

KURDISH ISLAMIC CENTRE AND MASJID SALAUDDIN

Charity No. 1177758

Company No. CE013677

Trustees' Report and Unaudited Accounts

31 December 2020

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## CHARITABLE INCORPORATED ORGANISATION

The Trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the unaudited financial statements of the charity for the year ended 31 December 2020.

## REFERENCE AND ADMINISTRATIVE DETAILS

Company No. CE013677

Charity No. 1177758

Principal Office

90 Town Road

Hanley

Stoke-on-Trent

ST1 2LD

Registered Office

87-89 WATERLOO ROAD

STOKE-ON-TRENT

ST1 4NP

Directors and Trustees

The Directors of the charitable company are its Trustees for the purposes of charity law.

The following Directors and Trustees served during the year:

F. FARAGE

I.O. SAIED

Accountants

SA ACCOUNTS PRACTICE

123 MOORLAND ROAD

STOKE-ON-TRENT

STAFFS

ST6 1JH

## OBJECTIVES AND ACTIVITIES

The purpose of the charity as set out in its government document is the advancement of Islamic religion and the advancement of education , In particular but not exclusively in the areas of Islamic teaching and the Arabic languages

The main activities undertaken in relation to those purposes to establish common ground to promote good relations between persons of different faiths and promoting knowledge and mutual understanding and respect of the beliefs and practices different religious faiths.

larger charity must provide an explanation of its aims, including details of the issues it seeks to tackle and the changes or differences it seeks to make through its activities...

Trustees Annual Report

The Trustees are responsible for keeping proper accounting records that 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 Companies Act 2006. The Trustees are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

The above report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime as set out in Part 15 of the Companies Act 2006 and in accordance with the Charities SORP (FRS 102).

Signed on behalf of the board

F. FARAGE

Trustee

31 December 2020

KURDISH ISLAMIC CENTRE AND MASJID SALAUDDIN  
Statement of Financial Activities

for the year ended 31 December 2020

	Notes	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income and endowments from:				
Donations and legacies	4	353,896	353,896	102,897
Total		353,896	353,896	102,897
Expenditure on:				
Other	5	17,247	17,247	38,413
Total		17,247	17,247	38,413
Net gains on investments		-	-	-
Net income		336,649	336,649	64,484
Transfers between funds		-	-	-
Net income before other gains/(losses)		336,649	336,649	64,484
Other gains and losses				
Net movement in funds		336,649	336,649	64,484
Reconciliation of funds:				
Total funds brought forward		253,078	253,078	188,594
Total funds carried forward		589,727	589,727	253,078

KURDISH ISLAMIC CENTRE AND MASJID SALAUDDIN

Summary Income and Expenditure Account

for the year ended 31 December 2020

	2020 £	2019 £
Income	353,896	102,897
Gross income for the year	<u>353,896</u>	<u>102,897</u>
Expenditure	17,247	38,413
Total expenditure for the year	<u>17,247</u>	<u>38,413</u>
Net income before tax for the year	336,649	64,484
Net income for the year	<u>336,649</u>	<u>64,484</u>

# KURDISH ISLAMIC CENTRE AND MASJID SALAUDDIN

## Balance Sheet

at 31 December 2020

Company No. CE013677	Notes	2020 £	2019 £
Fixed assets			
Tangible assets	7	579,466	180,796
		<u>579,466</u>	<u>180,796</u>
Current assets			
Cash at bank and in hand		8,711	70,232
		<u>8,711</u>	<u>70,232</u>
Creditors: Amount falling due within one year	8	(500)	2,050
Net current assets		8,211	72,282
Total assets less current liabilities		587,677	253,078
Creditors: Amounts falling due after more than one year	9	2,050	-
Net assets excluding pension asset or liability		<u>589,727</u>	<u>253,078</u>
Total net assets		<u>589,727</u>	<u>253,078</u>
The funds of the charity			
Restricted funds	10		
Unrestricted funds	10		
General funds		589,727	253,078
		<u>589,727</u>	<u>253,078</u>
Reserves	10		
Total funds		<u>589,727</u>	<u>253,078</u>

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

For the year ended 31 December 2020 the company was entitled to exemption under section 477 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 2006 with respect to accounting records and the preparation of accounts.

