

COMPANY NUMBER: 08076609 (England and Wales)
REGISTERED CHARITY NUMBER: 1158726

**REPORT OF THE TRUSTEES AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31st MAY 2021
FOR
AL – FATH TRUST**

MG GROUP (PROFESSIONAL SERVICES) LIMITED
CHARTERED ACCOUNTANTS

**166 COLLEGE ROAD
HARROW
MIDDLESEX HA1 1BH**

AL-FATH TRUST

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FOR THE YEAR ENDED 31st MAY 2021**

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AL-FATH TRUST

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31st MAY 2021

The trustees who are also Directors of the Charity for the purposes of the Companies Act 2006, present their report with the Financial Statements of the Charity for the year ended 31st May 2021. The Trustees have adopted the provisions of 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 2015).

OBJECTIVES AND ACTIVITIES

Objectives

The Charity was established to provide services for the benefit of all without discrimination on the basis of sex, political or other opinion in a common effort to advance the Islamic religion by promoting its true image through safe and tolerant practice, find a place of worship or community centre for the local Muslim community, relieve poverty, advance education, and provide training for individuals with identified needs.

Significant Activities

The significant activities of the Charity are:

The relief of poverty by:

- Bettering the wellbeing of the public by addressing key issues such as the prevention or relief of poverty, whereby the Charity will provide a wide range of services, support and activities that aims to improve and relieve the hardship of the public.

The advancement of education by:

- Providing educational support for people who cannot afford to enrol at college to learn Arabic, CV writing, assistance with writing letters, advocacy and assistance with filling forms such as immigration, divorce and benefit appeals whereby they can be charged to access such type of services.

The promotion of community participation in healthy recreation by:

- Establishing a consistent activity provision for youth by organising sport activities sessions, encouraging healthy eating and raising awareness about crime prevention and anti-social behaviour by directing them into meaningful activities and community work.

The advancement of the Islamic religion by:

- Actively aiming at provision of a place of worship, trying to raise awareness and understanding of religious beliefs and practices.

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REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31st MAY 2021

The promotion of health and healthy living by:

- Encouraging people to eat healthily and engage in sport activities;
- Advising people to have regular health checks

ACHIEVEMENTS AND PERFORMANCE

Members gave generously towards our appeals for funds for our foodbank, emergency Covid-19 support and Ramadan Iftar, as well as other community projects.

Members also continued to give funds to support funeral costs and this amounted to £165,487 (2020-£151,012) in the year. Families suffering bereavement found this greatly helpful, in particular when the repatriation of the deceased was desired.

FINANCIAL REVIEW

Financial position and future plans

The Trustees are pleased to report an overall surplus for the year including restricted funds of £215,701 (2020 - £162,685). The trust plans to retain the unrestricted surplus for the acquisition in the future of a site for a mosque. The balance sheet net assets increased to £687,684 (2020 - £471,984).

Reserves

The Trustees' policy is to utilise any reserves for the future acquisition of a mosque, as referred to above. Total funds of £687,684 comprised unrestricted funds of £496,046 and restricted funeral funds of £191,638.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

Al-Fath Trust was incorporated on the 21st May 2012 as a company limited by guarantee. Its Articles of Association were amended on the 23rd July 2013 and it was registered as a Charity on the 30th September 2014. Inadvertently the company was dissolved on the 17th November 2015 and it has since been reinstated by Companies House.

Trustee Selection Method

The basis of selecting new trustees is by way of identifying people who regularly attend events and functions organised by the Trust and show an interest in and volunteer to help out during these activities. These people are then invited to attend trustees' meetings as observers.

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REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31st MAY 2021

They are then given more details of the Trust'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 trustees.

Decision making

All decision by the trustees must be according to the teaching of the last Holy book Al-Qu'ran and Sunnah of the last Prophet, Muhammad (peace be upon him), in accordance with UK law and based on majority decision after proper assessment of the subject matter at Trustee's meetings. The trustees are legally responsible for the overall management and control of the charity and meet on a regular basis at least once a month.

Risk review

The trustees have 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 procedure 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.

