

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024
FOR
THE ISLAMIC FOUNDATION**

THE ISLAMIC FOUNDATION
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For The Year Ended 31 December 2024

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THE ISLAMIC FOUNDATION

REFERENCE AND ADMINISTRATIVE DETAILS
For The Year Ended 31 December 2024

TRUSTEES

Prof A Ahmad
Dr M A Bari
Dr M Ahsan (resigned 22.3.24)
Dr Z Parvez
Dr R Mohammed
Dr M R M Lebbai

PRINCIPAL ADDRESS

The Markfield Conference Centre
Ratby Lane
Leicester
Leicestershire
LE67 9SY

REGISTERED CHARITY NUMBER

1160353

AUDITORS

TC Group
31 High View Close
Hamilton Office Park
Leicester
Leicestershire
LE4 9LJ

THE ISLAMIC FOUNDATION
REPORT OF THE TRUSTEES
For The Year Ended 31 December 2024

The trustees present their report with the financial statements of the charity for the year ended 31 December 2024. 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The key purpose of the charity is to promote an understanding of Islam and the Islamic world, in accordance with the objectives laid out in the trust deeds. The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Trust's aims and objectives and in planning future activities.

The Islamic Foundation is dedicated to the service of knowledge through research, education, training, and publishing with the aim of promoting a more informed understanding of the Islamic faith, both amongst Muslims and others, and foster better relations between Muslims and people of other faiths and none.

Public benefit

The Islamic Foundation is working to provide the general public with a better understanding of the Islamic faith, both amongst Muslims and non-Muslims, and foster better relations between Muslims and people of other faiths and none. The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

ACHIEVEMENTS AND PERFORMANCE

Charitable activities

During the year under review the Foundation maintained its research, education, inter-faith and publishing activities. We continued to work closely with our diverse range of volunteers, well-wishers and partners which helped us to expand the institution's profile and community services such as Eid festivals, Ramadan gatherings, weekend school (Maktab).

In 2024 the Islamic Foundation continued with its research programmes including archiving. We also began the project to digitalise the library. The Foundation developed and delivered youth development retreats by the title of Ribaati. The leadership development retreats were organised under the brand name of iLead.

The Foundation continued to develop and publish books through Kube Publishing. They included academic, general, classics and children's titles.

The Foundation liaised with various charities and sponsors in relation to the distribution of our books to poor and low-income children and families in UK and abroad.

The Muslim World Book Review (MWBR) published 4 issues of its 44th and 45th volume. It was also offered in the digital format on www.mwbr.org.uk.

Markfield Conference Centre continued to provide unique facilities for the communities from across UK and even Europe. A diverse range of community groups visited the centre for their educational, social and cultural activities. The Foundation contributed to the educational and training programmes of some of these groups. Our mosque, a registered place of worship, holds daily congregational prayers and is used extensively by many visitors, especially on Fridays.

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REPORT OF THE TRUSTEES
For The Year Ended 31 December 2024

The Islamic Foundation Library provided an effective and efficient information service to all its users. These included students of BA, MA, MPhil and PhD studying at the Markfield Institute of Higher Education (MIHE), as well as long and short-term visiting researchers, and members of academic and non-academic staff at the Foundation. During the year, the library added over 500 new books in Arabic, English and Urdu. The subject areas include the Qur'an, Seera, Islamic Banking & Finance, Interfaith studies and pluralism, Islamic Law and Philosophy, history and culture of Muslims in Europe, particularly British Muslims. The library has also been exploring new electronic resources.

The trustees participated and contributed to various academic and community organisations actively and conducted lectures and training online. This included participation at the Doha Conference on Interfaith Dialogue 2024.

FINANCIAL REVIEW

Financial position

At the end of the financial year the total reserves stood at £4,196,525 (2023: £3,969,775). The trustees believe this to be a sound footing to invest in the future of the charity.

The operating turnover was £615,048 (2023: £493,693) against operating expenditure of £626,598 (2023: £543,062) and a gain on investment property of £238,299 (2023: £nil).

As a charity the public has the assurance that all funds generated must be applied for the purposes of the charity's objectives and activities. As a charity we enjoy tax exemption on our charitable activities and our investment income and gains provided these are applied for our charitable aims. The financial benefits we receive from the tax exemptions are all applied to help maintain our objectives.

