

Charity number: 1158609
Company Number: 08814639

The Preston Muslim Society - Quwwatul Islam Masjid

Trustees' report and financial statements

for the year ended 31 March 2022

The Preston Muslim Society - Quwwatul Islam Masjid

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**The Preston Muslim Society - Quwwatul Islam Masjid
Including Little Sparkles Nursery**

Legal and administrative information

Charity number	1158609
Company number:	08814639
Registered office	Peel Hall Street Preston Lancashire PR1 6QQ
Trustees	Mr Mustak Mohammed Patel Mr Hussain Hafeji Ahmed Mr Yunus Ibrahim Khanji Mr Imran Patel Mr Gulam Husain Ismail Khoda Mr Ahmed Saeed Desai
Secretary	Mr Mustak Mohammed Patel
Chief executive	Mr Mustak Mohammed Patel
Accountants	Ilyas Patel (Accountants) Limited Chartered Certified Accountants Soloman House, Belgrave Court Fulwood Preston Lancashire PR2 9PL
Bankers	The Royal Bank of Scotland 97 Fishergate Preston Lancashire PR1 2DP

Report of the trustees for the year ended 31 March 2022

The trustees present their report and the financial statements for the year ended 31 March 2022. The trustees who served during the year and up to the date of this report are set out on page 1.

Structure, governance and management

The Preston Muslim Society, Quwwatul Islam Masjid, was constituted on 13th December 2013 and is registered with the Charity Commission under charity number 1158609. The company number is 08814639

Trustees are appointed by the Board of Trustees. The Board of Trustees comprises members from a variety of backgrounds. The procedure to appoint or withdraw a trustee is in accordance with the constitution. There are informal procedures in place for the induction and training of new trustees. The trustees are also encouraged to attend relevant external briefing training courses.

The Board of Trustees are responsible for the management of the risks faced by the charity. Risks are identified, assessed and controls established throughout the year. Risks are identified, assessed and controls established throughout the year.

Objectives and activities

The objectives of the trust as per the Constitution are:-

- a) The advancement of education of the Islamic religion
- b) The advancement of the education of Muslim children and adults
- c) The relief of need, hardship and distress amongst the inhabitants of Preston

The trust shall try to achieve the above objectives by establishing a mosque as a place of worship and facilitate other activities allied to the promotion of knowledge and understanding of the beliefs and institutions of Islam.

Public benefit

We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aims and objectives and in planning our future activities. These activities fit within the following descriptions of charitable purposes as set out in the Charities Act, for the benefit of the public:-

- a) the advancement of religion
- b) the advancement of education
- c) the prevention or relief of poverty

Achievements and performance

The trust has maintained its duty to provide a place of worship for its members.

The trust has also maintained its duty to undertake and arrange assessments to ensure that hazards are being properly identified and appropriate protective measures are in place to assist in minimising the possibility of loss from risk. Periodic reviews take place to assess the performance of the systems implemented.

Financial review

The mosque's principal funding source is donations from members. Overheads have remained fairly consistent. The financial situation of the mosque continues to be satisfactory. The present level of funding is adequate to support the continuation of the mosque and the trustees consider the financial position of the charity to be satisfactory.

Reserves policy

The charity has a reserves policy, which identifies a minimum level of unrestricted reserves to ensure its core activity could continue during a period of difficulty. The policy is reviewed on an annual basis.

Plans for future periods

The trustees plan to maintain and improve upon the current standards of advancements of the Islamic religion and of the advancements of the education of Muslim children and adults.

Statement of trustees' 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).

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 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 UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records which 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 and the Charity (Accounts and Reports) Regulations 2008. 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.

On behalf of the board



Mustak Mohamed Patel
Trustee

05/11/2022
Date

The Preston Muslim Society - Quwwatul Islam Masjid

Independent examiner's report to the trustees to the unaudited financial statements of The Preston Muslim Society - Quwwatul Islam Masjid

I report on the accounts of The Preston Muslim Society - Quwwatul Islam Masjid for the year ended 31 March 2022 as set out on pages 2 to 18.

