

THE ISLAMIC ASSOCIATION OF LINCOLN

England & Wales · Charity number 1179846

Details

Status Registered

Legal form Charitable company

Company number [11084296](#)

Registered 2018-09-07

Register [View on the Charity Commission register](#)

Contact

Address Lincoln Central Mosque
Dixon Street
Lincoln
LN6 7DA

Phone 07801541611

Email Chairman@lincolncentralmosque.org.uk

Website <http://www.lincolncentralmosque.org.uk/>

Activities

Objects: FOR THE INHABITANTS OF THE AREA LINCOLN WHO ARE MUSLIMS BY PROVIDING AND ASSISTING IN THE PROVISION OF FACILITIES FOR PRAYERS AND GENERALLY THE ADVANCEMENT OF THE ISLAMIC FAITH BY ADVANCING EDUCATION AND PROVIDING AND ASSISTING IN THE PROVISION OF FACILITIES FOR THE RECREATION AND OTHER LEISURE TIME OCCUPATION OF THE SAID INHABITANTS IN THE INTERESTS OF SOCIAL WELFARE AND WITH THE OBJECT OF IMPROVING THEIR CONDITIONS OF LIFE

Activities: (a) Arrange and hold congregational prayers and Islamic religious activities;(b) Promote unity and joint activities among the Lincoln Muslim community;(c) Conduct social, cultural and religious activities in accordance with Islamic tradition (and not against the Islamic tradition or teachings);(d) Provide channels for better communication and understanding between Muslims in Lincol

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information, Acts As An Umbrella Or Resource Body
- **What:** General Charitable Purposes, Religious Activities, Economic/community Development/employment, Human Rights/religious Or Racial Harmony/equality Or Diversity

Geography

- Lincolnshire

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£255,391	£208,960	-	-
2023-12-31	£194,733	£148,560	-	-
2022-12-31	£163,532	£122,772	-	-
2021-12-31	£3,624,008	£113,231	£3,585,186	7
2020-12-31	£143,031	£92,349	-	-

Trustees

Name	Role	Appointed
Dr TANWEER AHMED	Chair	2017-11-27
MOAHMMAD ABDUR RAFIQUE		2017-11-27
MUJAHID KAMAL		2023-01-19
SEMIU ADESINA GBADEBO		2023-01-19

THE ISLAMIC ASSOCIATION OF LINCOLN

England & Wales - Charity number 1179846

Accounts

REGISTERED COMPANY NUMBER: 11084296 (England and Wales)
REGISTERED CHARITY NUMBER: 1179846

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

THE ISLAMIC ASSOCIATION OF LINCOLN

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

	Page
Report of the Trustees	1 to 6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9 to 10
Notes to the Financial Statements	11 to 23
Detailed Statement of Financial Activities	24 to 25

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

The trustees, who are also directors of the charitable company for the purpose of the Companies Act 2006, present their annual report with the financial statements of the charitable company for the year end 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 (FRS102) (effective 1 January 2019).

The financial statements comply with the charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association and the Statement of Recommended Practice applicable to charities (FRS102).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Objectives and activities for the public's benefit.

The Islamic Association of Lincoln's objects and principal activities are set out in the charity's constitution, adopted by special resolution passed on 21 October 2017, are summarised as follows:

- a) Arrange and hold congregational prayers and Islamic religious activities.
- b) Promote unity and joint activities among the Lincoln Muslim community.
- c) Conduct social, cultural and religious activities in accordance with Islamic tradition (and not against the Islamic tradition or teachings).
- d) Provide channels for better communication and understanding between Muslims in Lincoln and wider Lincoln community in general.
- e) Contribute to the local community by promoting and participating in projects related to areas of social concern.
- f) Provide services to members of the Muslim community relating to, for example, Islamic education, Islamic marriage, birth, death and burials in accordance with Islamic teaching.

To do all such things, as are consistent with the above and charity law and which are considered as conducive to principal objects.