Through the risk management processes established for the Trust, the trustees are satisfied that the major risks identified have been adequately mitigated where necessary or are in the process of being mitigated. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately identified and addressed.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

008076609

Registered Charity number

1158726

Registered office

32 Central Parade
Hoe Street
London E17 4RT

Trustees

The Trustees serving during the year were as follows:

Mr Abdel-Ghani Elhassani-Alaoui
Mr Yacine Chiheb
Mr Mohamed Bouaziz

AL-FATH TRUST

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31st MAY 2021

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees are responsible for preparing the Report of the trustees and the Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Principles).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the company's Articles of Association require 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, including the income and expenditure of the Charity for that period. In preparing those financial statements the trustees are required to:

- a) select suitable accounting policies and apply them consistently;
- b) observe the methods and principles in the Charity SORP;
- c) make judgements and estimates that are reasonable and prudent;
- d) 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 to 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 Company Articles. 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.

The company has taken advantage of the small companies' exemptions in preparing the report above.

Approved by order of the board of Trustees on 26/4/2022 and signed on its behalf by:



26/4/2022

.....
Trustee on behalf of the Board



AL-FATH TRUST

FOR THE YEAR ENDED 31st MAY 2021

Independent Examiner's Report to the Trustees of Al-Fath Trust

I report to the charity trustees on my examination of the accounts of the company for the year ended 31st May 2021 which are set out on pages 8 to 16.

Responsibilities and basis of report

As the Charity's trustees of the company (and also its Directors for the purposes of company law) you are responsible for the preparation of the Accounts with the requirements of the Companies Act 2006 ('the 2006 Act').

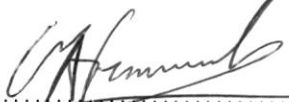
Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your Charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent Examiner's Report

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

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

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



.....
Gavin Fernandes FCA

MG Group (Professional Services) Limited

Chartered Accountants

166 College Road, Harrow, Middlesex HA1 1BH

Date:

23/5/22

AL-FATH TRUST

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31st MAY 2021

	<u>Notes</u>	Unrestricted <u>Funds</u>	Restricted <u>Funds</u>	31.05.2021 <u>Total Funds</u>	Year Ended 31.05.20 <u>Total Funds</u>
<u>Income and Endowments from:</u>		£	£	£	£
<u>Charitable Activities</u>					
Masjid Funds/Community Centre		177,383		177,383	118,530
Other Income		10,000		10,000	-
Iftar Funds		11,024		11,024	6,105
Community		2,746		2,746	4,318
Zakat Funds			9,359	9,359	-
Humanitarian Relief			19,674	19,674	13,476
Funeral Funds			165,487	165,487	151,012
Total		<u>201,153</u>	<u>194,520</u>	<u>395,673</u>	<u>293,441</u>
<u>Expenditure on Charitable activities</u>					
Funeral costs		-	123,334	123,334	83,683
Charitable Donations		-	25,102	25,102	10,820
Other costs	2,3	<u>17,580</u>	<u>13,956</u>	<u>31,536</u>	<u>36,253</u>
Total		<u>17,580</u>	<u>162,392</u>	<u>179,972</u>	<u>130,756</u>
Net Income/(Expenditure)		<u>183,573</u>	<u>32,128</u>	<u>215,701</u>	<u>162,685</u>
Net movement in funds		183,573	32,128	215,701	162,685
<u>Reconciliation of Funds</u>					
Total funds brought forward		<u>312,474</u>	<u>159,510</u>	<u>471,984</u>	<u>309,299</u>
Transfers		496,047	191,638	687,685	471,984
Total Funds Carried Forward		<u>496,047</u>	<u>191,638</u>	<u>687,685</u>	<u>471,984</u>

Continuing Operations

All income and expenditure has arisen from continuing activities.

The notes form part of these Financial Statements

AL-FATH TRUST
BALANCE SHEET
AS AT 31st MAY 2021

		31.05.21	31.05.20
	<u>Notes</u>	£	£
Fixed Assets			
Tangible assets	6	9,494	12,492
Current Assets			
Debtors	7	4,500	4,500
Bank Account – restricted funeral funds	11	118,200	99,486
Other Cash at Bank and in hand	11	<u>558,070</u>	<u>356,406</u>
		<u>680,770</u>	460,392
Current Liabilities	8	<u>2,580</u>	<u>900</u>
Net Current Assets		678,190	459,492
Total Assets less current liabilities		<u>687,684</u>	<u>471,984</u>
Net Assets		<u>687,684</u>	<u>471,984</u>
Funds			
Unrestricted funds:			
General fund		496,046	312,474
Restricted Funds			
Funeral funds	11	185,051	156,854
Humanitarian Relief Funds	11	6,587	2,656
Total Funds	9,10	<u>687,684</u>	<u>471,984</u>

AL-FATH TRUST

BALANCE SHEET - CONTINUED

AS AT 31st MAY 2021

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 relating to small companies for the year ended 31st May 2021.