Respective responsibilities of trustees and independent examiner

As the charity's trustees you are responsible for the preparation of the accounts, you consider that the audit requirement of section 144 of the Charities Act 2011 (the Charities Act) does not apply and that an independent examination is needed. It is my responsibility to examine the accounts under section 145 of the Act, to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the Charities Act, and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosed in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's unqualified statement

In connection with my examination, no matter has come to my attention:

- (i) which gives me reasonable cause to believe that in any materials respect the requirements:
 - to keep proper accounting records in accordance with section 130 of the Charities Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Act

have not been met; or

- (ii) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Ilyas Pate BA (Hons); FCCA
Independent Examiner
Soloman House, Belgrave Court
Fulwood
Preston
Lancashire
PR2 9PL

05/11/2022

Date



The Preston Muslim Society - Quwwatul Islam Masjid			Charity No (if any)	1158609	CC17a
Annual accounts for the period					
Period start date	01/01/2021	To	Period end date	31/03/2022	


Section A Statement of financial activities

Recommended categories by activity	Details of own analysis	Note	Unrestricted funds	Restricted income funds	Endowment funds	Total this year	Last year
			£	£	£	£	£
			F01	F02	F03	F04	F05
Incoming resources (Note 3)							
Incoming resources from generated funds			-	-	-	-	-
Voluntary income		S01	156,432	3,225	-	159,657	304,486
Activities for generating funds		S02	144,338	-	-	144,338	144,368
Investment income		S03	107	-	-	107	45
Incoming resources from charitable activities		S04	-	-	-	-	-
Other incoming resources	Grants	S05	12,694	-	-	12,694	52,906
Total incoming resources		S06	313,571	3,225	-	316,796	501,805
Resources expended (Notes 4-8)							
Costs of Generating Funds			-	-	-	-	-
Costs of generating voluntary income		S07	178,457	6,519	-	184,976	153,425
Fundraising trading costs		S08	-	-	-	-	-
Investment management costs		S09	-	-	-	-	-
Charitable activities		S10	44,168	-	-	44,168	100,500
Governance costs		S11	4,806	-	-	4,806	4,163
Other resources expended		S12	-	-	-	-	-
Total resources expended		S13	227,431	6,519	-	233,950	258,088
Net incoming/(outgoing) resources before transfers		S14	86,140	(3,294)	-	82,846	243,717
Gross transfers between funds		S15	-	0	-	-	-
Net incoming/(outgoing) resources before other recognised gains/(losses)		S16	86,140	(3,294)	-	82,846	243,717
Other recognised gains/(losses)							
Gains and losses on revaluation of fixed assets for the charity's own use		S17	-	-	-	-	-
Funds transferred from The Preston Muslim Society, Charity Number 700936		S18	-	-	-	-	43,645
Net movement in funds		S19	86,140	(3,294)	-	82,846	200,072
Total funds brought forward		S20	2,381,061	36,452	1,345,764	3,763,277	3,563,205
Total funds carried forward		S21	2,467,201	33,158	1,345,764	3,846,123	3,763,277

Section B Balance sheet

	Note	Unrestricted funds	Restricted income funds	Endowment funds	Total this year	Total last year
		£	£	£	£	£
		F01	F02	F03	F04	F05
Fixed assets						
Tangible assets (Note 9)	B01	2,388,866	-	1,345,764	3,734,630	3,732,868
	B02	-	-	-	-	-
Investments (Note 10)	B03	-	-	-	-	-
Total fixed assets	B04	2,388,866	-	1,345,764	3,734,630	3,732,868
Current assets						
Stock and work in progress	B05	-	-	-	-	-
Debtors (Note 11)	B06	-	-	-	-	4,167
(Short term) investments	B07	-	-	-	-	-
Cash at bank and in hand	B08	223,428	-	-	223,428	199,988
Total current assets	B09	223,428	-	-	223,428	204,155
Creditors: amounts falling due within one year (Note 12)	B10	49,943	-	-	49,943	29,246
Net current assets/(liabilities)	B11	173,485	-	-	173,485	174,909
Total assets less current liabilities	B12	2,562,351	-	1,345,764	3,908,115	3,907,777
Creditors: amounts falling due after one year (Note 12)	B13	61,992	-	-	61,992	144,500
Provisions for liabilities and charges	B14	-	-	-	-	-
Net assets	B15	2,500,359	-	1,345,764	3,846,123	3,763,277
Funds of the Charity						
Unrestricted funds	B16	2,467,201	-	-	2,467,201	2,381,061
	B17	-	-	-	-	-
Restricted income funds (Note 13)	B18	-	33,158	-	33,158	36,452
Endowment funds (Note 13)	B19	-	-	1,345,764	1,345,764	1,345,764
Total funds	B20	2,467,201	33,158	1,345,764	3,846,123	3,763,277

Signed by one or two trustees on behalf of all the trustees

Signature	Print Name	Date of approval
	Mustafa Patel	05/11/2022

Note 1 Basis of preparation

This section should be completed by all charities.