Approved by the board on 31 December 2020

And signed on its behalf by:

F. FARAGE

Trustee

31 December 2020

KURDISH ISLAMIC CENTRE AND MASJID SALAUDDIN

Statement of Cash flows

for the year ended 31 December 2020

	2020 £	2019 £
Cash flows from operating activities		
Net income per Statement of Financial Activities	336,649	64,484
Adjustments for:		
Increase in trade and other payables	500	6,225
Net cash provided by operating activities	<u>337,149</u>	<u>70,709</u>
Cash flows from investing activities		
Payments for property, plant and equipment	(398,670)	(180,796)
Net cash used in investing activities	<u>(398,670)</u>	<u>(180,796)</u>
Net cash used in financing activities	<u>-</u>	<u>(22,000)</u>
Net decrease in cash and cash equivalents	(61,521)	(132,087)
Cash and cash equivalents at the beginning of the year	70,232	202,319
Cash and cash equivalents at the end of the year	<u>8,711</u>	<u>70,232</u>
Components of cash and cash equivalents		
Cash and bank balances	8,711	70,232
	<u>8,711</u>	<u>70,232</u>



for the year ended 31 December 2020

## 1 Accounting policies

### Basis of preparation

The financial statements have been prepared in accordance with 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) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

### Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

### Fund accounting

Unrestricted funds	These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.
Designated funds	These are unrestricted funds earmarked by the trustees for particular purposes.
Revaluation funds	These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.
Restricted funds	These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

### Income

Recognition of income	Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.
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Income with related expenditure	Where income has related expenditure the income and related expenditure is reported gross in the SoFA.
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Donations and legacies	Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.
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Tax reclaims on donations and gifts	Income from tax reclaims is included in the SoFA at the same time as the gift/donation to which it relates.
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Donated services and facilities	These are only included in income (with an equivalent amount in expenditure) where the benefit to the Charity is reasonably quantifiable, measurable and material.
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Volunteer help	The value of any volunteer help received is not included in the accounts.
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Investment income	This is included in the accounts when receivable.
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Gains/(losses) on revaluation of fixed assets	This includes any gain or loss resulting from revaluing investments to market value at the end of the year.
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Gains/(losses) on investment assets	This includes any gain or loss on the sale of investments.
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Notes to the Accounts

Expenditure

Recognition of expenditure	Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	These comprise the costs incurred by the Charity in the delivery of its activities and services in the furtherance of its objects, including the making of grants and governance costs.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include those costs associated with meeting the constitutional and statutory requirements of the Charity, including any audit/independent examination fees, costs linked to the strategic management of the Charity, together with a share of other administration costs.
Other expenditure	These are support costs not allocated to a particular activity.

Taxation

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

Freehold investment property

Investment properties are measured initially at cost and subsequently at fair value at each balance sheet date and are not depreciated. All gains or losses are taken to the Statement of Financial Activities as they arise.

Stocks

Stock is included at the lower of cost or net realisable value. Donated items of stock are recognised at fair value which is the amount the charity would have been willing to pay for the items on the open market.

Trade and other debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

Trade and other creditors

Short term creditors are measured at the transaction price. Other creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

#### Research and development

Expenditure on research and development is written off in the year in which it is incurred.

#### Foreign currencies

Monetary assets and liabilities denominated in currencies other than the functional currency of the charity are translated at the rates of exchange prevailing at the end of the reporting period.

Transactions in currencies other than the functional currency of the charity are recorded at the rate of exchange on the date that the transaction occurred.

All exchange differences are taken into account in arriving at net income/expenditure.

#### Leased assets

Where the charity enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease.

Leases which do not transfer substantially all the risks and rewards of ownership to charity are classified as operating leases.

Assets held under finance leases are initially recognised as assets of the charity at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet date as a finance lease obligation.

Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the charity's policy on borrowing costs.

Assets held under finance leases are depreciated in the same way as owned assets.

Operating lease payments are recognised as an expense on a straight-line basis over the lease term.

In the event that lease incentives are received to enter into operating leases, such incentives are recognised as a liability. The aggregate benefit of incentives is recognised as a reduction of rental expense on a straight-line basis.

#### Pension costs

The charity operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payments obligations. The contributions are recognised as expenses when they fall due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

#### Receipt of donated goods, facilities and services

All donated goods, facilities and services received are recognised within incoming resources and expenditure at an estimate of the value to the charity.

## 2 Company status

The company is a private company limited by guarantee and consequently does not have share capital.

## 3 Statement of Financial Activities - prior year

	Unrestricted funds 2019 £	Total funds 2019 £
Income and endowments from:		
Donations and legacies	102,897	102,897
Total	<u>102,897</u>	<u>102,897</u>
Expenditure on:		
Other	38,413	38,413
Total	<u>38,413</u>	<u>38,413</u>
Net income	<u>64,484</u>	<u>64,484</u>
Net income before other gains/(losses)	64,484	64,484
Other gains and losses:		
Net movement in funds	<u>64,484</u>	<u>64,484</u>
Reconciliation of funds:		
Total funds brought forward	188,594	188,594
Total funds carried forward	<u><u>253,078</u></u>	<u><u>253,078</u></u>

## 4 Income from donations and legacies

Unrestricted	Total 2020	Total 2019
£	£	£
353,896	353,896	102,897
<u>353,896</u>	<u>353,896</u>	<u>102,897</u>

