legal action has been initiated against the vendor to recover the amount paid.

We have disclosed all known or possible litigation and claims whose effects should be considered when preparing the financial statements and these have been disclosed in accordance with the requirements of accounting standards. We are unaware of any breaches or possible breaches of statute, regulations, contracts, agreements or the charity's governing document which might prejudice the charity's going concern status or that might result in the charity suffering significant penalties or other loss. No allegations of such irregularities have come to our notice.

We have reviewed the affairs of the charity and confirm that no income or gains are subject to income or capital gains tax.

The financial statements of the charity have been prepared on the going concern basis as we believe that adequate cash resources will be available to cover the charity’s requirements for working capital and capital expenditure for at least the next twelve months. We are not aware of any other factors which could put into jeopardy the charity’s going concern status during or beyond this period. Therefore, the going concern is appropriate.

There have been no events since the Balance Sheet date, which necessitate revision of the figures included in the financial statements or inclusion of a note thereto. Should further material events occur, which may necessitate revision of the figures included in the financial statements or inclusion of a note thereto, we will advise you accordingly.

We confirm that the charity has adequate procedures in place to identify intangible income and all intangible income has been appropriately valued and included in the financial statements.

We confirm that the charity has had no non-routine communication with Charity Commission during or since the period of which you are unaware.

We confirm that we have been notified by you that no unadjusted or only clearly trivial errors were identified during the audit.

We confirm that we there no adjustments to the initial Statement of Financial Activity, and Balance Sheet which we presented to you for audit.

We confirm that we have been notified by you that there are no matters which you are required to raise with us to comply with your profession’s ethical guidance which are in addition to the matters included in your assignment terms letter.

We confirm receipt of your assignment terms letter and confirm receipt of your management letter.

We confirm we have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.

Yours faithfully,

Mr. S Alim | Ms. S T Sheikh | Mr. Y M Shaikh

Signed on behalf of the board of trustees

Signature Certificate

Reference number: WHQJM-BUZED-EXJBZ-5VKJU

Signer	Timestamp	Signature
Shappir Alim Email: shappir@gmail.com		
Sent:	21 Jan 2025 09:29:50 UTC	
Viewed:	21 Jan 2025 14:55:03 UTC	
Signed:	21 Jan 2025 15:16:56 UTC	
Recipient Verification:		IP address: 149.22.219.183
✔Email verified	21 Jan 2025 14:55:03 UTC	Location: Romford, United Kingdom
Yasir Shaikh Email: yasir.shaikh@gmail.com		
Sent:	21 Jan 2025 09:29:50 UTC	
Viewed:	21 Jan 2025 20:16:14 UTC	
Signed:	21 Jan 2025 20:27:03 UTC	
Recipient Verification:		IP address: 77.103.122.66
✔Email verified	21 Jan 2025 20:16:14 UTC	Location: Enfield, United Kingdom
Email: saqibah.sheikh@gmail.com		
Sent:	21 Jan 2025 09:29:50 UTC	
Viewed:	21 Jan 2025 23:06:57 UTC	
Signed:	21 Jan 2025 23:19:18 UTC	
Recipient Verification:		IP address: 31.94.18.191
✔Email verified	21 Jan 2025 23:06:57 UTC	Location: Southwark, United Kingdom

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Signer	Timestamp	Signature
Frank Yiallouris Email: frank@jffrancis.co.uk		
Sent:	21 Jan 2025 09:29:50 UTC	
Viewed:	23 Jan 2025 10:18:24 UTC	
Signed:	23 Jan 2025 10:19:32 UTC	
Recipient Verification:		IP address: 45.132.111.90
✔Email verified	23 Jan 2025 10:18:24 UTC	Location: Bradford, United Kingdom

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MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

England & Wales - Charity number 1156440

Accounts

Charity registration number 1156440

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

Document Ref: 3UMCG-S2DZU-KIM8F-2P9KW

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr. T Shaikh Mr. Y M Shaikh Ms. S T Sheikh Mr. S Ahmad Mr. S Alim Mr. S M Shaikh Dr. H P Ahmad Dr. A S Billoo Mr R Mohammed Hadi
Charity number	1156440
Principal address	30 Oakthorpe Road London N13 5JL
Auditor	JF Francis Ltd Francis House 2 Park Road Barnet Herts EN5 5RN

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

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MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 MARCH 2023

The trustees present their annual report and financial statements for the year ended 31 March 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 of these financial statements.

Objectives and activities
The aims and objectives of the charity are:

1. To advance the religion of Islam for the benefit of the public through:

- The holding of prayer meetings, lectures and public celebration of religious festivals.
- The provision of a place of public religious worship and education by persons professing the religion of Islam.
- The provision of marriage and funeral services in accordance with Islamic rites.
- The production and/or distribution of literature on Islamic belief and practice to help educate the public about the religion of Islam.

2. The specific education of the general public in Quranic, Islamic studies and Arabic.

3. To develop the capacity and skills focusing on, but not restricting to, members of the socially and economically disadvantaged Muslim community primarily in the London Boroughs of Enfield and Barnet and also some areas of Hertfordshire in such a way that they are better able to identify, and help meet, their needs and to participate more fully in society. It also provides help the needy and vulnerable inside UK and around the world by feeding the homeless and supporting sustainable projects.

Public Benefit Statement
The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

In setting out the objectives and planning the activities, the trustees have given careful consideration to complying with the duty in Section 17 of the Charities Act 2011 to have regard to the public benefit guidance published by the Charity Commission. All our projects and services have continued to grow as well as some new, benefitting many more of the community.

In keeping with MCEC's objectives we continue to develop our facilities for worship and we now provide full facilities for all daily prayer sessions as well as prayers for special occasions. The number of people attending the daily and Friday prayers remains the same as previous years. It is estimated that around 2,000 people continue to pass through Masjid doors every week, with nearly 1,200 on Friday's (Jumah) prayer and on Ramadan days. To accommodate nearly 10,000 worshipers during the Eid/festival prayers, we had five separate Eid prayers in one day for both Eid during the reporting period. Each prayer housed around 2,000 people, including families, business holders and individual worshipers. To reach all the Muslims in the area, our Imams deliver their regular sermons and classes on Islamic knowledge subjects in English.

More coordinated support is given in the form of Question & Answer sessions and Educational tours provided to new and Non-Muslims designed purposefully to suit their needs. We have introduced Fatwa services; where people can ask the scholars for religious advice either directly within a group, via email or meet in person. We offer this scholarly religious awareness to RE teachers and school staff so they better understand about the religion of Islam and the student's needs. In coordination with local schools, we train the trainers, educate the school staff and teachers and try to enhance their awareness on Islam and its similarities with other faiths specially the Abrahamic faiths, Judaism and Christianity.

Islamic marriage ceremonies, informal marital dispute resolution in forms of counselling and individually- customised religious advisory sessions are performed regularly at the Centre, as a result of these good reminders of marital responsibilities families find peace and harmony in their households.

Document Ref: 3UMCG-S2DZU-KIM8F-2P9KW

Our facilities for Islamic funeral preparations and prayers are now well established. Bereaved families receive guidance, advice and help from the time when someone dies up to very dignified burial.

The Parents & Toddlers group continues to run smoothly under the supervision of some dedicated sisters. Weekly Ladies Quranic class are well attended as well as a new class for ladies keep fit class, where women are having fitness lessons under a qualified instructor, and the four evening classes for adults on a weekly basis. All counselling and classes are offered without charge.

MCEC Supplementary Schools:

More than 150 children, from the local mainstream schools, attend the MCEC Saturday school and our Hifz (memorisation) class. Many children are on the waiting lists for both schools; this shows the quality of our education provision and the demand for these services.

The school's ethos is to provide Islamic education and understand social and moral responsibilities for young Muslim boys and girls in a caring and open environment. We encourage our students to strive for knowledge and skills to help them become good British citizens.

Respecting the free will of individuals, pluralism of Islam, and interfaith and humanitarian common grounds are the central ethos echoed to the children throughout the assemblies and in the classrooms.

Moreover, a curriculum has been introduced for all students to engage in, which further deepens their knowledge about Islam, how to apply Islam on a day-to-day basis, and being a good individual by following the law of the land.

We have shared our student's achievements and success through award ceremonies and student-led presentations, which was widely appreciated by everyone.

MCEC Funeral Service:

We at MCEC conducted 109 funerals throughout the year. In addition, we work with our partnering funeral directors to ensure we are providing our service to the community as best as possible.

MCEC Social Media:

Our online presence has increased over the year, with more followers, views and responses to what is published.

We publish religious reminders, events at the centre, educational classes, lectures and talks, and tours and visit every week.

We are continuously connecting with people locally and internationally via the platforms of our Website, Facebook, Instagram, Twitter, WhatsApp, Telegram and the new addition of TikTok.

Document Ref: 3UMCG-S2DZU-KIM8F-2P9KW

MCEC Green Stars Youth Club:

During the period of April 2022-March 2023, Green Stars Youth Club resumed the following activities:

1. Youth Football - Every Saturday - 16+, which is open to Muslims and Non-Muslims.
2. Cricket - 2 teams from our centre represented MCEC in the yearly LMS t20 League, with MCEC winning the Islington League, a record 8 times champion.
3. Brazilian Jui Jitsu - 3 times a week, we have classes to focus on the mind and body. Awareness and participation have increased, with a number of 50 participants attending every week.
4. Youth Club - We have catered for boys and girls and two age groups (9-13) and (14-18). Sessions would be based around sports, arts and crafts, activities, workshops, debates as well as food and drink.
5. 50+ Adult sessions to care for the community's older adults, which consists of exercise, discussions, and visits.
6. Parents and toddlers group for ages 0-5 term time on Mondays.
7. Weekly cycling sessions for males and females.

MCEC External Engagement

The ongoing engagements continued alongside additional ones, as outlined below:

MCEC Tours and Visits

During the reporting period, MCEC continued receiving requests and arranging visits for local primary and secondary schools in line with the national KS1 and KS2 Religious Education curriculum. Students, teachers, and parents are welcome to visit and experience the Muslim faith and place of worship first-hand.

The open Q&A sessions have had very positive feedback. The schools, their staff, and most importantly the students find these visits ''highly educational and enjoyable". As a result, we generally have more than 16 local and neighboring boroughs' schools with more than 1000 pupils visiting the Mosque. Our "Open Door and Open Mind" policy also gives access to many GCSE students, adults, and researchers on Religious Education projects to visit MCEC, bringing with them many interesting Q&As. We also visited schools to teach Islam during the period of Ramadan.

