

**SALAM TRUST**  
**REPORT AND ACCOUNTS**  
**FOR THE YEAR ENDED 31 MARCH 2022**

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 2022**

The Trustees present their report for the period ended 31 March 2022. 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.

As the Covid rules relaxed during the period the association managed to raise more donations and collections from local community and the construction work for the building of the new mosque recommenced.

### **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 2022 (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 16<sup>th</sup> 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

14 January 2023

**Charity No:1166526.**  
**Company No:10009228**

**Independent Examiner's Report to the Trustees of  
Salam Trust On accounts fro the year ended 31 March 2022**

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 March 2022 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**

14 January 2023

**784 Alum Rock Road**  
**Ward End**  
**Birmingham B8 2TE**

Company Registered No: 10009228

**STATEMENT OF FINANCIAL ACTIVITIES  
FOR THE YEAR ENDED 31 MARCH 2022**

	2022	2021
<b>Income</b>	<b>£</b>	<b>£</b>
	<b>Unrestricted Funds</b>	<b>Unrestricted Funds</b>
<b>Donations and legacies</b>		
Donations received	149,558	39,145
CJRS Grant	4,433	38,878
Other income	-	3,000
	-----	-----
<b>Total incoming resources</b>	<b>153,991</b>	<b>81,023</b>
	=====	=====
<b>Charitable expenditure</b>		
<i><b>Governance and support cost</b></i>		
Teachers fees	46,752	34,961
Pension cost	334	-
Rates and water	344	
Insurance	745	707
Heat and light	5,222	1,769
Building repairs	865	-
Sundry expenses	227	150
Bank charges	471	180
	-----	-----
Total	54,960	37,767
	=====	=====
<b>Net Incoming Resources for the year</b>	<b>99,031</b>	<b>43,256</b>
Funds Balance brought forward	678,205	634,949
	-----	-----
<b>Fund balance carried forward</b>	<b>777,236</b>	<b>678,205</b>
	=====	=====

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 2022**

		<b>2022</b>	<b>2021</b>
	<b>Notes</b>		<b>£</b>
<b>INCOME</b>			
Donations	2	149,558	39,145
CJRS Grant		4,433	38,878
Other income		--	3,000
		-----	-----
<b>Gross Income</b>		<b>153,991</b>	<b>81,023</b>
		=====	=====
<b>EXPENDITURE</b>			
Governance and support cost		54,960	37,767
		-----	-----
<b>Total expenditure</b>		<b>54,960</b>	<b>37,767</b>
		=====	=====
Net Income for the year		99,031	43,256
Funds balance brought forward		678,205	634,949
		-----	-----
<b>Funds balance carried forward</b>		<b>777,236</b>	<b>678,205</b>
		=====	=====

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 2022**

	Notes	£	2022 £	£	2021 £
<b>FIXED ASSETS</b>					
Tangible assets	4		629,176		629,176
			-----		-----
			629,176		629,176
<b>CURRENT ASSETS</b>					
Cash at bank and in hand		192,871		100,126	
		-----		-----	
<b>CREDITORS: Amounts falling due</b>					
within one year	5	44,811		51,097	
		-----		-----	
<b>TOTAL ASSETS LESS</b>					
<b>CURRENT LIABILITIES</b>					
			148,060		49,029
			-----		-----
<b>TOTAL ASSETS LESS</b>					
<b>CURRENT LIABILITIES</b>					
			777,236		678,205
			=====		=====
<b>FUNDS</b>					
General funds	6		777,236		678,205
			-----		-----
			777,236		678,205
			=====		=====

For the period ended 31 March 2022 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 14 January 2023 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 2022**

### **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 2022**

**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

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
<b>2. DONATIONS AND GIFTS</b>		
Donations received	149,558	39,145
CJRS grant	4,433	38,878
Renewal energy grant	-	3,000
	-----	-----
	153,991	81,023
	=====	=====

**3. MANAGEMENT AND ADMINISTRATION**

During the year one of the Trustees Mr K Hussain received £10,956 (2021- 7,389) for teaching classes

**4 TANGIBLE FIXED ASSETS**

	<b>Freehold property</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>Cost</b>		
As at 31/03/2021	629,176	629,176
	-----	-----
As at 31/03/2022	629,176	629,176
	=====	=====
<b>Depreciation</b>		
Charge for year	-	-
	-----	-----
As at 31/03/2022	-	-
	=====	=====
Net book value At 31/03/2022	629,176	629,176
	=====	=====
<b>Net book value</b>		
At 31/03/2021	629,176	629,176
	=====	=====

Company Registered No: 10009228

**NOTES TO THE ACCOUNTS (continued)**  
**FOR THE YEAR ENDED 31 MARCH 2022**

	2022	2021
		£
<b>5. CREDITORS: Amounts falling due within one year</b>		
Interest free loans	40,500	47,500
Other creditors	4,311	3,597
	-----	-----
	44,811	51,097
	=====	=====
<b>6. FUNDS</b>		
	<b>Unrestricted funds</b>	
Opening	678,205	
Incoming resources	153,991	
Outgoing resources	( 54,960)	
	-----	
As at 31 March 2022	777,236	
	=====	
Represented by		
Tangible fixed assets	629,176	
Net current assets	148,060	
	-----	
	777,236	
	=====	

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