Reserves policy

Reserves are maintained at a level that enabled the Charity to manage financial risk and short-term income volatility. They allow the Charity to sustain optimal levels of expenditure, ensuring that financial commitments can be met as they fall due. Our reserves policy allocates money from unrestricted fund balances, which are not invested in fixed assets, held in our 60 and 120 days, reserves accounts.

The reserves amount was capped at £50,000 for the financial year ended 31st December 2024 which is meant to be used in bridging any possible delays in receiving donations or managing payments in arrears. The period of delay has been defined as a minimum of a three months budgeted trading activity. This policy is however reviewed on six months basis twice in a financial period, as circumstances evolve and change during the course of the next financial year, matching changes to the annual budget.

FUTURE PLANS

Besides the income from investments, revenue from the hiring of the conference facilities, fees from educational programmes, grants from national and international charitable foundations remain the major sources of our finance. The Foundation has always had a policy of building our endowment fund based on property investment. It has performed well to date. In the post Pandemic a major objective for the future is to use digital marketing for fundraising to expand our donor base. This will allow us to further expand charitable activities such as educational programmes for the youth, mosque leadership the library services and the academic activities such as research seminars, publications and journals. We are also close to securing the planning consent to modernise our conference facilities to widen the user base to professional and higher educational activities, thus, enhancing the revenue.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Islamic Foundation is registered as a Charitable Incorporated Organisation (CIO), number 1160353, and is considered to have no liability to taxation on its income.

Recruitment and appointment of new trustees

The election of the trustees is formalised in the constitution.

THE ISLAMIC FOUNDATION
REPORT OF THE TRUSTEES
For The Year Ended 31 December 2024

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The Trustees who have ultimate responsibility for maintenance of the Islamic Foundation and its policy and strategic direction, have delegated the day-to-day management of the Foundation to its Director General, who operates through Senior Executive Committee (SEC) consisting of both selected trustees and the departmental and project heads.

The co-ordination of the management of the Islamic Foundation on behalf of the trustees is the responsibility of the Secretary of the Foundation.

The Trustees maintain contact with and participation in the decision-making process of the Foundation through the Administrative Committee which meets quarterly and its sub committees, when formed, meet as required.

Induction and training of new trustees

Trustees are appointed with no limit to their tenure and as and when the board requires. The appointment of Trustees is preceded by consultation to ensure they are aware of the aims and objectives of the charity and their responsibilities. They are provided regular updates on the regulations and their legal and institutional duties.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

The charity's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The charity uses foreign exchange forward contracts and interest rate swap contracts to hedge these exposures.

Interest bearing assets and liabilities are held at fixed rate to ensure certainty of cash flows.

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments.

The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies. The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Liquidity risk

To maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance.

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

THE ISLAMIC FOUNDATION
REPORT OF THE TRUSTEES
For The Year Ended 31 December 2024

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 Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

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 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.

Approved by order of the board of trustees on27/10/2025..... and signed on its behalf by:


.....
Dr Z Parvez - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF THE ISLAMIC FOUNDATION

Opinion

We have audited the financial statements of The Islamic Foundation (the 'charity') for the year ended 31 December 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (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 December 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 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 Auditors' 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' 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 trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 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 where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Report of the Trustees is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; 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' Responsibilities, the trustees are responsible for the preparation of the financial statements which 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 liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

We have been appointed as auditors 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 a Report of the Independent Auditors 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. Irregularities, including fraud, are instances of non-compliance with laws and regulation. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and determined that the most significant frameworks which are directly relevant to specific assertions in the financial statements are those that relate to the reporting framework (UK GAAP and the Companies Act 2006) and the relevant tax compliance regulations in the UK.

We understood how the charity is complying with those frameworks by making enquiries of management and those responsible for legal and compliance procedures. We corroborated our enquiries through review of board minutes and discussions with those charged with governance.

We assess the susceptibility of the charity's financial statements to material misstatement, including how fraud might occur, by discussion with management from various parts of the business to understand where they considered there was a susceptibility to fraud. We considered the procedures and controls that the charity has established to prevent and detect fraud, and how these are monitored by management, and also any enhanced risk factors such as performance targets.

Based on our understanding, we designed our audit procedures to identify any non-compliance with laws and regulations identified in the paragraphs above.

We also performed audit work over the risk of management override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for bias.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
THE ISLAMIC FOUNDATION**

Use of our report

This report is made solely to the charity's trustees, as a body, 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 auditors' 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 as a body, for our audit work, for this report, or for the opinions we have formed.