1.1 Basis of accounting

These accounts have been prepared on the basis of historic cost (except that investments are shown at market value) in accordance with:

- Accounting and Reporting by Charities – Statement of Recommended Practice (SORP 2005);
- and with*

✓

 Accounting Standards;
- or

 Financial Reporting Standards for Smaller Enterprises (FRSSE);
- and with the Charities Act.

1.2 Change in basis of accounting

There has been no change to the accounting policies (valuation rules and methods of accounting) since last year

1.3 Changes to previous accounts

No changes have been made to accounts for previous years

Note 2 Accounting policies

This standard list of accounting policies has been applied by the charity except for those deleted. Where a different or additional policy has been adopted then this is detailed in the box below.

INCOMING RESOURCES

Recognition of incoming resources	These are included in the Statement of Financial Activities (SoFA) when: <ul style="list-style-type: none"> the charity becomes entitled to the resources; the trustees are virtually certain they will receive the resources; and the monetary value can be measured with sufficient reliability.
Incoming resources with related expenditure	Where incoming resources have related expenditure (as with fundraising or contract income) the incoming resources and related expenditure are reported gross in the SoFA.
Grants and donations	Grants and donations are only included in the SoFA when the charity has unconditional entitlement to the resources.
Tax reclaims on donations and gifts	Incoming resources from tax reclaims are included in the SoFA at the same time as the gift to which they relate.
Contractual income and performance related grants	This is only included in the SoFA once the related goods or services have been delivered.
Gifts in kind	Gifts in kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised. Gifts in kind for sale or distribution are included in the accounts as gifts only when sold or distributed by the charity. Gifts in kind for use by the charity are included in the SoFA as incoming resources when receivable.
Donated services and facilities	These are only included in incoming resources (with an equivalent amount in resources expended) where the benefit to the charity is reasonably quantifiable, measurable and material. The value placed on these resources is the estimated value to the charity of the service or facility received.
Volunteer help	The value of any voluntary help received is not included in the accounts but is described in the trustees' annual report.
Investment income	This is included in the accounts when receivable.
Investment gains and losses	This includes any gain or loss on the sale of investments and any gain or loss resulting from revaluing investments to market value at the end of the year.

EXPENDITURE AND LIABILITIES

Liability recognition	Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.
Governance costs	Include costs of the preparation and examination of statutory accounts, the costs of trustee meetings and cost of any legal advice to trustees on governance or constitutional matters.
Grants with performance conditions	Where the charity gives a grant with conditions for its payment being a specific level of service or output to be provided, such grants are only recognised in the SoFA once the recipient of the grant has provided the specified service or output.
Grants payable without performance conditions	These are only recognised in the accounts when a commitment has been made and there are no conditions to be met relating to the grant which remain in the control of the charity.
Support Costs	Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, eg allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

ASSETS

Tangible fixed assets for use by charity	These are capitalised if they can be used for more than one year, and cost at least £500. They are valued at cost or a reasonable value on receipt.
Investments	Investments quoted on a recognised stock exchange are valued at market value at the year end. Other investment assets are included at trustees' best estimate of market value.
Stocks and work in progress	These are valued at the lower of cost or market value.

**POLICIES ADOPTED
ADDITIONAL TO OR
DIFFERENT FROM THOSE
ABOVE**

Note 3 Analysis of incoming resources

Incoming resources may be further analysed if this would help the reader of the accounts.

	Analysis	This year £	Last year £
Unrestricted income	Annual Donations	54,471	161,569
	Jumma Lillah Donations	12,686	14,338
	Nikah Donations	1,830	4,973
	Timetable sales	1,050	100
	Charitable activities		5,000
	Madrasah students fund	85,490	14,035
	Lancashire Community income		5,000
	Other donations	905	84,617
	Total	156,432	289,632
Restricted income	Funeral fund	3,225	14,854
		-	-
	Total	3,225	14,854
Activities for generating funds	Income from UK investment properties	144,338	144,368
		-	-
		-	-
		-	-
	Total	144,338	144,368
Investment income	Bank interest receivable	107	45
		-	-
		-	-
		-	-
	Total	107	45
Incoming resources from charitable activities		-	-
		-	-
	Total	-	-
Other Income Resources	Grant from Local Government	12,694	52,906
		-	-
		-	-
		-	-
	Total	12,694	52,906
Total Income		316,796	501,805

Note 4

Analysis of resources expended

Resources expended may be further analysed if this would help the reader of the accounts.