Food Bank partnership with Neighbouring Mosque

An ongoing partnership with a neighbouring Mosque for community members who are struggling or going through any difficulties, MCEC is used as a collection hub, and our volunteers then drop the food off at the neighbouring Mosque before the Food Bank starts every week on Mondays.

Emergency Appeal for Turkey and Syria

At MCEC, we held an emergency food fair in partnership with Southgate Mosque, a day of engagement with our wider community. A total of £52,122 was raised and sent via reliable and vetted charities.

MCEC Afghanistan Food Fair

At MCEC, we held an Eid food fair for emergency food relief in Afghanistan. We raised £13,566.

MCEC Breakfast Club

We have run our fortnightly breakfast club for five years, offering complimentary breakfast to all passers-by and surrounding neighbours. Participants enjoy a continental and Turkish breakfast spread, complemented by hot tea and coffee, and this has been well attended, with over 60 members joining each time.

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MCEC Annual Eid Fair

The MCEC Annual Eid Fair is a day of joy and happiness for the community and the broader neighbourhood. It provides an opportunity for interfaith engagement and sharing joy with diverse communities. Men, women, children, and individuals of all age backgrounds find something enjoyable- fun activities, delicious food, and exciting rides—truly, there's something for everyone. The total raised was £16,069.

Marriage Match Event

We have resumed our marriage match events and had four successful marriage reach events for our community between the ages of 23-35 in Islamic surroundings, encouraging individuals to come forward for those interested in marriage.

Save a Life, Save Mankind

British Islamic Medical Association's flagship project aims to teach basic life support skills.

Ongoing Online and Face-to-Face teaching continues

MCEC successfully ran a series of educational classes throughout the year via online and social media mediums, which benefitted the local community.
MCEC has classes in Urdu, Turkish, and Albanian. For respective language speakers, other courses run in the centre in a universally understood language, English, after it was suspended due to the lockdown and COVID-19.

Hands International & MCEC Palmers Green Mosque

Charity dinner: In aid of rebuilding the lives of those affected by the floods in Pakistan, donations reached over £120,000.

Rising Above Employability Programme: 18-25 years olds

GreenStars in collaboration with Rising Above Employability offered a free 5-week employability programme for 18-25-year-olds.

Sisters Cycling Success

Cycle Sisters organised our first-ever 100km sportive event for Muslim women. Over 50 women took part in the 'Tour de Cycle Sisters' riding from Palmers Green Mosque on a scenic route through Essex, ending at the Olympic VeloPark.

Achievements and performance

The NLDN (North London Development Network) was set up in 2018 as a part of MCEC's ongoing commitment to community engagement. Our charitable work has encompassed emergency relief, food security, WASH, health, education and livelihoods.

NLDN's vision: To see a prosperous world free from poverty and hunger.

NLDN's focus is to expand charitable work, supporting the people affected by humanitarian tragedies as well as working to end poverty and achieve food security across the world.

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Below is a summary of the projects supported from 2022 to 2023.

Items	Description	Amount £
International Waqf And Relief Foundation	Distribution of funds to the poor to celebrate the end of Ramadan. This was in Palestine.	£2,000
Health And Nutrition Development Society	Distribution of funds specifically for emergency food packages in Gaza	£12,500
Hands International	Donations for food to break fast during Ramadan for Rohingya Refugees	£3,750
Holland Bazaar Cash & Carry	Food Distribution project during Ramadan with GlobalOne 2015. The food packages were distributed to local needy families in partnership with Rumi Mosque, Ponders End Mosque, and Edmonton Mosque for 100 beneficiary families	£2,075
International Waqf And Relief Foundation	Distribution of funds for Specific Eid Gifts for 100 Families in Palestine	£5,000
IDA RIEU Welfare Trust	For young deaf women in Karachi, MCEC provided funds to establish a beautician training center	£4,000
Fitra-S ADAM	Fitrana Donations was sent and distributed in various locations (Kutch, Bhuj, Bihar, and Kohan) in India	£2,000
Imam Bukhari Orphanage	Distribution of funds to provide Eid gifts to children in Imam Bukhari Orphanage in Logar Province in Afghanistan	£2,000
Hands International	Distribution of funds to the poor to celebrate the end of Ramadan. This was for Rohingya Refugees	£1,500
Health And Nutrition Development Society	Distribution of funds to the poor to celebrate the end of Ramadan. This was in Yemen and Pakistan	£3,500
AL - Imdaad Foundation / Emergency food relief –JAPO	Distributions of funds to support the people in Afghanistan facing famine and starvation. 350 Families were provided food security, Improved nutrition and an alleviation of severe hardship	£25,000
Various Qurbani	Qurbani on Eid and distributed to the poor families	£2,500
Read Foundation	Funding to open a READ Foundation school at Shah Sarmast village, Gujrat	£12,000
Enfield Borough Over 50s Forum	Funding to Enfield Over 50s Forum to support the provision of 6 workshops and home deliveries of up to 300 winter items to older people in need	£1,000
Hands International	After the floods in Pakistan, MCEC cosponsored with HANDS International, the rebuilding of two villages with flood-resistant building designs.	£20,000
Hands of Giving Foundation	Funding to Hands of Giving Foundation to equip a sports club in Refugee Camps in Lebanon	£5,474
Action for Humanity	After the devastating earthquake in the Turkey/Syria border areas, the community held a food fair and clothing drive to support the victims	£17,000
Islamic Helping Hands UK	After the devastating earthquake in the Turkey/Syria border areas, the community held a food fair and clothing drive to support the victims	£22,900

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Maintenance, repairs and improvements were carried out in the following areas:

- Repairs to walls and ceilings
- Redecoration works on ground floor
- Repainting of internal walls
- Carpet replacement

Financial review

The income is generated from donations collected from Muslim people and Muslim organisations. The incoming resources and expenditures are detailed in the Statement of Financial Activities.

The financial year commenced with total cash and bank balances of £1,234,704. During the year donations amounting to £613,175 were received.

Resources expended in the year totalled £474,111 which included, utility costs, repairs & maintenance, education & distributions in support of the poor and needy. At the year's end, there was a total cash and bank balance of £1,317,822.

Reserves Policy

The trustees have forecast the level of free reserves (that is those funds not tied up in fixed assets, designated and restricted funds) the charity will require to sustain its operations over the forthcoming year.

Plans for future periods

In looking forward, the Charity's future plans are to continue to improve on the existing facilities provided at the Centre and also to meet demand for future educational services.

Structure, governance and management

The charity was formed to take over the net assets, funds and activities of Muslim Community and Education Centre, an unincorporated Trust and a registered charity, number 1043847. The transfer agreement was dated 31 March 2015. The Muslim community and Education Centre (MCEC) is governed and managed by its governing document.

Governing Document

Muslim Community and Education Centre (MCEC) is a Charitable Incorporated Organisation,
registered on 28th March 2014 and is a registered charity, number 1156440. The trustees are as follows:

Mr. T Shaikh
Mr. Y M Shaikh
Ms. S T Sheikh
Mr. S Ahmad
Mr. S Alim
Mr. S M Shaikh
Dr. H P Ahmad
Dr. A S Billoo
Mr R Mohammed Hadi

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Method of appointment of Trustees and policies adopted for their induction
The basis of selecting new trustees is by way of identifying people who regularly attend events and functions organised by the CIO, show an interest in and volunteer to help out during these activities.

These people are then invited to attend Trustees' meetings as observers. They are then given more details of the CIO's aims and objectives. Upon satisfaction that these are in line with their ideology of charity work and after due consideration of the person's eligibility, personal competence, specialist knowledge and skills they are proposed as new trustees by the existing ones at the subsequent meeting where they are appointed by the current Board members.

Prior to their appointment, new trustees are introduced to the Charity's Policies to ensure adherence to various clauses of our Constitution. Charity procedures are covered, where they become aware of the scope of their responsibilities under the Charities Act. They are then attached to an existing trustee who they assist on the projects and activities run by the charity. After satisfactory feedback from existing trustees, they are appointed as board members and then given the task to deal with project/activity on their own and are regularly monitored through meetings.

Decision making
All decisions must be according to the teachings of the last Holy book Al-Qur'an and Sunnah of the last Prophet, Muhammad (peace be upon him), and based on majority ruling after proper assessment of the subject matter. The trustees are legally responsible for the overall management and control of the centre and meet on a regular basis, at least 6 times a year. The Finance and General Purposes (building) members generally meet every Friday to consider the tasks delegated to them in respect of financial, building work or any specialist adviser report, which are then communicated to the other trustees at the main board meeting for their deliberations.

Risk review
The management committee has conducted a review of the major risks, to which the charity is exposed and systems have been established to mitigate those risks. Significant external risks to funding have been reduced by the development of a strategic plan, which will allow for development only when the funds are in hand or have been guaranteed. Internal risks are minimised by the implementation of procedures for authorisation of all transactions and projects and to ensure consistent quality of delivery for all operational aspects. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

After nine years, of service as chairman, Mr. Talat Shaikh has resigned from his chairmanship, yet remains as a Trustee. The board agreed on Mr. Yasir Shaikh as the new chair of MCEC.

The Trustees' annual report was approved and signed on behalf of the board of trustees by :

Yasir Shaikh

Mr. Y M Shaikh
Trustee

Shappir Alim

Mr. S Alim
Trustee

31 January 2024

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MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF TRUSTEES' ANNUAL RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2023

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;

- observe the methods and principles in the Charities 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; and

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

Opinion

We have audited the financial statements of Muslim Community & Education Centre (MCEC) (the 'charity') 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 significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2023 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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 *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity 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' annual 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 charity'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 other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of 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.

Matters on which we are required to report by exception

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

- the information given in the financial statements is inconsistent in any material respect with the Trustees' annual report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

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Responsibilities of trustees

As explained more fully in the statement of Trustees' annual responsibilities, the trustees 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 charity'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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor 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 an auditor's report 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. We designed procedures capable of detecting non-compliance with laws and regulations and irregularities, including fraud, through:

• Obtaining an understanding of the Charity through discussions with Trustees , and the application of our cumulative audit knowledge and experience of the industry to identify laws and regulations that could reasonably be expected to have a direct effect on the financial statements including employment, health and safety, data protection and anti-bribery legislation and we considered the extent to which noncompliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities SORP.

• Identifying possible risks of material misstatement of the financial statements due to fraud. We considered, in addition to the non-rebuttable presumption of a risk of fraud arising from management override of controls, whether there was potential for management bias in the reporting of events and transactions in the financial statements relating to principal accounting estimates and uncertainties.

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Our audit procedures were designed to respond to the identified risks relating to non-compliance with laws and regulations and irregularities (including fraud) that are material to the financial statements.