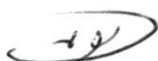
The members have not deposited notice, pursuant to Section 476 of the Companies Act 2006 requiring an audit of these financial statements.

The Trustees acknowledge their responsibilities for

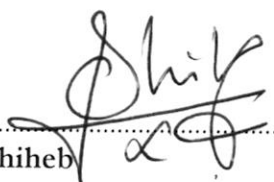
- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its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

These financial statements have been prepared in accordance with the special provisions of the Companies Act 2006 relating to small companies and in accordance with the FRS 102 SORP.

The financial statements were approved by the Board of Trustees on 26/04/2022 and were signed on its behalf by:



.....
Mr M Bouaziz



.....
Mr Y Chiheb

Company Number: 08076609

AL-FATH TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MAY 2021

1. ACCOUNTING POLICIES

Basis of Preparing the Financial Statements

The financial statements of the Charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)'. The financial statements have been prepared under the historical cost convention.

The Trustees have assessed whether the use of the going concern basis is appropriate, and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The Trustees have made this assessment for a period of at least one year from the date of the approval of these financial statements, and have concluded that there is a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The charity therefore adopts the going concern basis in preparing its financial statements.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible Fixed Assets

Tangible fixed assets, for use by the Charity are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, over their expected useful lives on the following basis:

Computer equipment 20% straight line
Office equipment 20% straight line
Motor & Vehicles 20% Reducing Balance

AL-FATH TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MAY 2021

Taxation

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

Fund Accounting

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

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

Further explanations of the nature and purpose of each fund is included in the notes to the Financial Statements.

Legal status

The Charity is incorporated as a company limited by guarantee and is registered with the Charity Commission. The members of the company have undertaken to contribute to their guarantee of £1 each towards the liabilities of the company in the event that it is wound up whilst they are, or within one year of being members.

2. Charitable Activities – Other costs from unrestricted funds

	2021 £	2020 £
- Ramadan costs	7,524	4,684
- Event costs	(4)	2,700
- Depreciation	766	766
- Lighting and Heating	2,774	635
- Professional & Legal	900	9,224
- Bank fees	60	1
- Pitch and function room hire	-	2,164
- General Expenses	430	-
- Advertising	-	25
- Office rent	<u>5,400</u>	<u>4,410</u>
	<u>17,850</u>	<u>24,609</u>

AL-FATH TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MAY 2021

Charitable Activities – Other costs from restricted funds

<u>Additional Funeral Costs</u>	2021	2020
	£	£
Office rent	3,600	2,940
Storage costs	4,000	2,820
Motor expense	3,794	2,602
Telephone expenses	330	492
Depreciation - vehicle	<u>2,232</u>	<u>2,790</u>
	<u>13,956</u>	<u>11,644</u>

3. Net Income (Expenditure)

Net income (expenditure) is stated after charging:

	2021	2020
Depreciation – owned assets	2,998	3,556

4. Trustees' Remuneration and Benefits

There were no trustees' expenses, remuneration or benefits paid for the year ended 31st May 2021, nor for the year ended 31st May 2020.

