

SALAM TRUST
REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2021

Company Registered No: 10009228

Charity Commission No: 1166526

SALAM TRUST

**818 Alum Rock Road
Birmingham B8 2TX**

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SALAM TRUST

SIGNIFICANT INFORMATION

Salam Trust is established as a company limited by guarantee (Company Registered No: 1000928). Charity Commission no 1166526. The affairs of the association are governed by its memorandum and articles of association. The liability of the members in the event of the Association being wound up is limited to a sum not exceeding £1.

DIRECTORS/TRUSTEES

Allah Ditta
Akthar-Uz-Zaman
Khalid Hussain

REGISTERED OFFICE

818 Alum Rock Road
Birmingham
B8 2TX

SALAM TRUST

**TRUSTEES' REPORT FOR THE YEAR ENDED
31 MARCH 2021**

The Trustees present their report for the period ended 31 March 2021. The financial statements have been prepared in accordance with the accounting policies on page 8 and comply with the charity's applicable law.

The charity was incorporated as a private company limited by guarantee on 17 February 2016

OBJECTS

The objects of the charity are to advance religion in accordance with the teachings of Islam. To advance education for the benefit for the poor, under privileged and general public. To advance education and promote the community participation in healthy recreation by providing facilities for playing particular sports. The building and maintenance of a mosque in particular but not exclusively for the benefit of the local and surrounding Muslim community in Birmingham.

ACTIVITIES AND PROGRESS

Salam Trust provides public benefit through its programmes of prayers and celebration of the key events in the Islamic Calendar. Activities are open to everyone in the community. The mosque also provides Congregational Prayers, Friday Sermons and Eid Prayers. During the year Salam Trust arranged Eid Prayers at local Ward End park for Muslims to attend the congregation. For younger children there are summer and winter schools during holiday period and evening classes. Trustees are also planning for the future to have facilities for homeless people in the community.

During the period the association managed to raise donations and collections from local community. Due to COVID 19 restrictions the charity had to close and stop its activities to comply with Government guidelines. Charity managed to survive by receiving CJRS and other grants

FINANCE

During the period the charity raised funds by collecting donations and interest free friendly loans from the community members.

TRUSTEES' RESPONSIBILITY FOR THE ACCOUNTS

Charity law requires the trustees of the Association to prepare statements of accounts for each financial year which give a true and fair view of the state of affairs of the charity and of its incoming resources and application of resources for that period. In preparing those financial statements, the trustees are required to :

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent.
- to prepare the financial statements in accordance with the methods and principles set out in the Statement of Recommended Practice Accounting and Reporting by Charities and to state whether or not the accounts have been prepared in accordance with that statement and applicable accounting standards;
- prepare the financial statements on the going concern basis unless it is inappropriate to
- presume that the charity will continue in operation.

**TRUSTEES' REPORT FOR THE YEAR ENDED
31 MARCH 2021 (continued)**

The trustees are responsible for keeping proper accounting records which are sufficient to show and explain the charity's transactions and to disclose with reasonable accuracy at any time the financial position of the Association, and to enable them to ensure that any statements of account comply with the requirements of the Charity (Accounts and Reports) Regulations 2000. They are also responsible for safeguarding the assets of the charity and taking reasonable steps for the prevention and detection of fraud and other irregularities

COVID19 IMPACT

As with many organisations, we have been following Government Guidance since March 16th 2020 to minimise the risk to the public, our staff, volunteers and members. The impact on revenue is significant due to the risks and social distancing rules. Revenue from collection boxes was hit since the public have not had opportunity to visit retail shops where the boxes exist.

RISK MANAGEMENT

The trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the project, and are satisfied that systems are in place to mitigate our exposure to major risks.

RESERVES POLICY

The Reserve Fund represents unrestricted funds. The Trustees aim to maintain sufficient reserves so as to give flexibility to cover temporary timing differences for donations received, adequate working capital for core costs and which allow them to respond quickly to the needs of the Trust.

On behalf of the Managing Committee

..... Trustee

K Hussain

27 January 2022

Charity No:1166526.
Company No:10009228

**Independent Examiner's Report to the Trustees of
Salam Trust On accounts fro the year ended 31 March 2021**

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 March 2021 which are set out on pages 5 to 10

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 in accordance 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 company'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 statement

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 that in any material respect:

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 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 Charities SORP (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.

MAHMOOD AHED
CHARTERED CERTIFIED ACCOUNTANT

27 January 2022

784 Alum Rock Road
Ward End
Birmingham B8 2TE

Company Registered No: 10009228

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2021**

	2021	2020
	£	£
Income	Unrestricted Funds	Unrestricted Funds
Donations and legacies		
Donations received	39,145	34,416
Other income	41,878	-
	-----	-----
Total incoming resources	81,023	34,416
	=====	=====
Charitable expenditure		
<i>Governance and support cost</i>		
Teachers fees	34,961	-
Rates and water	-	776
Insurance	707	1,107
Heat and light	1,769	4,530
Print, post and stationery	-	115
Events and functions expenses	-	250
Building repairs	-	265
Hire of equipment	-	2,180
Sundry expenses	150	365
Bank charges	180	199
	-----	-----
Total	37,767	9,787
	=====	=====
Net Incoming Resources for the year	43,256	24,629
Funds Balance brought forward	634,949	610,320
	-----	-----
Fund balance carried forward	678,205	634,949
	=====	=====

The statement of financial activities includes all gains and losses recognised in the year.
All incoming resources and resources expended derive from continuing activities

Company Registered No: 10009228

**INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2021**

		2021	2020
	Notes		£
INCOME			
Donations	2	39,145	34,416
Other income		41,878	-
		-----	-----
Gross Income		81,023	34,416
		=====	=====
EXPENDITURE			
Governance and support cost		37,767	9,787
		-----	-----
Total expenditure		37,767	9,787
		=====	=====
Net Income for the year		43,256	24,629
Funds balance brought forward		634,949	610,320
		-----	-----
Funds balance carried forward		678,205	634,949
		=====	=====

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

All incoming resources and resources expended derive from continuing activities, and the reported surplus was found under the historical cost convention.