Our audit procedures in relation to non-compliance with laws and regulations included, but were not limited to:

• Discussing with the trustees and management their policies and procedures regarding compliance with laws and regulations and reviewing correspondence with regulators and with solicitors; and
• Communicating identified laws and regulations with the audit team and remaining alert to any indications of non-compliance throughout the audit; and
• Considering the risk of non-compliance with laws and regulations; and
• Considering whether the financial statement disclosures fairly represent the underlying transactions.

Our audit procedures in relation to irregularities and fraud included, but were not limited to:

• Making enquiries of trustees and management as to where they considered there was susceptibility to fraud, and whether they had knowledge of actual, suspected or alleged fraud; and
• Gaining an understanding of the internal controls established to mitigate risks relating to fraud; and
• Discussing the risk of fraud and management bias with the audit team and remaining alert to any indications of fraud and management bias throughout the audit; and
• Addressing the risk of management override of controls by testing journal entries, considering the rationale behind significant or unusual transactions, and reviewing accounting estimates

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management.

Because of these inherent limitations, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance.

This risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: https://www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charity's trustees 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 charity's trustees those matters we are required to state to them in an auditor's 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 charity and the charity's trustees for our audit work, for this report, or for the opinions we have formed.

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INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

JF Francis Ltd JF Francis 31 January 2024

Chartered Certified Accountants
Statutory Auditor

Francis House
2 Park Road
Barnet
Herts
EN5 5RN

JF Francis Ltd is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

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MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Income from:							
Donations and legacies	**3**	465,227	147,948	613,175	507,675	74,908	582,583
Investments	**4**	48,400	-	48,400	29,891	-	29,891
Other income		26,180	-	26,180	-	-	-
Total income		539,807	147,948	687,755	537,566	74,908	612,474
Expenditure on:							
Raising funds	**5**	-	-	-	1,890	-	1,890
Charitable activities	**6**	329,664	144,447	474,111	317,962	79,081	397,043
Investment property expenditure	**10**	23,521	-	23,521	7,309	-	7,309
Total expenditure		353,185	144,447	497,632	327,161	79,081	406,242
Net gains on investments	**11**	45,000	-	45,000	20,000	-	20,000
Net income and movement in funds		231,622	3,501	235,123	230,405	(4,173)	226,232
Reconciliation of funds:							
Fund balances at 1 April 2022		3,438,713	2,668	3,441,381	3,208,308	6,841	3,215,149
Fund balances at 31 March 2023		3,670,335	6,169	3,676,504	3,438,713	2,668	3,441,381

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

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MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2023

	Notes	2023 £	2023 £	2022 £	2022 £
Fixed assets					
Tangible assets	**13**		1,326,503		1,369,833
Investment property	**14**		926,367		881,367
			2,252,870		2,251,200
Current assets					
Debtors	**15**	117,706		5,406	
Cash at bank and in hand		1,317,822		1,234,704	
		1,435,528		1,240,110	
Creditors: amounts falling due within one year	**16**	11,894		49,929	
Net current assets			1,423,634		1,190,181
Total assets less current liabilities			3,676,504		3,441,381
The funds of the charity					
Restricted income funds	**17**		6,169		2,668
Unrestricted funds			3,670,335		3,438,713
			3,676,504		3,441,381

The financial statements were approved by the trustees on 31 January 2024

Yasir Shaikh

Mr. Y M Shaikh
Trustee

Shappir Alim

Mr. S Alim
Trustee

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MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	2023 £	2023 £	2022 £	2022 £
Cash flows from operating activities					
Cash generated from operations	**21**		37,710		270,076
Investing activities					
Purchase of tangible fixed assets		(2,992)		(5,792)	
Purchase of investment property		-		(486,367)	
Investment income received		48,400		29,891	
Net cash generated from/(used in) investing activities			45,408		(462,268)
Net cash used in financing activities			-		-
Net increase/(decrease) in cash and cash equivalents			83,118		(192,192)
Cash and cash equivalents at beginning of year			1,234,704		1,426,896
Cash and cash equivalents at end of year			1,317,822		1,234,704

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1 Accounting policies

Charity information

The charity is registered charity in England and Wales and is a Charitable Incorporated Organisation. The address of the principal office is 30 Oakthorpe Road, London, N13 5JL.

1.1 Accounting convention

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 Charities Act 2011.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

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 principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

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1 Accounting policies **(Continued)**

The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants and is included in full in the statement of financial activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donations are the main source of income for the Centre. Those classified as Zakaat, Fitrana and Sadaqat are for the specific purpose of distribution to the poor and are treated as restricted funds.

Gifts in kind - properties and other fixed assets donated to the charity are included as voluntary income at market value at the time of receipt.

Donated services and facilities are included as voluntary income at their estimated value to the charity when received, and under the appropriate expenditure heading depending on the nature of service or facility provided, at the same value and time.
Income from 'gift aid' tax reclaims is recognised for donations received prior to the year end for which 'gift aid' certificates apply.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

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

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

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1 Accounting policies **(Continued)**

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	Over 50 years
Fixture and fittings	25% reducing balance
Computer Equipment	15% reducing balance
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Investment property

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method 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. Financial assets classified as receivable within one year are not amortised.

Document Ref: 3UMCG-S2DZU-KIM8F-2P9KW

1 Accounting policies **(Continued)**

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans 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. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

There are no significant judgements or estimates involved in the preparation of the financial statements.

Document Ref: 3UMCG-S2DZU-KIM8F-2P9KW

3 Donations and legacies

	Unrestricted funds general 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds general 2022 £	Restricted funds 2022 £	Total 2022 £
Legacies receivable	463,227	-	463,227	372,961	-	372,961
Zakaat, Fitrana and Sadaqat	2,000	147,948	149,948	134,714	74,908	209,622
	465,227	147,948	613,175	507,675	74,908	582,583

4 Investments

	Unrestricted funds general 2023 £	Unrestricted funds general 2022 £
Rental income	48,400	29,891

5 Raising funds

	Total 2023 £	Unrestricted funds general 2022 £
Fundraising and publicity		
Other fundraising costs	-	1,890
	-	1,890

Document Ref: 3UMCG-S2DZU-KIM8F-2P9KW

6 Expenditure on charitable activities

	Charitable expenditure 2023	Charitable expenditure 2022
	£	£
Direct costs		
Depreciation and impairment	46,322	47,267
Wages & salaries	108,979	125,890
Rates & water	2,855	1,947
Light & heat	15,977	13,401
Repairs & maintenance	22,150	3,629
Insurance	3,494	4,386
Motor vehicle expenses	6,159	2,843
Telephone	513	859
Other charity operating costs	267,662	196,821
	474,111	397,043
Analysis by fund		
Unrestricted funds	329,664	317,962
Restricted funds	144,447	79,081
	474,111	397,043

7 Net movement in funds

	2023	2022
	£	£
Net movement in funds is stated after charging/(crediting)		
Fees payable to the charity's auditor for the audit of the charity's financial statements	3,600	4,200
Depreciation of owned tangible fixed assets	46,322	47,267

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

9 Employees

	2023 Number	2022 Number
Administration	6	8

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

There were no employees whose annual remuneration was more than £60,000.

Document Ref: 3UMCG-S2DZU-KIM8F-2P9KW

10 Other

	Unrestricted funds general 2023	Unrestricted funds general 2022
Rental property expenses	23,521	7,309

11 Gains and losses on investments

	Unrestricted funds 2023	Unrestricted funds 2022
Gains/(losses) arising on:	£	£
Revaluation of investment properties	45,000	20,000

12 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

13 Tangible fixed assets

	Land and buildings	Fixture and fittings	Computer Equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 April 2022	1,973,324	4,300	145,109	34,340	2,157,073
Additions	-	-	2,992	-	2,992
At 31 March 2023	1,973,324	4,300	148,101	34,340	2,160,065
Depreciation and impairment					
At 1 April 2022	641,723	1,075	113,590	30,852	787,240
Depreciation charged in the year	39,467	806	5,177	872	46,322
At 31 March 2023	681,190	1,881	118,767	31,724	833,562
Carrying amount					
At 31 March 2023	1,292,134	2,419	29,334	2,616	1,326,503
At 31 March 2022	1,331,600	3,225	31,520	3,488	1,369,833

Document Ref: 3UMCG-S2DZU-KIM8F-2P9KW

14 Investment property

	2023
	£
Fair value	
At 1 April 2022	881,367
Net gains or losses through fair value adjustments	45,000
At 31 March 2023	926,367

The fair value of the investment property has been arrived at on the basis of a valuation carried out at 31 March 2023 by the trustees. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

	2023	2022
	£	£
Freehold	926,367	881,367

15 Debtors

	2023	2022
Amounts falling due within one year:	£	£
Other debtors	114,900	2,957
Prepayments and accrued income	2,806	2,449
	117,706	5,406

16 Creditors: amounts falling due within one year

	2023	2022
	£	£
Trade creditors	1,511	37,773
Other creditors	1,844	2,137
Accruals and deferred income	8,539	10,019
	11,894	49,929

Document Ref: 3UMCG-S2DZU-KIM8F-2P9KW

17 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 April 2022	Incoming resources	Resources expended	At 31 March 2023
	£	£	£	£
	2,668	147,948	(144,447)	6,169

Previous year:	At 1 April 2021	Incoming resources	Resources expended	At 31 March 2022
	£	£	£	£
	6,841	74,908	(79,081)	2,668

18 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used.

	At 1 April 2022	Incoming resources	Resources expended	Gains and losses	At 31 March 2023
	£	£	£	£	£
General funds	3,438,713	539,807	(353,185)	45,000	3,670,335

Previous year:	At 1 April 2021	Incoming resources	Resources expended	Gains and losses	At 31 March 2022
	£	£	£	£	£
General funds	3,208,308	537,566	(327,161)	20,000	3,438,713

19 Analysis of net assets between funds

	Unrestricted funds 2023	Restricted funds 2023	Total 2023
	£	£	£
Fund balances at 31 March 2023 are represented by:			
Tangible assets	1,326,503	-	1,326,503
Investment properties	926,367	-	926,367
Current assets/(liabilities)	1,417,465	6,169	1,423,634
	3,670,335	6,169	3,676,504

Document Ref: 3UMCG-S2DZU-KIM8F-2P9KW

19 Analysis of net assets between funds **(Continued)**

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Fund balances at 31 March 2022 are represented by:			
Tangible assets	1,369,833	-	1,369,833
Investment properties	881,367	-	881,367
Current assets/(liabilities)	1,187,513	2,668	1,190,181
	3,438,713	2,668	3,441,381

20 Related party transactions

There were no related party transactions during the year (2022 - none).