5. Comparatives For The Statement Of Financial Activities

Income and Endowments from	Unrestricted funds	Restricted funds	Total funds
	£		£
Charitable activities			
Masjid funds	118,530	-	118,530
Funeral funds		151,012	151,012
Iftar Funds	6,105	-	6,105
Community	4,318	-	4,318
Humanitarian Relief	-	<u>13,476</u>	<u>13,476</u>
Total	<u>128,953</u>	<u>164,488</u>	<u>293,441</u>

AL-FATH TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MAY 2021

Expenditure on Charitable activities	Unrestricted funds £	Restricted funds	Total funds £
Funeral costs	-	83,683	83,683
Charitable donations	-	10,820	10,820
Other costs	<u>24,609</u>	<u>11,644</u>	<u>36,253</u>
Total	<u>24,609</u>	<u>106,147</u>	<u>130,756</u>
Net Income/(Expenditure)	104,344	58,341	162,685
Reconciliation of Funds			
Total Funds brought forward	208,130	101,169	309,299
Transfers			
TOTAL FUNDS CARRIED FORWARD	<u>312,474</u>	<u>159,510</u>	<u>471,984</u>

6. Tangible Fixed Assets

	Motor Vehicles	Computer Equipment	Office Equipment	Totals
Cost	£	£	£	£
At 1 st June 2020	15,500	1,064	3,828	20,392
Additions	=	=	=	=
At 31 st May 2021	<u>15,500</u>	<u>1,064</u>	<u>3,828</u>	<u>20,392</u>
Depreciation				
At 1 st June 2020	4,340	1,064	2,496	7,900
Charge for the year	<u>2,232</u>	=	<u>766</u>	<u>2,998</u>
At 31 st May 2021	<u>6,572</u>	<u>1,064</u>	<u>3,262</u>	<u>10,898</u>
Net Book Value				
At 31 st May 2021	<u>8,928</u>	=	<u>566</u>	<u>9,494</u>
At 31 st May 2020	<u>11,160</u>	=	<u>1,332</u>	<u>12,492</u>

The motor vehicle was acquired from restricted funds.

7. Debtors

	2021	2020
	£	£
Prepayments	2,250	2,250
Other debtors	<u>2,250</u>	<u>2,250</u>
	<u>4,500</u>	<u>4,500</u>

8. Creditors

	2021	2020
	£	£
Accruals	<u>1,800</u>	<u>900</u>
Other creditors	780	=
	<u>2,580</u>	<u>900</u>

AL-FATH TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MAY 2020

9. Movement In Funds

	At 01.06.2020	Net Movement in Funds	At 31.05.2021
Unrestricted Funds	£	£	£
General fund	<u>312,474</u>	<u>183,573</u>	<u>496,047</u>
Restricted funds			
Humanitarian Relief	<u>2,656</u>	<u>3,931</u>	<u>6,587</u>
Funeral funds	<u>156,854</u>	<u>28,197</u>	<u>185,051</u>
	<u>159,510</u>	<u>32,128</u>	<u>191,638</u>
TOTAL FUNDS	<u>471,984</u>	<u>215,701</u>	<u>687,685</u>

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

	Incoming Resources £	Resources Expended £	Movement in funds £
Unrestricted funds			
General fund	201,153	17,580	183,573
Restricted funds			
Humanitarian funds	29,033	25,102	3,931
Funeral funds	<u>165,487</u>	<u>137,290</u>	<u>28,197</u>
Total Funds	<u>395,673</u>	<u>179,972</u>	<u>215,701</u>

AL-FATH TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MAY 2021

10. Comparatives For Movements In Funds

	At 01.06.2019	Net Movement in Funds	At 31.05.2020
Unrestricted Funds	£	£	£
General fund	208,130	104,344	312,474
Restricted funds			
Humanitarian Relief		2,656	2,656
Funeral funds	101,169	55,685	156,854
	<u>101,169</u>	<u>58,341</u>	<u>159,510</u>
Total Funds	<u>309,299</u>	<u>162,685</u>	<u>471,984</u>

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

	Incoming Resources £	Resources Expended £	Movement in funds £
Unrestricted Funds			
General fund	128,953	24,609	104,344
Restricted Funds			
Humanitarian Relief	13,476	10,820	2,656
Funeral funds	151,012	95,327	55,685
Total Funds	<u>293,441</u>	<u>130,756</u>	<u>162,685</u>

11. Details Of Restricted Funds

Funeral Fund – this is to alleviate the cost of funerals, in particular, when required the repatriation of the body. Other cash at bank and in hand on the balance sheet includes £57,923 (2020 - £46,208) of restricted funeral funds.

Humanitarian Fund – this is for supplies, for example clothing and food, to relieve suffering in war-torn or famine hit areas of the world, and to fund local food banks.

12. Related Party Transactions

There were no related party transactions during this year at or the previous year.