	Analysis	This year £	Last year £
Costs of generating voluntary income	Purchases unrestricted Costs	21,406	14,564
	Purchases restricted Costs	6,519	22,047
	Staff costs	96,960	64,821
	Utilities	33,110	25,618
	Repairs & maintenance	7,469	9,677
	Insurance	3,490	3,270
	Telephone	1,122	1,059
	Other office costs	5,623	4,233
	Bank Charges and interest	911	357
	Depreciation	8,366	7,779
	Total	184,976	153,425
Fundraising trading costs		-	-
		-	-
		-	-
		-	-
	Total	-	-
Investment management costs		-	-
		-	-
	Total	-	-
Charitable activities	Donations - Aid 4 Ummah	-	1,500
	Donations - Save our world	7,000	15,000
	Donations - Imdadul Muslimeen	-	35,600
	Donations - Fatima Welfare	10,500	14,500
	Donations - Other	26,668	33,900
		-	-
	Total	44,168	100,500
Governance costs	Accountancy	2,150	4,063
	Legal & Professional	2,656	100
	Total	4,806	4,163
	Total Costs	233,950	258,088

Note 5 Support Costs

Please complete this note if the charity has analysed its expenses using activity categories and has support costs.

Support cost type	Fundraising activity £	Charitable Activity £	Governance Activity £	Total Cost £
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
Total	-	-	-	-

Note 6 Details of certain items of expenditure**6.1 Trustee expenses**

Please provide details of the amount of any payment or reimbursement of out-of-pocket expenses made to trustees or to third parties for expenses incurred by trustees. If no expenses were paid, please enter 'None' in the appropriate box(es).

Number of trustees who were paid expenses

Nature of the expenses

Total amount paid

This year	Last year
£	£

6.2 Fees for examination or audit of the accounts

Please provide details of the amount paid for any statutory external scrutiny of accounts and other services provided by your independent examiner or auditor. If nothing was paid please enter NONE in the appropriate box(es).

Independent examiner's or auditors' fees for reporting on the accounts

Other fees (for example: advice, consultancy, accountancy services) paid to the independent examiner or auditor

This year £	Last year £
2150	4063

Note 7**Paid employees**

Please complete this note if the charity has any employees.

7.1 Staff Costs

	This year £	Last year £
Gross wages, salaries and benefits in kind	96,960	64,821
Employer's National Insurance costs	-	-
Pension costs	-	-
Total staff costs	96,960	64,821

7.2 Average number of full-time equivalent employees in the year

The parts of the charity in which the employees work

	This year Number	Last year Number
Fundraising	-	-
Charitable Activities	5	5
Governance	-	-
Other		
Total	5	5

7.3 Defined contribution pension scheme

Please complete if a defined contribution pension scheme is operated.

Brief details of the scheme

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	This year £	Last year £
The costs of the scheme to the charity for the year		
The amount of any contributions outstanding at the year end		
The amount of any contributions prepaid at the year end		

Section C

Notes to the accounts

(cont)

Note 9 Tangible fixed assets

Please complete this note if the charity has any tangible fixed assets

9.1 Cost or valuation

	Freehold land & buildings	Other land & buildings	Plant, machinery and motor vehicles	Fixtures, fittings and equipment	Payments on account and assets under construction	Total
	£	£	£	£	£	£
Balance brought forward	3,709,533	-	-	41,485	-	3,751,018
Additions	-	-	-	10,128	-	10,128
Revaluations	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Transfers *	-	-	-	-	-	-
Balance carried forward	3,709,533	-	-	51,613	-	3,761,146

9.2 Accumulated depreciation and impairment provisions

**Basis	SL or RB	SL or RB	RB	RB	SL or RB
** Rate			25%	25%	

Balance brought forward	-	-	-	18,150	-	18,150
Depreciation charge for year	-	-	-	8,366	-	8,366
Impairment provisions	-	-	-	-	-	-
Revaluations	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Transfers*	-	-	-	-	-	-
Balance carried forward	-	-	-	26,516	-	26,516

9.3 Net book value

Brought forward	3,709,533	-	-	23,335	-	3,732,868
Carried forward	3,709,533	-	-	25,097	-	3,734,630

9.4 Revaluation

If any fixed assets have been revalued please give details of the valuer and method of valuation

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* The "transfers" row is for movements between fixed asset categories.

** Please indicate the method of depreciation by deleting the method not applicable (SL = straight line; RB = reducing balance). Also please indicate the rate of depreciation: for straight line, what is the anticipated life of the asset (in years); for reducing balance, what is the percentage annual deduction.

Note 10 Investment assets

Please complete this note if the charity has any investment assets.