21 Cash generated from operations	2023 £	2022 £
Surplus for the year	235,123	226,234
Adjustments for:		
Investment income recognised in statement of financial activities	(48,400)	(29,891)
Fair value gains and losses on investment properties	(45,000)	(20,000)
Depreciation and impairment of tangible fixed assets	46,322	47,267
Movements in working capital:		
(Increase)/decrease in debtors	(112,300)	2,406
(Decrease)/increase in creditors	(38,035)	44,060
Cash generated from operations	37,710	270,076

22 Analysis of changes in net funds

The charity had no material debt during the year.

Document Ref: 3UMCG-S2DZU-KIM8F-2P9KW

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

England & Wales - Charity number 1156440

Accounts

Charity registration number 1156440

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr. T Shaikh Mr. Y M Shaikh Ms. S T Sheikh Mr. S Ahmad Mr. S Alim Mr. S M Shaikh Dr. H P Ahmad Dr. A S Billoo Mr R Mohammed Hadi	 (Appointed 7 December 2021)
Charity number	1156440	
Principal address	30 Oakthorpe Road London N13 5JL	
Auditor	JF Francis Ltd Francis House 2 Park Road Barnet Hertfordshire EN5 5RN	

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

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MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 MARCH 2022

The trustees present their report and unaudited financial statements for the year ended 31 March 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 of these financial statements.

Objectives and activities
The aims and objectives of the charity are:

1. To advance the religion of Islam for the benefit of the public through:

- The holding of prayer meetings, lectures and public celebration of religious festivals.
- The provision of a place of public religious worship and education by persons professing the religion of Islam.
- The provision of marriage and funeral services in accordance with Islamic rites.
- The production and/or distribution of literature on Islamic belief and practice to help educate the public about the religion of Islam.

2. The specific education of the general public in Quranic, Islamic studies and Arabic.

3. To develop the capacity and skills focusing on, but not restricting to, members of the socially and economically disadvantaged Muslim community primarily in the London Boroughs of Enfield and Barnet and also some areas of Hertfordshire in such a way that they are better able to identify, and help meet, their needs and to participate more fully in society. And to help the needy and vulnerable inside UK and around the world via, feeding the homeless and supporting sustainable projects.

Public Benefit Statement
The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

In setting out the objectives and planning the activities, the trustees have given careful consideration to complying with the duty in Section 17 of the Charities Act 2011 to have regard to the public benefit guidance published by the Charity Commission. All our projects and services have continued to grow as well as some new, benefitting many more of the community.

In keeping with MCEC's objectives we continue to develop our facilities for worship and we now provide full facilities for all daily prayer sessions as well as prayers for special occasions. The number of people attending the daily and Friday prayers has increased. It is estimated that around 2,000 people continue to pass through Masjid doors every week, with nearly 1,200 on Friday's (Jumah) prayer and on Ramadan days. To accommodate nearly 10,000 worshipers during the Eid/festival prayers, we had five separate Eid prayers in one day for both Eid during the reporting period. Each prayer housed around 2,000 people, including families, business holders and individual worshipers. To reach all the Muslims in the area, our Imams deliver their regular sermons and classes on Islamic knowledge subjects in English.

More coordinated support is given in the form of Question & Answer sessions and Educational tours provided to new and Non-Muslims designed purposefully to suit their needs. We have introduced Fatwa services; where people can ask the scholars for religious advice either directly within a group, via email or meet in person. We offer this scholarly religious aware to RE teachers and school staff so they better understand about the religion of Islam and the student's needs. In coordination with local schools, we train the trainers, educate the school staff and teachers and try to enhance their awareness on Islam and its similarities with other faiths specially the Abrahamic faiths, Judaism and Christianity.

Islamic marriage ceremonies, informal marital dispute resolution in forms of counselling and individually- customised religious advisory sessions are performed regularly at the Centre, as a result of these good reminders of marital responsibilities families finds peace and harmony in their households.

Document Ref: DTZQ7-9IVVD-5QE6J-TZKSN

Our facilities for Islamic funeral preparations and prayers are now well established. Bereaved families receive guidance, advice and help from the time when someone dies up to very dignified burial.

The Parents & Toddlers group continues to run smoothly under the supervision of some dedicated sisters. Weekly Ladies Quranic class are well attended as well as a new class for ladies keep fit class, where women are having fitness lessons under a qualified instructor, and the four evening classes for adults on a weekly basis. All counselling and classes are offered without charge.

MCEC Supplementary Schools:

More than 150 children, from the local mainstream schools, attend the MCEC Saturday school and our Hifz (memorisation) class.

Many children are on the waiting lists for both the schools; this shows the quality of our education provision and demand for these services.

The ethos of the school is to provide Islamic education and understanding of social and moral responsibilities for young Muslim boys and girls in a caring and open environment. We encourage our students to strive for knowledge and skills that will help them to become good British citizens. Respecting the free will of individuals, pluralism of Islam, interfaith and humanitarian common grounds are the main ethos echoed to the children throughout the assemblies and in the classrooms.

Moreover, a curriculum has been introduced for all students to engage in, which further deepens their knowledge about Islam, how to apply Islam on a day-to-day basis, and being a good individual by following the law of the land.

We have shared our student's achievements and success through award ceremonies and student led presentations, which was widely appreciated by everyone.

MCEC Funeral Service:

Between the dates of April 2021-March 2022, we at MCEC conducted 77 funerals, which also included funeral services for the Covid deceased as well as the normal cause of death, e.g. cancer or other health issues. In addition, working with our partnering funeral directors to ensure we are providing our service to the community as best as possible.

A recent cemetery was open and we at MCEC has led a helping hand in their foundation by providing guidelines and assistance on Muslim burials. Garden of Firdaus, Sewardstone Park Cemetery, Sewardstone Road, London-E4 7RJ.

The funeral team led by Sabir Shaikh worked extremely hard to ensure the services of the funeral are ongoing and continuous.

Due to the hard work and efforts of the management and the team, in particularly during Covid, Her Majesty the Queen awarded the British Empire Medal to Mr. Sabir Mahmood Shaikh for his hardworking services and contribution to the community.

MCEC Social Media:

Our online presence has increased over the year, with more followers, views and responses to what is published.

We publish on a weekly basis religious reminder, events at the centre, educational classes and images of the centre.

We are continuously connecting with people locally and internationally via the platforms of our Website, Facebook, Instagram, Twitter, WhatsApp and Telegram.

MCEC Green Stars Youth Club:

During the period of March 2021-April 2022, Green Stars Youth Club resumed the following activities:

1. Youth Football - Every Saturday - 16+, which is open to Muslims and Non-Muslims.
2. Cricket - 2 teams from our centre represented MCEC in the yearly LMS t20 League, with MCEC winning the Islington League, a record 8 times champion.
3. Brazilian Jui Jitsu - Twice a week we have classes to focus the mind and body, awareness and participation has increased with a number of 20 participants attending on a weekly basis.
4. Youth Club - We have catered for boys and girls and two age groups (9-13) and (14-18). Sessions would be based around sports, arts and crafts, activities, workshops, debates as well as food and drink.
5. Ramadan Club.

External Engagement

The following external engagements continued as well as additional:

MCEC Tours and Visits
During the reporting period, MCEC continued receiving requests and arrange visits for local primary and secondary schools in line the national KS1 and KS2 Religious Education curriculum. Students, teachers and parents are welcome to visit and experience, at first hand, the Muslim faith and place of worship.

The open Q&A sessions have had very positive feedback. The schools, their staff and most importantly the students find these visits ''highly educational and enjoyable". As a result, we generally have more than 16 local and neighbouring boroughs' schools with more than 1000 pupils visiting the Mosque. Our "Open Door and Open Mind" policy also gives access to many GCSE students, adults and researchers on Religious Education projects to visit MCEC, bringing with them many interesting Q&As. We also visited schools to teach Islam during the period of Ramadan.

MCEC Food packs for the vulnerable
We are delighted to be working with other Enfield Mosques & Global One 2015 again to support a four-month project (March-June 2021) for vulnerable families by providing food packs that will include dry food items and household cleaning products.

MCEC Gaza Food Fair
We partnered with 'HANDS International' and decided to take action for Gaza in our community by holding our Gaza Food Fair, we didn't expect to uncover such a hurt undertone in our community, as well as a deep desire of wanting to contribute. We raised over £12,000.

MCEC Clothing for Afghanistan Refugee Families in the United Kingdom
With the generosity of the management and the help of our staff and volunteers, we were able to help 27 refugee families, which resulted in 156 individuals. We provided them with basic needs such as warm clothing items, prayers mats, abayas and toiletries. Our volunteers drove to Manchester, Birmingham, Heathrow and Gatwick to ensure the items were safely received by the families.

MCEC Ramadan Bake Sale
A group of volunteers raised money for Afghanistan, standing in the cold on an evening of prayer. £1690 was raised.

MCEC Ramadan Reading Challenge
In partnership with Olive Tree Library, GreenStars invited children to take park in reading and developing their reading skills.

MCEC GreenStars in collaboration with Al Bourouge Young Speakers Club
A 3-day workshop empowering the youth focusing on developing confidence when speaking in front of an audience. A guidance to public speaking.

MCEC - Palmers Green Mosque was nominated as a finalist by British Beacon Mosque for Best Run Mosque.

Run and housed Covid Vaccine Pop Up – Clinic
MCEC partnered with the NHS to provide covid vaccines to our public community.

MCEC GreenStars in collaboration with Seven Spikes Charity
A youth training workshop to help Muslim youth relate to their family, community and religion.

Ongoing Online and Face-to-Face teaching continues
MCEC successfully ran a series of educational classes throughout the year, via online and social media mediums which benefitted the local community greatly at times of distress. We have continued with our adult educational classes which were started last year as requested by our community. All classes are free to our local community.

MCEC resumed hosting classes in Urdu and classes in Turkish for respective language speakers, this beside other classes run in Centre in universally understood language, English, after it was suspended due to lockdown and Covid-19.

Breakfast Club
We were running our fortnightly breakfast club affectively for the last four years for free and open to all by passers and surrounding neighbours. Where they were served continental & some Turkish breakfast with hot tea and coffee.

Achievements and performance
Donations: During Month of Ramadan, Festive of Sacrifice and Throughout the Year

The NLDN (North London Development Network) was set up in 2018 as a part of MCEC's ongoing commitment to community engagement. Our charitable work has encompassed emergency relief, food security, WASH, health, education and livelihoods.

NLDN's vision: To see a prosperous world free from poverty and hunger.

NLDN's focus is to expand charitable work, supporting the people affected by humanitarian tragedies as well as working to end poverty and achieve food security across the world.

Below is a summary of the projects supported during the course of 2021 – 2022.