## 5 Other expenditure

	Unrestricted	Total 2020	Total 2019
	£	£	£
Employee costs	10,110	10,110	-
Motor and travel costs	56	56	145
Premises costs	3,713	3,713	10,580
General administrative costs	1,678	1,678	24,907
Legal and professional costs	1,690	1,690	2,781
	<u>17,247</u>	<u>17,247</u>	<u>38,413</u>

## Notes to the Accounts

6 Staff costs		
Salaries and wages	10,110	-
	<u>10,110</u>	<u>-</u>

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

7 Tangible fixed assets		
	£	£
Cost or revaluation		
At 1 January 2020	180,796	180,796
Additions	398,670	398,670
At 31 December 2020	<u>579,466</u>	<u>579,466</u>
Net book values		
At 31 December 2020	<u>579,466</u>	<u>579,466</u>
At 31 December 2019	<u>180,796</u>	<u>180,796</u>

8 Creditors:		
amounts falling due within one year		
	2020	2019
	£	£
Bank loans and overdrafts	-	(22,000)
Other creditors	500	19,950
	<u>500</u>	<u>(2,050)</u>

9 Creditors:		
amounts falling due after more than one year		
	2020	2019
	£	£
Bank loans and overdrafts	(22,000)	-
Other creditors	19,950	-
	<u>(2,050)</u>	<u>-</u>

10 Movement in funds				
	At 1 January 2020	Incoming resources (including other gains/losses ) £	Resources expended £	At 31 December 2020 £
Restricted funds:				
Unrestricted funds:				
General funds	253,078	353,896	(17,247)	589,727
Revaluation Reserves:				
Total funds	<u>253,078</u>	<u>353,896</u>	<u>(17,247)</u>	<u>589,727</u>

## 11 Analysis of net assets between funds

	Unrestricted funds	Total
	£	£
Fixed assets	579,466	579,466
Net current assets	8,211	8,211
Creditors due in more than one year and provisions	2,050	2,050
	<u>589,727</u>	<u>589,727</u>

## 12 Reconciliation of net debt

	At 1 January 2020	Cash flows	At 31 December 2020
	£	£	£
Cash and cash equivalents	70,232	(61,521)	8,711
	<u>70,232</u>	<u>(61,521)</u>	<u>8,711</u>
Bank loans	22,000	-	22,000
	<u>22,000</u>	<u>-</u>	<u>22,000</u>
Net debt	<u>92,232</u>	<u>(61,521)</u>	<u>30,711</u>

## 13 Related party disclosures

*Controlling party*

The company is limited by guarantee and has no share capital; thus no single party controls the company.

# KURDISH ISLAMIC CENTRE AND MASJID SALAUDDIN

## Detailed Statement of Financial Activities

for the year ended 31 December 2020

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income and endowments from:			
Donations and legacies	353,896	353,896	102,897
	<u>353,896</u>	<u>353,896</u>	<u>102,897</u>
Total income and endowments	353,896	353,896	102,897
Expenditure on:			
Employee costs			
Salaries/wages	10,110	10,110	-
	<u>10,110</u>	<u>10,110</u>	<u>-</u>
Motor and travel costs			
Vehicles - General costs	-	-	145
Travel and subsistence	56	56	-
	<u>56</u>	<u>56</u>	<u>145</u>
Premises costs			
Rent	-	-	7,582
Light, heat and power	3,268	3,268	2,998
Premises cleaning	445	445	-
	<u>3,713</u>	<u>3,713</u>	<u>10,580</u>
General administrative costs, including depreciation and amortisation			
Bad debts	159	159	-
Bank charges	25	25	97
Equipment expensed	1,494	1,494	24,554
General insurances	-	-	256
	<u>1,678</u>	<u>1,678</u>	<u>24,907</u>
Legal and professional costs			
Accountancy and bookkeeping	1,690	1,690	-
Other legal and professional costs	-	-	2,781
	<u>1,690</u>	<u>1,690</u>	<u>2,781</u>
Total of expenditure of other costs	<u>17,247</u>	<u>17,247</u>	<u>38,413</u>
Total expenditure	17,247	17,247	38,413
Net gains on investments	-	-	-
	<u>336,649</u>	<u>336,649</u>	<u>64,484</u>
Net income			
Net income before other gains/(losses)	<u>336,649</u>	<u>336,649</u>	<u>64,484</u>
Other Gains	-	-	-

KURDISH ISLAMIC CENTRE AND MASJID SALAUDDIN  
Detailed Statement of Financial Activities

Net movement in funds	<u>336,649</u>	<u>336,649</u>	<u>64,484</u>
Reconciliation of funds:			
Total funds brought forward	<u>253,078</u>	<u>253,078</u>	<u>188,594</u>
Total funds carried forward	<u>589,727</u>	<u>589,727</u>	<u>253,078</u>