TC Group

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31 High View Close
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LE4 9LJ

Date: *28/10/2025*

THE ISLAMIC FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES
For The Year Ended 31 December 2024

	Notes	Unrestricted fund £	Restricted funds £	2024 Total funds £	2023 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	193,860	9,630	203,490	99,164
Charitable activities	4				
Hire of Conference facilities		96,424	-	96,424	130,019
General costs		5,958	-	5,958	4,590
Maktab/Madressa		18,317	-	18,317	14,247
Investment income	3	189,843	-	189,843	206,805
Other income	5	101,016	-	101,016	38,868
Total		<u>605,418</u>	<u>9,630</u>	<u>615,048</u>	<u>493,693</u>
EXPENDITURE ON					
Raising funds	6	33,887	-	33,887	25,218
Charitable activities	7				
Donations		10,959	-	10,959	8,360
General costs		246,805	-	246,805	211,701
Other		334,947	-	334,947	297,783
Total		<u>626,598</u>	<u>-</u>	<u>626,598</u>	<u>543,062</u>
Net gains on investments		<u>238,299</u>	<u>-</u>	<u>238,299</u>	<u>-</u>
NET INCOME/(EXPENDITURE)		<u>217,119</u>	<u>9,630</u>	<u>226,749</u>	<u>(49,369)</u>
Transfers between funds	20	<u>8,442</u>	<u>(8,442)</u>	<u>-</u>	<u>-</u>
Net movement in funds		<u>225,561</u>	<u>1,188</u>	<u>226,749</u>	<u>(49,369)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		3,922,010	47,765	3,969,775	4,019,144
TOTAL FUNDS CARRIED FORWARD		<u><u>4,147,571</u></u>	<u><u>48,953</u></u>	<u><u>4,196,524</u></u>	<u><u>3,969,775</u></u>

The notes form part of these financial statements

THE ISLAMIC FOUNDATION

BALANCE SHEET
31 December 2024

	Notes	2024 £	2023 £
FIXED ASSETS			
Tangible assets	12	2,071,620	2,117,400
Investment property	13	1,931,000	1,692,701
		<u>4,002,620</u>	<u>3,810,101</u>
CURRENT ASSETS			
Debtors	14	246,540	250,943
Cash at bank and in hand		207,693	170,379
		<u>454,233</u>	<u>421,322</u>
CREDITORS			
Amounts falling due within one year	15	(246,797)	(238,748)
		<u>207,436</u>	<u>182,574</u>
NET CURRENT ASSETS			
		207,436	182,574
TOTAL ASSETS LESS CURRENT LIABILITIES		4,210,056	3,992,675
CREDITORS			
Amounts falling due after more than one year	16	(13,532)	(22,900)
		<u>4,196,524</u>	<u>3,969,775</u>
NET ASSETS			
		4,196,524	3,969,775
FUNDS	20		
Unrestricted funds		4,147,571	3,922,010
Restricted funds		48,953	47,765
		<u>4,196,524</u>	<u>3,969,775</u>
TOTAL FUNDS			
		4,196,524	3,969,775

The financial statements were approved by the Board of Trustees and authorised for issue on 27/10/2025 and were signed on its behalf by:


Z Parvez - Trustee

The notes form part of these financial statements

THE ISLAMIC FOUNDATION

CASH FLOW STATEMENT

For The Year Ended 31 December 2024

	Notes	2024 £	2023 £
Cash flows from operating activities			
Cash generated from operations	1	45,991	10,328
Interest paid		-	(292)
		<u>45,991</u>	<u>10,036</u>
Net cash provided by operating activities			
Cash flows from investing activities			
Purchase of tangible fixed assets		(972)	(4,830)
Purchase of investment property		-	(36,000)
Interest received		2,296	1,931
		<u>1,324</u>	<u>(38,899)</u>
Net cash provided by/(used in) investing activities			
Cash flows from financing activities			
Loan repayments in year		(10,001)	(10,634)
		<u>(10,001)</u>	<u>(10,634)</u>
Net cash used in financing activities			
		<u>37,314</u>	<u>(39,497)</u>
Change in cash and cash equivalents in the reporting period			
Cash and cash equivalents at the beginning of the reporting period		<u>170,379</u>	<u>209,876</u>
Cash and cash equivalents at the end of the reporting period		<u><u>207,693</u></u>	<u><u>170,379</u></u>