Item	Description	Amount
Abdullah Quilliam Mosque	Donation to England's First Mosque. Towards the final purchase price of the mosque's adjacent building and the car park as well as the renovation programme	£5,000
Action for Humanity/Syria Relief	Rebuilding Syrian communities one village at a time – Building 15 homes	£24,000
Great Ormond Street Hospital Children's Charity	Anesthetic machines for the GOSH Neonatal and Pediatric Surgery Department	£36,363
Clothing for Afghanistan Refugee Families in the United Kingdom	Helped 27 refugee families, which resulted in 156 individuals. We provided them with basic needs such as warm clothing etc.…	£2,715
Fitra - Mandera	Partnered with Mandera Islamic Society to distribute Fitra in Kenya	£2,000
Fitra - Yemen & Jerusalem	Partnered with International Waqf & Relief Foundation for Fitra distribution in Jerusalem and in Yemen	£6,000
Qurbani Distribution - Yemen	Partnered with HANDS International for distribution in Yemen of Qurbani meat	£2,727
Goodwill Charity Support	Payment to member of the community in difficult financial circumstances	£2,000
LSE Homeless Soup Kitchen	Working with HANDS International, we sponsored a year's soup kitchen for homeless with the LSE ISOC.	£875
Myanmar School	Support HANDS International with a project to build a school in Myanmar	£4,400
Various	Fitra & Zakat beneficiaries	£12,018

Marriage Match Event
Because of the emerging need of our community for young people to find life partners, we wanted to hold marriage introduction/match events to encourage our youth to undertake engagement in an Islamic surroundings. This service was put on hold due to the Covid pandemic. Plan is to restart this in 2022.

Maintenance, repairs and improvements were carried out in the following areas:

- Repairs to walls and ceilings
- Redecoration works on ground floor
- Repainting of internal walls
- Carpet replacement

Financial review

The income is generated from donations collected from Muslim people and Muslim organisations. The incoming resources and expenditure are detailed in the Statement of Financial Activities.

The financial year commenced with total cash and bank balances of £1,426,896. During the year donations amounting to £582,584 were received.

Resources expended in the year totalled £397,043 which included, utility costs, repairs & maintenance, educational & distributions in support of the poor and needy. At the year end there was a total cash and bank balances of £1,234,704.

Reserves Policy

The trustees have forecast the level of free reserves (that is those funds not tied up in fixed assets, designated and restricted funds) the charity will require to sustain its operations over the forthcoming year.

Plans for future periods

In looking forward, the Charity's future plans are to continue to improve on the existing facilities provided at the Centre and also to meet demand for future educational services.

Structure, governance and management

The charity was formed to take over the net assets, funds and activities of Muslim Community and Education Centre, an unincorporated Trust and a registered charity, number 1043847. The transfer agreement was dated 31 March 2015. The Muslim community and Education Centre (MCEC) is governed and managed by it's governing document.

Governing Document

Muslim Community and Education Centre (MCEC) is a Charitable Incorporated Organisation, registered on 28th March 2014 and is a registered charity, number 1156440. The trustees are as follows:

Mr. T Shaikh
Mr. Y M Shaikh
Ms. S T Sheikh
Mr. S Ahmad
Mr. S Alim
Mr. S M Shaikh
Dr. H P Ahmad
Dr. A S Billoo
Mr R Mohammed Hadi (Appointed 7 December 2021)

Method of appointment of Trustees and policies adopted for their induction

The basis of selecting new trustees is by way of identifying people who regularly attend events and functions organised by the CIO, show an interest in and volunteer to help out during these activities.

These people are then invited to attend Trustees' meetings as observers. They are then given more details of the CIO's aims and objectives. Upon satisfaction that these are in line with their ideology of charity work and after due consideration of the person's eligibility, personal competence, specialist knowledge and skills they are proposed as new trustees by the existing ones at the subsequent meeting where they are appointed by the current Board members.

Prior to their appointment, new trustees are introduced to the Charity's Policies to ensure adherence to various clauses of our Constitution. Charity procedures are covered, where they become aware of the scope of their responsibilities under the Charities Act. They are then attached to an existing trustee who they assist on the projects and activities run by the charity. After satisfactory feedback from existing trustees, they are appointed as board members and then given the task to deal with project/activity on their own and are regularly monitored through meetings.

Decision making
All decisions must be according to the teachings of the last Holy book Al-Qur'an and Sunnah of the last Prophet, Muhammad (peace be upon him) and based on majority ruling after proper assessment of the subject matter. The trustees are legally responsible for the overall management and control of the centre and meet on a regular basis, at least 6 times a year. The Finance and General Purposes (building) members generally meet every Friday to consider the tasks delegated to them in respect of financial, building work or any specialist adviser report, which are then communicated to the other trustees at the main board meeting for their deliberations.

Risk review
The management committee has conducted a review of the major risks, which the charity is exposed to and systems have been established to mitigate those risks. Significant external risks to funding have been reduced by the development of a strategic plan, which will allow for development only when the funds are in hand or have been guaranteed. Internal risks are minimised by the implementation of procedures for authorisation of all transactions and projects and to ensure consistent quality of delivery for all operational aspects. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

After eight years, of service as chairman, Mr. Talat Shaikh has resigned from his chairmanship, yet remains as a Trustee. The board agreed to a new Co-chairmanship approach, and Ms. Saqibah Sheikh and Mr. Yasir Shaikh were named and agreed upon as new Co-chairs for MCEC.

The Trustees' annual report was approved and signed on behalf of the board of trustees by :

Shappir Alim

Mr. S Alim
Trustee

Sabir Mahmood Shaikh

Mr. S M Shaikh
Trustee

27 January 2023

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF TRUSTEES' ANNUAL RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2022

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources of the charity for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;

- observe the methods and principles in the Charities 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; and

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

Opinion

We have audited the financial statements of Muslim Community & Education Centre (MCEC) (the 'charity') for the year ended 31 March 2022 which comprise the statement of financial activities, the statement of financial position, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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 *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity 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' annual 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 charity'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 other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. 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 course of 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.

Matters on which we are required to report by exception

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

- the information given in the financial statements is inconsistent in any material respect with the Trustees' annual report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; 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' annual responsibilities, the trustees 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 charity'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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor 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 an auditor's report 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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. We designed procedures capable of detecting non-compliance with laws and regulations and irregularities, including fraud, through:

• Obtaining an understanding of the Charity through discussions with Trustees , and the application of our cumulative audit knowledge and experience of the industry to identify laws and regulations that could reasonably be expected to have a direct effect on the financial statements including employment, health and safety, data protection and anti-bribery legislation and we considered the extent to which noncompliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities SORP.

• Identifying possible risks of material misstatement of the financial statements due to fraud. We considered, in addition to the non-rebuttable presumption of a risk of fraud arising from management override of controls, whether there was potential for management bias in the reporting of events and transactions in the financial statements relating to principal accounting estimates and uncertainties.

Our audit procedures were designed to respond to the identified risks relating to non-compliance with laws and regulations and irregularities (including fraud) that are material to the financial statements.

Our audit procedures in relation to non-compliance with laws and regulations included, but were not limited to:

• Discussing with the trustees and management their policies and procedures regarding compliance with laws and regulations and reviewing correspondence with regulators and with solicitors; and
• Communicating identified laws and regulations with the audit team and remaining alert to any indications of non-compliance throughout the audit; and
• Considering the risk of non-compliance with laws and regulations; and
• Considering whether the financial statement disclosures fairly represent the underlying transactions.

Our audit procedures in relation to irregularities and fraud included, but were not limited to:

• Making enquiries of trustees and management as to where they considered there was susceptibility to fraud, and whether they had knowledge of actual, suspected or alleged fraud; and
• Gaining an understanding of the internal controls established to mitigate risks relating to fraud; and
• Discussing the risk of fraud and management bias with the audit team and remaining alert to any indications of fraud and management bias throughout the audit; and
• Addressing the risk of management override of controls by testing journal entries, considering the rationale behind significant or unusual transactions, and reviewing accounting estimates

There are inherent limitations in the audit procedures described above and the primary responsibility for the prevention and detection of irregularities including fraud rests with management.

Because of these inherent limitations, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance.

This risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: https://www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Other matters

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with "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)" (as amended) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

This report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

JF Francis

JF Francis Ltd 27 January 2023

Chartered Accountants
Statutory Auditor

Francis House
2 Park Road
Barnet
Hertfordshire
EN5 5RN

JF Francis Ltd is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

Document Ref: DTZQ7-9IVVD-5QE6J-TZKSN

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds general 2022 £	Unrestricted funds designated 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds general 2021 £	Unrestricted funds designated 2021 £	Restricted funds 2021 £	Total 2021 £
Income from:									
Donations and legacies	3	484,464	23,212	74,908	582,584	256,364	-	40,133	296,497
Investments	4	29,891	-	-	29,891	16,975	-	-	16,975
Total income		514,355	23,212	74,908	612,475	273,339	-	40,133	313,472
Expenditure on:									
Raising funds	5	1,890	-	-	1,890	-	-	-	-
Charitable activities	6	298,944	19,018	79,081	397,043	297,096	-	116,468	413,564
Investment property expenditure	10	7,309	-	-	7,309	-	-	-	-
Total expenditure		308,143	19,018	79,081	406,242	297,096	-	116,468	413,564
Net gains/(losses) on investments	11	20,000	-	-	20,000	73,500	-	-	73,500
Net income/(expenditure) for the year/ Net movement in funds		226,212	4,194	(4,173)	226,233	49,743	-	(76,335)	(26,592)

Document Ref: DTZQ7-9IVVD-5QE6J-TZKSN

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Unrestricted funds general 2022 £	Unrestricted funds designated 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds general 2021 £	Unrestricted funds designated 2021 £	Restricted funds 2021 £	Total 2021 £
Net income/(expenditure) for the year/ Net movement in funds		226,212	4,194	(4,173)	226,233	49,743	-	(76,335)	(26,592)
Fund balances at 1 April 2021		3,189,838	18,470	6,841	3,215,149	3,140,095	18,470	83,176	3,241,741
Fund balances at 31 March 2022		3,416,050	22,664	2,668	3,441,382	3,189,838	18,470	6,841	3,215,149

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

Document Ref: DTZQ7-9IVVD-5QE6J-TZKSN

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2022

	Notes	2022 £	2022 £	2021 £	2021 £
Fixed assets					
Tangible assets	**12**		1,369,833		1,411,310
Investment properties	**13**		881,367		375,000
			2,251,200		1,786,310
Current assets					
Debtors	**14**	5,407		7,812	
Cash at bank and in hand		1,234,704		1,426,896	
		1,240,111		1,434,708	
Creditors: amounts falling due within one year	**15**	(49,929)		(5,869)	
Net current assets			1,190,182		1,428,839
Total assets less current liabilities			3,441,382		3,215,149
Income funds					
Restricted funds			2,668		6,841
Unrestricted funds - designated			22,664		18,470
Unrestricted funds - general			3,416,050		3,189,838
			3,441,382		3,215,149

The financial statements were approved by the Trustees on 27 January 2023

Shappir Alim

Mr. S Alim
Trustee

Sabir Mahmood Shaikh

Mr. S M Shaikh
Trustee

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MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	2022 £	2021 £	2021 £
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	18		270,076		(70,565)
Investing activities					
Purchase of tangible fixed assets		(5,792)		(2,339)	
Purchase of investment property		(486,367)		-	
Investment income received		29,891		16,975	
Net cash (used in)/generated from investing activities			(462,268)		14,636
Net cash used in financing activities			-		-
Net decrease in cash and cash equivalents			(192,192)		(55,929)
Cash and cash equivalents at beginning of year			1,426,896		1,482,825
Cash and cash equivalents at end of year			1,234,704		1,426,896

Document Ref: DTZQ7-9IVVD-5QE6J-TZKSN

1 Accounting policies

Charity information

The charity is registered charity in England and Wales and is a Charitable Incorporated Organisation. The address of the principal office is 30 Oakthorpe Road, London, N13 5JL.