The charity carries out a wide range of activities in pursuance of its charitable aims. The trustees consider that these activities summarised in achievement and performance below, provide benefit both of those who worship at the Mosque and wider community of Lincoln.

In deciding which activities, the charity will pursue, the trustees have had due regard to the guidance issued by the charity commission on public benefit.

OBJECTIVES AND ACTIVITIES

Activities, Achievements and Performance

As mentioned above the charity has continued the charitable work of the Islamic association. The charity carries out a range of activities in pursuance of its charitable aims.

We are very pleased that since the first purpose-built mosque in Lincolnshire opened its door in April 2018, Alhamdulillah, the number of worshippers attending regular prayers are constantly increasing. In order to accommodate worshippers, the mosque started arranging three Eid prayers and two Juma prayers. The mosque has dedicated praying halls for sisters, brothers and two additional halls for community activities/teaching for boys and girls. In addition, there are regular teaching/social activities for teenage boys, girls and adults.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

OBJECTIVES AND ACTIVITIES

Activities, Achievements and Performance continued

Arabic and Islamic studies are taught to children aged 5-16 on weekday evenings.

Daily five time prayers are conducted at our premises on Dixon street in our mosque while limited day prayers take place at Orchard Street, Lincoln.

Since the opening of the new mosque, all lectures and social functions have taken place there.

Knowledge about Islam and Muslim culture is disseminated to the general public via distribution of leaflets, books and tapes. These are distributed free of charge.

Since the opening thousands of school children visited our new mosque and have learnt about Islam as part of their Religious Education teaching. In 2024, around 2000 school children and non-Muslims visited the mosque, which includes schools, Royal Air Force, the Lincolnshire Police, scouts, faith organisations and charitable organisations.

The Association launched a Food Bank Service during the COVID-19 pandemic to provide critical support to community members facing financial hardship. This essential service has continued its vital role without interruption since its inception.

Throughout 2024, we maintained a consistent weekly distribution of 35-40 food parcels, supplying nutritious staples to individuals and families in need. This aid is provided inclusively to all, serving Muslim and non-Muslim members of the community alike, including those of any faith or no faith. Looking forward, the Association remains dedicated to the ongoing operation and development of this essential service, ensuring it continues to serve as a reliable source of support for those in need.

The Association's commitment to our community extends far beyond food security. We provide integral support across a wide spectrum of life events, from offering counselling services for emotional well-being to managing ceremonial arrangements for funerals and weddings. This diverse range of programs ensures we can meet the varied and evolving needs of our members with compassion and professionalism.

In 2024, the Association had nine employees, including five part-time teachers. In addition, the Association appointed a part-time Operations Manager.

FINANCIAL REVIEW

Financial review

The Statement of Financial Activities for the year ended 31 December 2024 shows incoming resources totalling £255,391 (2023: £194,733) and resources expended totalling £208,960 (2023: £148,560), resulting in net incoming resources totalling £46,431 (2023: £46,173).

As a result, the Charity's total funds have increased from £3,672,119 as at 31 December 2023 to £3,718,550 as at 31 December 2024.

We have a policy of recording donations and providing receipts so that we can claim gift aid in a correct manner, we are constantly improving our practices in financial management. In addition, we have regular standing order and cash/cheque donations to cover our day to day expenses including wages and salaries. We are very open and transparent in our accounts and now have a respectable Accountancy firm looking after our accounts. There is a dedicated volunteer treasurer on the committee and the trustees are very happy with company's finances and accounts.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

Reserves policy

The trustees have reviewed the reserves of the charity. The policy is to hold enough funds to meet six months estimated operating costs of the Charity for the following year. This currently equates to approximately £29,850. The trustees consider that with little future capital expenditure planned, they are in a strong position to maintain the reserves at the level anticipated. At the balance sheet date, the free reserves of the charity were £3,671,326.

FUTURE PLANS

The Islamic Association of Lincoln and the local Muslim community is very excited by the new Mosque which opened in 2018. We hope to continue to expand our activities in the future. The mosque has been open for school visits and we are planning to expand our services further and our Imam's have started visiting schools to break barriers and raise awareness about religion. We have been planning to expand evening school services and plan to enrol more students. To assist with this a head of madrassa and a teacher have been appointed to help move the Charity forward in future years.