The notes form part of these financial statements

THE ISLAMIC FOUNDATION

NOTES TO THE CASH FLOW STATEMENT
For The Year Ended 31 December 2024

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES			
	2024	2023	
	£	£	
Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)	226,749	(49,369)	
Adjustments for:			
Depreciation charges	46,752	47,546	
Losses on investments	(238,299)	-	
Interest received	(2,296)	(1,931)	
Interest paid	-	292	
Decrease/(increase) in debtors	4,403	(16,794)	
Increase in creditors	8,682	30,584	
Net cash provided by operations	<u>45,991</u>	<u>10,328</u>	
2. ANALYSIS OF CHANGES IN NET FUNDS			
	At 1.1.24	Cash flow	At 31.12.24
	£	£	£
Net cash			
Cash at bank and in hand	170,379	37,314	207,693
	<u>170,379</u>	<u>37,314</u>	<u>207,693</u>
Debt			
Debts falling due within 1 year	(10,633)	633	(10,000)
Debts falling due after 1 year	(22,900)	9,368	(13,532)
	<u>(33,533)</u>	<u>10,001</u>	<u>(23,532)</u>
Total	<u>136,846</u>	<u>47,315</u>	<u>184,161</u>

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
For The Year Ended 31 December 2024

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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Going concern

The accounts have been prepared on a going concern basis. The Trustees consider that there are no material uncertainties regarding the Charity's ability to continue as a going concern. The Trustees are of the opinion that the Charity will have access to sufficient funds to enable it operate for at least one year from the signing of the balance sheet.

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.

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Income from the hire of the charity's facilities is recognised on a receivable basis

Investment income is recognised on a receivable basis

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

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on reducing balance
Fixtures and fittings	- 10% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on cost

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in the Statement of Financial Activities.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

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

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 31 December 2024

1. ACCOUNTING POLICIES - continued**Fund accounting**

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 explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Pension costs and other post-retirement benefits

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

2. DONATIONS AND LEGACIES

	2024	2023
	£	£
Donations	193,377	99,164
Gift aid	10,113	-
	<u>203,490</u>	<u>99,164</u>

3. INVESTMENT INCOME

	2024	2023
	£	£
Rents received	187,547	204,874
Deposit account interest	2,296	1,931
	<u>189,843</u>	<u>206,805</u>

4. INCOME FROM CHARITABLE ACTIVITIES

		2024	2023
	Activity	£	£
Hire of conference facilities	Hire of Conference facilities	96,424	130,019
Project funding	General costs	5,958	4,590
Maktab income	Maktab/Madressa	18,317	14,247
		<u>120,699</u>	<u>148,856</u>

5. OTHER INCOME

	2024	2023
	£	£
Service charges receivable	47,569	28,440
Other income	53,447	10,428
	<u>101,016</u>	<u>38,868</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 31 December 2024

6. RAISING FUNDS

Other trading activities

	2024	2023
	£	£
Bad debts	-	5,050
Property management expenses	9,815	6,088
Madressa costs	24,072	14,080
	<u>33,887</u>	<u>25,218</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 8) £	Totals £
Donations	10,959	-	10,959
General costs	234,305	12,500	246,805
	<u>245,264</u>	<u>12,500</u>	<u>257,764</u>

8. SUPPORT COSTS

	Governance costs £
General costs	<u>12,500</u>

9. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2024 nor for the year ended 31 December 2023.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2024 nor for the year ended 31 December 2023.

10. STAFF COSTS

	2024	2023
	£	£
Wages and salaries	219,335	189,326
Social security costs	11,703	10,267
Other pension costs	3,267	3,108
	<u>234,305</u>	<u>202,701</u>

The average monthly number of employees during the year was as follows:

	2024	2023
Administration and governance	6	6
Other	5	4
	<u>11</u>	<u>10</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 31 December 2024

10. STAFF COSTS - continued

No employees received emoluments in excess of £60,000.