The notes on page 8 to 10 form an integral part of these accounts.

Company Registered No: 10009228

BALANCE SHEET**AS AT 31 MARCH 2021**

	Notes	£	2021 £	£	2020 £
FIXED ASSETS					
Tangible assets	4		629,176		629,176
			-----		-----
			629,176		629,176
CURRENT ASSETS					
Other debtors				-	
Cash at bank and in hand		100,126		54,273	
		-----		-----	
				54,273	
CREDITORS: Amounts falling due within one year	5	51,097		48,500	
		-----		-----	
TOTAL ASSETS LESS CURRENT LIABILITIES			49,029		5,773
			-----		-----
TOTAL ASSETS LESS CURRENT LIABILITIES			678,205		634,949
			=====		=====
FUNDS					
General funds	6		678,205		634,949
			-----		-----
			678,205		634,949
			=====		=====

For the period ended 31 March 2021 the charitable company was entitled to exemption from audit under subsection 1 of section 447 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to small companies subject to the small companies regime and in accordance with FRS102 SORP

Approved by the board of directors on 27 January 2022 and signed on their behalf by:

.....K Hussain
DIRECTOR/TRUSTEE

The notes on pages 8 to 10 form an integral part of these accounts.

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

Summary of significant accounting policies

1. Basis of preparation

1.1 Basis of accounting

The accounts have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accountancy policy notes. Where necessary the headings laid down in the Companies Act have been adapted to meet the special activities of the Association.

The charity has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS102 Section 1A

The financial statements are prepared on a going concern basis under the historical cost convention. The financial statements are presented in sterling which is the functional currency of the charity.

The charity constitutes a public benefit entity as defined by FRS 102.

1.2 Income

Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Grants and donations

Grants and donations are only included in the SoFA when the general income recognition criteria are met. Revenue grants are credited to the income and expenditure account as received, unless related to a specific period, when it is placed in a restricted funds until it is used.

1.3 Gifts in kind

The charity receives the benefit of work carried out by volunteers, and receives the use of facility and equipment without charge. No value is placed on these items, where the benefit extends over several periods, in which case they are valued and included in the balance sheet at a reasonable valuation.

1.4 Taxation

As a registered charity, the company benefits from Rates relief and is generally exempt from Income tax and Capital Gains Tax but not from VAT. Irrecoverable VAT is included in the cost of those items to which it relates.

Company Registered No: 10009228

NOTES TO THE ACCOUNTS (continued)
FOR THE YEAR ENDED 31 MARCH 2021

1.5 Depreciation

No depreciation is provided in the accounting period as construction of buildings is in progress

1.6 Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably

	2021	2020
	£	£
2. DONATIONS AND GIFTS		
Donations received	39,145	34,416
CJRS grant	38,878	-
Renewal energy grant	3,000	-
	-----	-----
	81,023	34,416
	=====	=====

3. MANAGEMENT AND ADMINISTRATION

During the year one of the Trustees Mr K Hussain received £7,389 for teaching classes

4 TANGIBLE FIXED ASSETS

	Freehold property	Total
	£	£
Cost		
As at 31/03/2020	629,176	629,176
	-----	-----
As at 31/03/2021	629,176	629,176
	=====	=====
Depreciation		
Charge for year	-	-
	-----	-----
As at 31/03/2021	-	-
	=====	=====
Net book value	629,176	629,176
At 31/03/2021	=====	=====
Net book value		
At 31/03/2020	629,176	629,176
	=====	=====

Company Registered No: 10009228

NOTES TO THE ACCOUNTS (continued)
FOR THE YEAR ENDED 31 MARCH 2021

	2021	2020
		£
5. CREDITORS: Amounts falling due within one year		
Interest free loans	51,097	48,500
	-----	-----
	51,097	48,500
	=====	=====
6. FUNDS		
	Unrestricted funds	
Opening	634,949	
Incoming resources	81,023	
Outgoing resources	(37,767)	

As at 31 March 2021	678,205	
	=====	
Represented by		
Tangible fixed assets	629,176	
Net current assets	49,029	

	678,205	
	=====	

The charity maintains a general unrestricted fund which represents funds which are expendable at the discretion of the trustees in furtherance of the objects of the charity. Such funds may be held in order to finance both working capital and capital investment. There is no formal policy of transfer between funds or on the allocation of funds to designated funds.

7 GOING CONCERN

As explained in the Trustees Report although the disruption caused by Coronavirus and lower expected income, Trustee's are satisfied that the charity will be able to continue its activities possibly at lower scale when it is allowed to reopen. Also there should be no impact on charities reserve policy