1.1 Accounting convention

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 Charities Act 2011.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

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 principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1 Accounting policies **(Continued)**

The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants and is included in full in the statement of financial activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donations are the main source of income for the Centre. Those classified as Zakaat, Fitrana and Sadaqat are for the specific purpose of distribution to the poor and are treated as restricted funds.

Gifts in kind - properties and other fixed assets donated to the charity are included as voluntary income at market value at the time of receipt.

Donated services and facilities are included as voluntary income at their estimated value to the charity when received, and under the appropriate expenditure heading depending on the nature of service or facility provided, at the same value and time.
Income from 'gift aid' tax reclaims is recognised for donations received prior to the year end for which 'gift aid' certificates apply.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

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

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

1 Accounting policies **(Continued)**

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	Over 50 years
Fixture and fittings	25% reducing balance
Computer Equipment	15% reducing balance
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method 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. Financial assets classified as receivable within one year are not amortised.

1 Accounting policies **(Continued)**

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans 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. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

There are no significant judgements or estimates involved in the preparation of the financial statements.

3 Donations and legacies

	Unrestricted funds general 2022 £	Unrestricted funds designated 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds general 2021 £	Restricted funds 2021 £	Total 2021 £
Legacies receivable	349,750	23,212	-	372,962	250,247	-	250,247
Zakaat, Fitrana and Sadaqat	134,714	-	74,908	209,622	6,117	40,133	46,250
	484,464	23,212	74,908	582,584	256,364	40,133	296,497

4 Investments

	Unrestricted funds general 2022 £	Unrestricted funds general 2021 £
Rental income	29,891	16,975

5 Raising funds

	Unrestricted funds general 2022 £	Total 2021 £
Fundraising and publicity		
Other fundraising costs	1,890	-
	1,890	-

6 Charitable activities

	Charitable Expenditure Heading 1 2022 £	Charitable Expenditure Heading 1 2021 £
Depreciation and impairment	47,267	47,298
Wages & salaries	125,890	129,279
Rates & water	1,947	4,608
Light & heat	13,401	16,693
Repairs & maintenance	3,629	13,405
Insurance	4,386	5,116
Motor vehicle expenses	2,843	2,428
Telephone	859	882
Other charity operating costs	196,821	193,855
	397,043	413,564
	397,043	413,564
Analysis by fund		
Unrestricted funds - general	298,944	297,096
Unrestricted funds - designated	19,018	-
Restricted funds	79,081	116,468
	397,043	413,564

7 Net movement in funds

	2022 £	2021 £
Net movement in funds is stated after charging/(crediting)		
Fees payable to the charity's auditor for the audit of the charity's financial statements	4,200	-
Depreciation of owned tangible fixed assets	47,267	47,298

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

9 Employees

	2022 Number	2021 Number
Administration	8	8

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

There were no employees whose annual remuneration was more than £60,000.

10 Other

	Unrestricted funds general 2022	Total £ 2021
Rental property expenses	7,309	-

11 Net gains/(losses) on investments

	Unrestricted funds general 2022 £	Unrestricted funds general 2021 £
Revaluation of investment properties	20,000	73,500

12 Tangible fixed assets

	Land and buildings	Fixture and fittings	Computer Equipment	Motor vehicles	Total
	£	£	£	£	£
Cost					
At 1 April 2021	1,973,324	-	143,618	34,340	2,151,282
Additions	-	4,300	1,492	-	5,792
At 31 March 2022	1,973,324	4,300	145,110	34,340	2,157,074
Depreciation and impairment					
At 1 April 2021	602,257	-	108,028	29,689	739,974
Depreciation charged in the year	39,467	1,075	5,562	1,163	47,267
At 31 March 2022	641,724	1,075	113,590	30,852	787,241
Carrying amount					
At 31 March 2022	1,331,600	3,225	31,520	3,488	1,369,833
At 31 March 2021	1,371,068	-	35,590	4,652	1,411,310

13 Investment property

	2022
	£
Fair value	
At 1 April 2021	375,000
Additions through external acquisition	486,367
Net gains or losses through fair value adjustments	20,000
At 31 March 2022	881,367

The fair value of the investment property has been arrived at on the basis of a valuation carried out at 31 March 2022 by the trustees. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

	2022	2021
	£	£
Freehold	881,367	375,000

14 Debtors

Amounts falling due within one year:	2022 £	2021 £
Other debtors	2,957	5,733
Prepayments and accrued income	2,450	2,079
	5,407	7,812

15 Creditors: amounts falling due within one year

	2022 £	2021 £
Trade creditors	37,773	-
Other creditors	2,137	559
Accruals and deferred income	10,019	5,310
	49,929	5,869

16 Analysis of net assets between funds

	Unrestricted funds 2022	**Unrestricted Funds 2022**	**Restricted Funds 2022**	**Total 2022**	Unrestricted funds 2021	Unrestricted Funds 2021	Restricted Funds 2021	Total 2021
	£	**£**	**£**	**£**	£	£	£	£
Fund balances at 31 March 2022 are represented by:								
Tangible assets	1,369,833	-	-	1,369,833	1,411,310	-	-	1,411,310
Investment properties	881,367	-	-	881,367	375,000	-	-	375,000
Current assets/(liabilities)	1,164,850	22,664	2,668	1,190,182	1,403,528	18,470	6,841	1,428,839
	3,416,050	22,664	2,668	3,441,382	3,189,838	18,470	6,841	3,215,149

17 Related party transactions

There were no related party transactions during the year (2021 - none).

18 Cash generated from operations	**2022**	**2021**
	£	**£**
Surplus/(deficit) for the year	226,235	(26,592)
Adjustments for:		
Investment income recognised in statement of financial activities	(29,891)	(16,975)
Fair value gains and losses on investment properties	(20,000)	(73,500)
Depreciation and impairment of tangible fixed assets	47,267	47,298
Movements in working capital:		
Decrease/(increase) in debtors	2,405	(5,351)
Increase in creditors	44,060	4,555
Cash generated from/(absorbed by) operations	270,076	(70,565)

19 Analysis of changes in net funds

The charity had no debt during the year.

Document Ref: DTZQ7-9IVVD-5QE6J-TZKSN

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

England & Wales - Charity number 1156440

Accounts

Charity Registration No. 1156440

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr. S Ahmad Mr. S Alim Dr. A S Billoo Mr. S M Shaikh Mr. T Shaikh Mr. Y M Shaikh Ms. S T Sheikh Dr. H P Ahmad Mr R Mohammed Hadi	 (Appointed 7 December 2021)
Charity number	1156440	
Principal address	30 Oakthorpe Road London N13 5JL	
Independent examiner	JF Francis Ltd Francis House 2 Park Road Barnet Hertfordshire EN5 5RN	

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

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MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

TRUSTEES' ANNUAL REPORT REPORT

FOR THE YEAR ENDED 31 MARCH 2021

The trustees present their report and unaudited financial statements for the year ended 31 March 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 of these financial statements.

Objectives and activities
The aims and objectives of the charity are:

1. To advance the religion of Islam for the benefit of the public through:

- The holding of prayer meetings, lectures and public celebration of religious festivals.
- The provision of a place of public religious worship and education by persons professing the religion of Islam.
- The provision of marriage and funeral services in accordance with Islamic rites.
- The production and/or distribution of literature on Islamic belief and practice to help educate the public about the religion of Islam.

2. The specific education of the general public in Quranic, Islamic studies and Arabic.

3. To develop the capacity and skills focusing on, but not restricting to, members of the socially and economically disadvantaged Muslim community primarily in the London Boroughs of Enfield and Barnet and also some areas of Hertfordshire in such a way that they are better able to identify, and help meet, their needs and to participate more fully in society. And to help the needy and vulnerable inside UK and around the world via, feeding the homeless and supporting sustainable projects.

Public Benefit Statement
The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

In setting out the objectives and planning the activities, the trustees have given careful consideration to complying with the duty in Section 17 of the Charities Act 2011 to have regard to the public benefit guidance published by the Charity Commission. All our projects and services have continued to grow as well as some new, benefitting many more of the community.

In keeping with MCEC's objectives we continue to develop our facilities for worship and we now provide full facilities for all daily prayer sessions as well as prayers for special occasions. The number of people attending the daily and Friday prayers has increased. It is estimated that around 2,000 people continue to pass through Masjid doors every week, with nearly 1,200 on Friday's (Jumah) prayer and on Ramadan days. To accommodate nearly 10,000 worshipers during the Eid/festival prayers, we had five separate Eid prayers in one day for both Eid during the reporting period. Each prayer housed around 2,000 people, including families, business holders and individual worshipers. To reach all the Muslims in the area, our Imams deliver their regular sermons and classes on Islamic knowledge subjects in English.

This every year's joy and sense of community was affected due to Covid and Mosque closure during the month of Ramadan and consequently, there were no Eid gatherings (end of May 2020). Very cautiously once things re-opened with social distancing and a limited number allowed to pray, Eid-ul-Adha (festive of sacrifice) which was at the end of July 2020, we started slowly letting very limited people in for the prayers. Adhering to all governmental guidelines on Covid and our regularly updated Risk Assessment's requirements.