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	95,324	3,840	99,164
Charitable activities			
Hire of Conference facilities	130,019	-	130,019
General costs	4,590	-	4,590
Maktab/Madressa	14,247	-	14,247
Investment income	206,805	-	206,805
Other income	38,868	-	38,868
Total	489,853	3,840	493,693
EXPENDITURE ON			
Raising funds	25,218	-	25,218
Charitable activities			
Donations	-	8,360	8,360
General costs	211,701	-	211,701
Other	297,783	-	297,783
Total	534,702	8,360	543,062
NET INCOME/(EXPENDITURE)	(44,849)	(4,520)	(49,369)
Transfers between funds	(4,614)	4,614	-
Net movement in funds	(49,463)	94	(49,369)
RECONCILIATION OF FUNDS			
Total funds brought forward	3,971,473	47,671	4,019,144
TOTAL FUNDS CARRIED FORWARD	3,922,010	47,765	3,969,775

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 31 December 2024

12. TANGIBLE FIXED ASSETS

	Freehold property £	Office equipment £	Plant and machinery £
COST			
At 1 January 2024	2,341,154	660	384
Additions	-	-	598
At 31 December 2024	2,341,154	660	982
DEPRECIATION			
At 1 January 2024	269,005	110	67
Charge for year	41,443	110	197
At 31 December 2024	310,448	220	264
NET BOOK VALUE			
At 31 December 2024	2,030,706	440	718
At 31 December 2023	2,072,149	550	317

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 January 2024	74,245	249	4,069	2,420,761
Additions	166	-	208	972
At 31 December 2024	74,411	249	4,277	2,421,733
DEPRECIATION				
At 1 January 2024	33,601	189	389	303,361
Charge for year	4,022	17	963	46,752
At 31 December 2024	37,623	206	1,352	350,113
NET BOOK VALUE				
At 31 December 2024	36,788	43	2,925	2,071,620
At 31 December 2023	40,644	60	3,680	2,117,400

13. INVESTMENT PROPERTY

	£
FAIR VALUE	
At 1 January 2024	1,692,701
Revaluation	238,299
At 31 December 2024	1,931,000
NET BOOK VALUE	
At 31 December 2024	1,931,000
At 31 December 2023	1,692,701

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 31 December 2024

13. INVESTMENT PROPERTY - continued

Investment properties were reviewed by the trustees at the year end taking into account their knowledge of local market conditions and the condition of the properties owned by the trust. In their opinion the value shown in the financial statements represents a materially fair value.

Fair value at 31 December 2024 is represented by:

	£
Valuation in 2024	238,299
Cost	1,692,701
	<u>1,931,000</u>

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Trade debtors	10,049	36,868
Kube Publishing Limited	78,483	85,640
Markfield Institute of Higher Education	128,030	100,919
VAT	3,759	1,431
Prepayments and accrued income	26,219	26,085
	<u>246,540</u>	<u>250,943</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Bank loans and overdrafts (see note 17)	10,000	10,633
Trade creditors	26,455	19,644
Taxation and social security	3,758	3,103
Other creditors	206,584	205,368
	<u>246,797</u>	<u>238,748</u>

16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2024	2023
	£	£
Bank loans (see note 17)	<u>13,532</u>	<u>22,900</u>

17. LOANS

An analysis of the maturity of loans is given below:

	2024	2023
	£	£
Amounts falling due within one year on demand:		
Bank loan	<u>10,000</u>	<u>10,633</u>
Amounts falling between one and two years:		
Bank loan	<u>13,532</u>	<u>10,633</u>
Amounts falling due between two and five years:		
Bank loan	<u>-</u>	<u>12,267</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 31 December 2024

18. SECURED DEBTS

The following secured debts are included within creditors:

	2024 £	2023 £
Bank loans	23,532	33,533

Bank loans are secured on the asset to which they relate.

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted fund £	Restricted funds £	2024 Total funds £	2023 Total funds £
Fixed assets	2,071,620	-	2,071,620	2,117,400
Investments	1,931,000	-	1,931,000	1,692,701
Current assets	405,280	48,953	454,233	421,322
Current liabilities	(246,797)	-	(246,797)	(238,748)
Long term liabilities	(13,532)	-	(13,532)	(22,900)
	4,147,571	48,953	4,196,524	3,969,775

20. MOVEMENT IN FUNDS

	At 1.1.24 £	Net movement in funds £	Transfers between funds £	At 31.12.24 £
Unrestricted funds				
General fund	3,922,010	217,119	8,442	4,147,571
Restricted funds				
Scholarship	46,206	-	-	46,206
IF Kenya	1,559	9,630	(8,442)	2,747
	47,765	9,630	(8,442)	48,953
TOTAL FUNDS	3,969,775	226,749	-	4,196,524

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	605,418	(626,598)	238,299	217,119
Restricted funds				
IF Kenya	9,630	-	-	9,630
TOTAL FUNDS	615,048	(626,598)	238,299	226,749