10.1 Fixed assets investments

	£
Carrying (market) value at beginning of year	-
Add: additions to investments at cost transfer from charity number 700936	-
Less: disposals at carrying value	-
Add/(deduct): net gain/(loss) on revaluation	-
Carrying (market) value at end of year	-

Please provide below:

10.2 A breakdown of the market values of investments shown above agreeing with the balance sheet row B03.

10.3 A breakdown of the income from investments agreeing with SOFA row S03.

Analysis of investments

	10.2 Market value at year end £	10.3 Income from investments for the year £
Investment properties	-	-
Investments listed on a recognised stock exchange or held in common investment funds, open ended investment companies, unit trusts or other collective investment schemes	-	-
Investments in subsidiary or connected undertakings and companies	-	-
Securities not listed on a recognised Stock Exchange	-	-
Cash held as part of the investment portfolio	-	-
Other investments	-	-
Total	-	-

10.4 Material investment holdings

If any single investment is material in terms of its value (for example represents more than 5 per cent of the value of the charity's total investments) please provide details.

Investment held	
Market Value	

Note 11 Debtors and prepayments

Please complete this note if the charity has any debtors or prepayments.

Analysis of debtors

Trade debtors

Amounts due from subsidiary and associated undertakings

Other debtors

Prepayments and accrued income

Total

Amounts falling due within one year		Amounts falling due after more than one year	
This year £	Last year £	This year £	Last year £
-	-	-	-
-	-	-	-
-	-	-	-
-	4,167.0	-	-
-	4,167	-	-

Note 12 Creditors and accruals

Please complete this note if the charity has any creditors or accruals.

12.1 Analysis of creditors

Loans and overdrafts

Trade creditors

Amounts due to subsidiary and associated undertakings

Other creditors

Accruals and deferred income

Total

Amounts falling due within one year		Amounts falling due after more than one year	
This year £	Last year £	This year £	Last year £
		61,992	144,500
10,141	1,236	-	-
-	-	-	-
37,402	25,610	-	-
2,400	2,400	-	-
49,943	29,246	61,992	144,500

12.2 Security over assets

If any loan, overdraft or other creditor holds a charge or other security over any assets of the charity please provide details.

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Note 13 Endowment and restricted income funds

Please complete this section if the charity has any endowment or restricted income funds.

13.1 Funds held

Please give a brief description of any of the following type of funds held by the charity:

- permanent endowment funds (PE);
- expendable endowment funds (EE); and
- restricted income funds, including special trusts, of the charity (R).

Fund Name	Type PE, EE or R	Purpose and Restrictions
Education Centre	PE	For Building & Development of Education Centre

13.2 Movements of major funds

Please give details of the movements of the major funds summarised in the restricted and endowment columns of the Statement of Financial Activities.

Fund names	Fund balances brought forward £	Incoming resources £	Outgoing resources £	Transfers £	Gains and losses £	Fund balances carried forward £
New Building Fund transfer from charity number 700936	628,764	-	-	-	-	628,764
Education Centre transfer from charity number 700936	717,000	-	-	-	-	717,000
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
Total Funds	1,345,764	-	-	-	-	1,345,764

13.3 Transfers between funds

Please give details of any transfers between funds.

From Fund (Name)	To Fund (Name)	Reason	Amount

Note 14 Transactions with related parties

If the charity has any transactions with related parties (other than the trustee expenses explained in note 6) details of such transactions should be provided in this note. If there are no transactions to report, please enter "None" in the relevant boxes.

14.1 Remuneration and benefits

Please give the amount of, and legal authority for, any remuneration or other benefits paid to a trustee or other related parties by the charity or any institution or company connected with it.

Name of trustee or connected party	Legal authority (eg order, governing document)	Amounts paid or benefit value	
		This year £	Last year £

14.2 Loans

Please give details of and amounts owing to or from the charity's trustees or other related parties by the charity at the year end.

	Name of trustee or connected party	Legal authority	Amount owing	
			This year £	Last year £
Due to trustees and related parties				
Due from trustees and related parties				

14.3 Other transaction(s) with trustees or related parties

Please give details of any transaction undertaken by (or on behalf of) the charity in which a trustee or related party has a material interest.

Name of the trustee or related party	Relationship to charity	Description of the transaction(s)	This year £	Last year £

Note 15

Additional Disclosures

The following are significant matters which are not covered in other notes and need to be included to provide a proper understanding of the accounts. If there is insufficient room here, please add a separate sheet.

The members must ensure that there is continuity when there is a change in trustees.