More coordinated support is given in the form of Question & Answer sessions and Educational tours provided to new and Non-Muslims designed purposefully to suit their needs. We have introduced Fatwa services; where people can ask the scholars for religious advice either directly within a group, via email or meet in person. We offer this scholarly religious aware to RE teachers and school staff so they better understand about the religion of Islam and the student's needs. In coordination with local schools, we train the trainers, educate the school staff and teachers and try to enhance their awareness on Islam and its similarities with other faiths specially the Abrahamic faiths, Judaism and Christianity.

Islamic marriage ceremonies, informal marital dispute resolution in forms of counselling and individually-customised religious advisory sessions are performed regularly at the Centre, as a result of these good reminders of marital responsibilities families finds peace and harmony in their households.

Our facilities for Islamic funeral preparations and prayers are now well established. Bereaved families receive guidance, advice and help from the time when someone dies up to very dignified burial.

The Parents & Toddlers group continues to run smoothly under the supervision of some dedicated sisters. Weekly Ladies Quranic class are well attended and a new ladies keep fit class, where women are having fitness lessons under a qualified instructor, and a further four evening classes on religious topics for adults on a weekly basis. All counselling and classes are offered without charge. Again, this service was at halt due to Covid.

MCEC Supplementary Schools:

More than 250 children, from the local mainstream schools, attend the MCEC Saturday school and our Hifz (memorisation) class.

Many children are on the waiting lists for both the schools; this shows the quality of our education provision and demand for these services.

The ethos of the school is to provide Islamic education and understanding of social and moral responsibilities for young Muslim boys and girls in a caring and open environment. We encourage our students to strive for knowledge and skills that will help them to become good British citizens. Respecting the free will of individuals, pluralism of Islam, interfaith and humanitarian common grounds are the main ethos echoed to the children throughout the assemblies and in the classrooms.

Due to the Covid-19 and consequently governmental safety guidelines, that come into effect, the management team and Covid team assessed the situation and most of the teachings were shifted to online learning using M.S Teams. This was a learning journey for students, staff and parents; however, all the students were involved in the learning. Students did progress on all fronts and everyone involved gave positive feedback.

Once face to face teaching resumed, Saturday School related risk assessments were conducted, Covid related policy was drafted and later implemented outlining how MCEC Supplementary School and Hifz class will operate under the new Covid restrictions and safeguarding children. This was carefully implemented and was on constant review.

Since then, we have followed the government guidelines related to Covid measures, completed our risk assessments and ensure students were appreciated for their hard work and efforts.

MCEC Funeral Service:

Between the dates of March 2020-April 2021, we at MCEC conducted 120 funerals, which also included funeral services for the Covid deceased as well as the more typical causes of death, e.g. cancer or other health issues.

During the Covid pandemic, the funeral team led by Sabir Shaikh worked extremely hard to ensure the services continued and our community needs were not affected in any manner. While we saw, the Covid fears as a stressful time for the families, we at MCEC could cater for all their requests.

The team followed both medical and religious guidelines to ensure they were protected and kept safe.

Due to the hard work and efforts of the management and team, Her Majesty the Queen the British Empire Medal award for his hardworking services and contribution to the community has awarded to Mr Sabir Shaikh.

MCEC Social Media:

Our online presence demand increased during the Covid pandemic, with online reminders, lectures, posts and articles being featured on our platforms and website. The platforms included – WhatsApp, Telegram, Instagram and Facebook.

During the year we connected with individuals locally and globally, sharing our services, reminders and ensuring the community was protected and kept safe at all times.

MCEC Green Stars Youth Club:

During the period of March 2020-April 2021, all activities related to the Green Stars Youth and Adults were suspended.

External Engagement

During the reporting period, MCEC continued receiving requests and arranging visits for local primary and secondary schools in line the national KS1 and KS2 Religious Education curriculum. Students, teachers and parents are welcome to visit and experience, at first hand, the Muslim faith and place of worship. The open Q&A sessions have had very positive feedback. The schools, their staff and most importantly the students find these visits "highly educational and enjoyable". As a result we generally have more than 16 local and neighbouring boroughs' schools with more than 1000 pupils visiting the Mosque. Our "Open Door and Open Mind" policy also gives access to many GCSE students, adults and researchers on Religious Education projects to visit MCEC, bringing with them many interesting Q&As.

Since the majority of the schools had to close its door in the early days of Covid, some re-opened at a later stage, yet not comfortable making such visits. We managed to find a way around this pandemic and offered to some schools the very first virtual school visits, i.e Via Zoom, where pupils both from home, or the essential worker's children from the school, joined the visit and had nice interactive and engaging school visits.

MCEC successfully ran a series of educational classes throughout the year, via online and social media mediums which benefitted the local community greatly at times of distress and lockdowns. We have continued with our adult educational classes which were started last year as requested by our community. All classes are free to our local community.

MCEC had to stop hosting classes in Urdu and classes in Turkish for respective language speakers, in addition to other classes run in the centre in English, due to the lockdown and Covid-19.

i. Breakfast Club:

We were running our fortnightly breakfast club effectively for the last three years for free and open to all by passers and surrounding neighbours. During breakfast club, visitors were served continental & some Turkish breakfast with hot tea and coffee, unfortunately, this too had to stop due to Covid-19.

ii. Homeless Outreach:

Feeding the street homeless weekly in Holborn, Central London with hot meals, snacks, fruit and drinks.

- This activity continued during the Covid-19 pandemic when most other charities had stopped supporting the homeless.
- During the national lockdown in March, we seemed to be only charity serving the homeless on a Saturday evenings in Lincoln's Inn Fields in London.
- We also continued to distribute PPE, as well as hygiene products to rough sleepers in London

iii. MCEC COVID-19 Food Parcels:

Preceding and during the initial the March 2020 COVID-19 national lockdown, MCEC joined a consortium of Enfield based charities to assist the will/effort of the local community as a response to the pandemic. We joined a consortium of over 30 charities and community groups, as we desired to create multi-faith understanding and cohesion in a 'segregated Enfield'. Our activities included

- Liaising with the Enfield consortium to contribute with emergency food parcels.
- Sourcing and purchasing bulk ambient food supplies.
- Created food parcels with multi-faith volunteers.
- Arranging and distributing food parcels to various Enfield based organizations who serve the vulnerable, as well as directly to the vulnerable beneficiaries through our network of volunteers.

iv. Food Donations:

During the March 2020 lockdown MCEC identified an opportunity of adding food supplies to assist a number of organisations including foodbanks, to benefit their service users.

- Built relationships with surplus food donation groups.
- Sourced and supplied fresh produce to foodbanks on a bi-weekly basis.

v. Daily Meals for COVID Positive Muslims Families:

Having had referrals for Muslims families who had contracted COVID-19, the local council system of food parcels was not sufficient for their ***specific dietary requirements***. Therefore MCEC encouraged volunteers and local community members to cook culturally suitable halal meals and deliver to the isolating Muslim families in need on a daily basis.

vi. Food Parcels:

During the Covid 19 lockdown, MCEC, Global ONE and HANDS International instigated a new project which consisted of assisting 60 Muslim families for a 3 month period, who were facing food insecurity in our local community.

Achievements and performance

The NLDN (North London Development Network) was set up in 2018 as a part of MCEC's ongoing commitment to community engagement. Our charitable work has encompassed emergency relief, food security, WASH, health, education and livelihoods.

NLDN's vision: To see a prosperous world free from poverty and hunger.

NLDN's focus is to expand charitable work, supporting the people affected by humanitarian tragedies as well as working to end poverty and achieve food security across the world.

Below is a summary of the projects supported during the course of 2020 – 2021.

Item	Description	Amount £
Seven Spikes	Cemetery in Gaza Strip, Palestine	12,500
SKT International	Mobile medical clinics in Syria	53,000
HANDS international	PPE project	11,118
Cooking Champions	Homeless Outreach project	500
HANDS international	Ramadan Food	5,000
Various	Fitra & Zakat beneficiaries	32,000
Over 50's donation	Enfield Council	1,000
Homeless project	Homeless food distribution	1,350

Marriage Match Event
Because of the emerging need of our community for young people to find life partners, we wanted to hold marriage introduction/match events to encourage our youth to undertake engagement in an Islamic surroundings. This service was put on hold due to the Covid pandemic. Plan is to restart this in 2022.

Other
Whether furloughed or not we made sure that all our Imams, staff, and all personnel got paid in time during these crucial times, throughout the lockdowns.

Maintenance, repairs and improvements were carried out in the following areas:

Repairs to walls and ceilings
Redecoration works on ground floor
Repainting of internal walls
Carpet replacement

Financial review
The income is generated from donations collected from Muslim people and Muslim organisations. The incoming resources and expenditure are detailed in the Statement of Financial Activities.

The financial year commenced with total cash and bank balances of £1,482,825. During the year donations amounting to £296,497 were received.

Resources expended in the year totalled £413,564 which included, utility costs, repairs & maintenance, educational & distributions in support of the poor and needy. At the year end there was a total cash and bank balances of £1,426,896.

Reserves Policy
The trustees have forecast the level of free reserves (that is those funds not tied up in fixed assets, designated and restricted funds) the charity will require to sustain its operations over the forthcoming year.

Plans for future periods

In looking forward, the Charity's future plans are to improve on the existing facilities provided at the Centre and also to meet demand for future educational services through Muslim Community & Education Centre (MCEC) CIO, charity number 1156440, formed for the purpose of continuing the charitable activities of the charity.

Structure, governance and management

The charity was formed to take over the net assets, funds and activities of Muslim Community and Education Centre, an unincorporated Trust and a registered charity, number 1043847. The transfer agreement was dated 31 March 2015.

Governing Document

Muslim Community and Education Centre (MCEC) is a Charitable Incorporated Organisation, registered on 28th March 2014 and is a registered charity, number 1156440. The trustees are as follows:

Mr. S Ahmad
Mr. S Alim
Dr. A S Billoo
Mr. S M Shaikh
Mr. T Shaikh
Mr. Y M Shaikh
Ms. S T Sheikh
Dr. H P Ahmad
Mr R Mohammed Hadi (Appointed 7 December 2021)

Method of appointment of Trustees and policies adopted for their induction

The basis of selecting new trustees is by way of identifying people who regularly attend events and functions organised by the CIO, show an interest in and volunteer to help out during these activities.

These people are then invited to attend Trustees' meetings as observers. They are then given more details of the CIO's aims and objectives. Upon satisfaction that these are in line with their ideology of charity work and after due consideration of the person's eligibility, personal competence, specialist knowledge and skills they are proposed as new trustees by the existing ones at the subsequent meeting where they are appointed by the current Board members.