NOTES TO THE FINANCIAL STATEMENTS - continued
For The Year Ended 31 December 2024

20. MOVEMENT IN FUNDS - continued**Comparatives for movement in funds**

	At 1.1.23 £	Net movement in funds £	Transfers between funds £	At 31.12.23 £
Unrestricted funds				
General fund	3,971,473	(44,849)	(4,614)	3,922,010
Restricted funds				
Scholarship	46,206	-	-	46,206
IF Kenya	1,465	(4,520)	4,614	1,559
	<u>47,671</u>	<u>(4,520)</u>	<u>4,614</u>	<u>47,765</u>
TOTAL FUNDS	<u>4,019,144</u>	<u>(49,369)</u>	<u>-</u>	<u>3,969,775</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	489,853	(534,702)	(44,849)
Restricted funds			
IF Kenya	3,840	(8,360)	(4,520)
TOTAL FUNDS	<u>493,693</u>	<u>(543,062)</u>	<u>(49,369)</u>

IF Kenya

The fund provides educational programmes and courses to orphans and schools in Kenya.

21. RELATED PARTY DISCLOSURES

The Islamic Foundation (IF) has Trustees in common with the Markfield Institute of Higher Education (MIHE).

During the year IF also received income amounting to £36,562 (2023 - £37,940) from MIHE with respect to rent and office expenses.

At the balance sheet date the amount due from MIHE was £83,030 (2023 - £57,269). This is net of a loan repayable by IF to MIHE totalling £45,000 for both years.

At the balance sheet date IF was owed £78,483 by Kube Publishing Ltd, a company with personnel in common (2023- £85,640).

At the balance sheet date IF owed a trust £115,000, this being set against an interest in a property owned by IF. This trust has a trustee in common with IF (2023- £115,000).

At the year end two trustees have an interest in a property owned by IF, this property was last valued at £800,000.

THE ISLAMIC FOUNDATION

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
For The Year Ended 31 December 2024

	2024 £	2023 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	193,377	99,164
Gift aid	10,113	-
	<u>203,490</u>	<u>99,164</u>
Investment income		
Rents received	187,547	204,874
Deposit account interest	2,296	1,931
	<u>189,843</u>	<u>206,805</u>
Charitable activities		
Hire of conference facilities	96,424	130,019
Maktab income	18,317	14,247
Project funding	5,958	4,590
	<u>120,699</u>	<u>148,856</u>
Other income		
Service charges receivable	47,569	28,440
Other income	53,447	10,428
	<u>101,016</u>	<u>38,868</u>
Total incoming resources	<u>615,048</u>	<u>493,693</u>
EXPENDITURE		
Other trading activities		
Bad debts	-	5,050
Property management expenses	9,815	6,088
Madressa costs	24,072	14,080
	<u>33,887</u>	<u>25,218</u>
Charitable activities		
Wages	219,335	189,326
Social security	11,703	10,267
Pensions	3,267	3,108
Donations paid	10,959	8,360
	<u>245,264</u>	<u>211,061</u>
Other		
Hire of equipment	2,515	2,284
Advertising and promotion	1,217	-
Carried forward	3,732	2,284

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THE ISLAMIC FOUNDATION

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
For The Year Ended 31 December 2024

	2024 £	2023 £
Other		
Brought forward	3,732	2,284
Rates and water	33,777	35,647
Insurance	12,685	7,506
Light and heat	71,480	87,656
Motor and travel expenses	768	530
Printing, postage and stationery	7,104	6,027
Telephone	2,713	3,363
IT and internet costs	16,182	9,692
Library costs	4,443	7,882
Repairs and maintenance	31,262	28,862
Cleaning	14,192	13,421
Bank charges	1,572	57
Legal and professional	1,600	3,975
Financial operations	18,550	18,350
Meals and accommodation	21,961	21,429
Entertainment	884	224
Consulting and Training	45,290	3,040
Deprec - Office equipment	46,752	47,546
Bank loan interest	-	292
	<u>334,947</u>	<u>297,783</u>
Support costs		
Governance costs		
Auditors' remuneration	12,500	9,000
Total resources expended	<u>626,598</u>	<u>543,062</u>
Net expenditure before gains and losses	<u>(11,550)</u>	<u>(49,369)</u>
Realised recognised gains and losses		
Realised gains/(losses) on investment property	238,299	-
Net income/(expenditure)	<u><u>226,749</u></u>	<u><u>(49,369)</u></u>

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