Prior to their appointment, new trustees are introduced to the Charity's Policies to ensure adherence to various clauses of our Constitution. Charity procedures are covered, where they become aware of the scope of their responsibilities under the Charities Act. They are then attached to an existing trustee who they assist on the projects and activities run by the charity. After satisfactory feedback from existing trustees, they are appointed as board members and then given the task to deal with project/activity on their own and are regularly monitored through meetings.

Decision making
All decisions must be according to the teachings of the last Holy book Al-Qur'an and Sunnah of the last Prophet, Muhammad (peace be upon him) and based on majority ruling after proper assessment of the subject matter. The trustees are legally responsible for the overall management and control of the centre and meet on a regular basis, at least 6 times a year. The Finance and General Purposes (building) members generally meet every Friday to consider the tasks delegated to them in respect of financial, building work or any specialist adviser report, which are then communicated to the other trustees at the main board meeting for their deliberations.

Risk review
The management committee has conducted a review of the major risks, which the charity is exposed to and systems have been established to mitigate those risks. Significant external risks to funding have been reduced by the development of a strategic plan, which will allow for development only when the funds are in hand or have been guaranteed. Internal risks are minimised by the implementation of procedures for authorisation of all transactions and projects and to ensure consistent quality of delivery for all operational aspects. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

After eight years of service as chairman, Mr. Talat Shaikh has resigned from his chairmanship, yet remains as a Trustee. The board agreed to a new Co-chairmanship approach, and Ms. Saqibah Sheikh and Mr. Yasir Shaikh were named and agreed upon as new Co-chairs for MCEC.

The Trustees' annual report was approved and signed on behalf of the board of trustees by :

Mr. S Alim
Trustee

26 January 2022

Mr. T Shaikh
Trustee

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

I report to the trustees on my examination of the financial statements of Muslim Community & Education Centre (MCEC) for the year ended 31 March 2021.

Responsibilities and basis of report

As the trustees of MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC) you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of ACCA.

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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 financial statements to be reached.

Frank Yiallouris on behalf of
JF Francis Ltd
Francis House
2 Park Road
Barnet
Hertfordshire
EN5 5RN

Dated: 26 January 2022

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds general 2021 £	Unrestricted funds designated 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds general 2020 £	Unrestricted funds designated 2020 £	Restricted funds 2020 £	Total 2020 £
Income from:									
Donations and legacies	3	256,364	-	40,133	296,497	461,170	2,803	12,140	476,113
Investments	4	16,975	-	-	16,975	28,821	-	-	28,821
Total income		273,339	-	40,133	313,472	489,991	2,803	12,140	504,934
Expenditure on:									
Charitable activities	5	297,096	-	116,468	413,564	431,375	-	22,086	453,461
Net gains/(losses) on investments	9	73,500	-	-	73,500	-	-	-	-
Net income/(expenditure) for the year/ Net movement in funds		49,743	-	(76,335)	(26,592)	58,616	2,803	(9,946)	51,473
Net income/(expenditure) for the year/ Net movement in funds		49,743	-	(76,335)	(26,592)	58,616	2,803	(9,946)	51,473
Fund balances at 1 April 2020		3,140,095	18,470	83,176	3,241,741	3,081,479	15,667	93,122	3,190,268
Fund balances at 31 March 2021		3,189,838	18,470	6,841	3,215,149	3,140,095	18,470	83,176	3,241,741

The statement of financial activities includes all gains and losses recognised in the year.

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)
INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2021

All income and expenditure derive from continuing activities.

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2021

	Notes	2021 £	2021 £	2020 £	2020 £
Fixed assets					
Tangible assets	10		1,411,310		1,456,269
Investment properties	11		375,000		301,500
			1,786,310		1,757,769
Current assets					
Debtors	12	7,812		2,461	
Cash at bank and in hand		1,426,896		1,462,825	
		1,434,708		1,465,286	
Creditors: amounts falling due within one year	13	(5,869)		(1,314)	
Net current assets			1,428,839		1,463,972
Total assets less current liabilities			3,215,149		3,241,741
Income funds					
Restricted funds			6,841		83,176
Unrestricted funds - designated			18,470		18,470
Unrestricted funds - general			3,189,838		3,140,095
			3,215,149		3,241,741

The financial statements were approved by the Trustees on 26 January 2022

Mr. S Alim
Trustee

Mr. T Shaikh
Trustee

MUSLIM COMMUNITY & EDUCATION CENTRE (MCEC)

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	2021 £	2021 £	2020 £	2020 £
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	**16**		(70,565)		156,001
Investing activities					
Purchase of tangible fixed assets		(2,339)		-	
Investment income received		16,975		28,821	
Net cash generated from investing activities			14,636		28,821
Net cash used in financing activities			-		-
Net (decrease)/increase in cash and cash equivalents			(55,929)		184,822
Cash and cash equivalents at beginning of year			1,482,825		1,298,003
Cash and cash equivalents at end of year			1,426,896		1,482,825

1 Accounting policies

Charity information

The charity is registered charity in England and Wales and is a Charitable Incorporated Organisation. The address of the principal office is 30 Oakthorpe Road, London, N13 5JL.

1.1 Accounting convention

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 Charities Act 2011.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

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 principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1 Accounting policies **(Continued)**

The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants and is included in full in the statement of financial activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donations are the main source of income for the Centre. Those classified as Zakaat, Fitrana and Sadaqat are for the specific purpose of distribution to the poor and are treated as restricted funds.

Gifts in kind - properties and other fixed assets donated to the charity are included as voluntary income at market value at the time of receipt.

Donated services and facilities are included as voluntary income at their estimated value to the charity when received, and under the appropriate expenditure heading depending on the nature of service or facility provided, at the same value and time.
Income from 'gift aid' tax reclaims is recognised for donations received prior to the year end for which 'gift aid' certificates apply.

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates:

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes.

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

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis.

1 Accounting policies **(Continued)**

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings	Over 50 years
Computer Equipment	15% reducing balance
Motor vehicles	25% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

1.8 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method 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. Financial assets classified as receivable within one year are not amortised.

1 Accounting policies **(Continued)**

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans 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. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

There are no significant judgements or estimates involved in the preparation of the financial statements.

3 Donations and legacies

	Unrestricted funds general 2021 £	**Restricted funds 2021 £**	**Total 2021 £**	Unrestricted funds general 2020 £	Unrestricted funds designated 2020 £	Restricted funds 2020 £	Total 2020 £
Legacies receivable	250,247	-	250,247	461,170	2,803	-	463,973
Zakaat, Fitrana and Sadaqat	6,117	40,133	46,250	-	-	11,785	11,785
Rohingya appeal	-	-	-	-	-	355	355
	256,364	40,133	296,497	461,170	2,803	12,140	476,113

4 Investments

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Rental income	16,975	23,000
Interest receivable	-	5,821
	16,975	28,821

5 Charitable activities

	Charitable Expenditure Heading 1 2021 £	Charitable Expenditure Heading 1 2020 £
Depreciation and impairment	47,298	98,510
Wages & salaries	129,279	109,894
Rates & water	4,608	2,041
Light & heat	16,693	15,252
Repairs & maintenance	13,405	6,757
Insurance	5,116	5,685
Motor vehicle expenses	2,428	2,201
Telephone	882	1,380
Other charity operating costs	193,855	211,741
	413,564	453,461
	413,564	453,461
Analysis by fund		
Unrestricted funds - general	297,096	431,375
Restricted funds	116,468	22,086
	413,564	453,461

6 Net movement in funds

	2021	2020
	£	£
Net movement in funds is stated after charging/(crediting)		
Fees payable to the charity's auditor for the independent examination of the company's financial statements	2,400	2,450
Depreciation of owned tangible fixed assets	47,298	98,510

7 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

8 Employees

	2021	2020
	Number	Number
Administration	8	8

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

There were no employees whose annual remuneration was more than £60,000.

9 Net gains/(losses) on investments

	Unrestricted funds general	Total
	2021	2020
	£	£
Revaluation of investment properties	73,500	-

10 Tangible fixed assets

	Land and buildings	Computer Equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 April 2020	1,973,324	141,280	34,340	2,148,944
Additions	-	2,338	-	2,338
At 31 March 2021	1,973,324	143,618	34,340	2,151,282
Depreciation and impairment				
At 1 April 2020	562,790	101,747	28,137	692,674
Depreciation charged in the year	39,466	6,281	1,551	47,298
At 31 March 2021	602,256	108,028	29,688	739,972
Carrying amount				
At 31 March 2021	1,371,068	35,590	4,652	1,411,310
At 31 March 2020	1,410,534	39,533	6,202	1,456,269

Land and buildings have been revalued by the Trustees on an open market basis as at 31 March 2021.

11 Investment property

	2021
	£
Fair value	
At 1 April 2020 and 31 March 2021	375,000

The fair value of the investment property has been arrived at on the basis of a valuation carried out at 31 March 2021 by the trustees. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

	2021	2020
	£	£
Freehold	375,000	301,500
Long leasehold	-	-
Short leasehold	-	-

12 Debtors

Amounts falling due within one year:	2021 £	2020 £
Other debtors	5,733	-
Prepayments and accrued income	2,079	2,461
	7,812	2,461

13 Creditors: amounts falling due within one year

	2021 £	2020 £
Other taxation and social security	-	704
Other creditors	559	610
Accruals and deferred income	5,310	-
	5,869	1,314

14 Analysis of net assets between funds

	Unrestricted funds 2021	**Unrestricted Funds 2021**	**Restricted Funds 2021**	**Total 2021**	Unrestricted funds 2020	Unrestricted Funds 2020	Restricted Funds 2020	Total 2020
	£	**£**	**£**	**£**	£	£	£	£
Fund balances at 31 March 2021 are represented by:								
Tangible assets	1,411,310	-	-	1,411,310	1,456,269	-	-	1,456,269
Investment properties	375,000	-	-	375,000	301,500	-	-	301,500
Current assets/(liabilities)	1,428,839	-	-	1,428,839	1,483,972	-	-	1,483,972
	3,215,149	-	-	3,215,149	3,241,741	-	-	3,241,741

15 Related party transactions

There were no related party transactions during the year (2020 - none).

16 Cash generated from operations	2021 £	2020 £
(Deficit)/surpus for the year	(26,592)	51,473
Adjustments for:		
Investment income recognised in statement of financial activities	(16,975)	(28,821)
Fair value gains and losses on investment properties	(73,500)	-
Depreciation and impairment of tangible fixed assets	47,298	98,510
Movements in working capital:		
(Increase)/decrease in debtors	(5,351)	34,352
Increase in creditors	4,555	487
Cash (absorbed by)/generated from operations	(70,565)	156,001

17 Analysis of changes in net funds

The charity had no debt during the year.