The Association has now 7 teachers involved in teaching of madrassa children. This helped to reduce the size of classes so we can focus on improving the quality of teaching.

The trustees have had detailed consultations with UK based scholars, to understand what we can do with the old Orchard Street Mosque. Some options were considered i.e. to build flats but after a detailed consultation, the trustees made recommendations that it would be the best for several reasons to maintain the masjid. This proposal was supported by trustees, all members of both Executive Advisory committees and both the imams. The Association had consulted the Planning department and the planning application was submitted in November 2024 and the Association is planning to start renovation work sometime in 2025.

We also have vision to work with members of the BAME community irrespective of religion or race, to see how we can of help and assistance in matters they may have difficulties with.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is a company limited by guarantee (registered number 11084296) which was incorporated on 27 November 2017 and achieved charitable status on 7 September 2018 (registered number 1179846).

The company was established under a Memorandum of Association which established the objects and powers of the charitable company which is governed by its Articles of Association.

Recruitment and appointment of new trustees

As the Charity is incorporated as a company limited by guarantee, the Trustees are deemed to be Directors of the Charity.

As set out in the charity's Articles of Association new trustees or directors who are permitted by law to do so, may be appointed to be a director either by:

- a) A resolution of the Directors; or
- b) Elected by simple majority at an annual general meeting of the local Muslim community (such election to be arranged by the Directors).

All appointments are subject to suitable references, disclosure, and a declaration that the person is legally allowed to be a Trustee.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The Islamic Association of Lincoln is organised so that its management committee of trustees meet regularly to manage its affairs and formulate policy.

All committee members have responsibility for certain areas, e.g. Chairman, Treasurer, Secretary, Social Officer, Education Officer and Maintenance Officer. Committee members work in collaboration and monthly meetings are held. Both brothers and sisters' executive advisory committees report back to the trustees regularly. The Islamic Association of Lincoln regularly reviews its governance and structure. The association will establish new young boys and girls executive committee as outlined in the constitution.

Induction and training of new trustees

Induction

The Charity has a comprehensive induction process for all new Trustees.

This induction process includes the following procedures.

- a) Informing new Trustees of their role and responsibilities (including charity and company law).
- b) Providing new Trustees with a copy of the charity's memorandum and articles and association.
- c) Providing new Trustees with a copy of the charity's current business plan.
- d) Ensuring all new Trustees meet staff and co-workers.
- e) Ensuring all new Trustees are aware of the Charity's ethos.

Training

Trustees regularly review their role and activities. Topics include governance, strategic planning, and new legislation.

All Trustees give their time voluntarily and receive no benefits from the Charity. Any expenses reclaimed from the Charity are set out in the notes to the financial statements. Trustees claimed no expenses during the year.

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.

The bank account has a complex mandate in place which means all cheques or invoice payments require two signatories and two signatories are required for any changes to the bank account such as setting up standing orders etc.

Trustees meet bi-monthly to receive reports on the work of the Charity and to monitor progress against the Charity's business plan. Good governance in our charity is fundamental to our success. We continue to achieve our charity's outcomes and aims through effective governance and the right leadership structures. Good governance enables us to support our charity's compliance with relevant legislation and regulations. It also promotes attitudes and a culture where everything works towards fulfilling the charity's vision. We use the Charity Governance Code to help us and our trustees to develop high standards of governance.

Everyday management and the delivery of the service is delegated so that decisions are made at the most appropriate level. Trustees continue to closely monitor, income and expenditure. The finance sub-committee, chaired by the Treasurer, monitors, and makes recommendations on issues in relation to the Charity's financial position.

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.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management continued

The Trustees have examined the major strategic, business, and operational issues that the Charity faces. They confirm that systems are in place to enable regular reports to be produced so that necessary steps can be taken to reduce risks.

Every member of staff has a job description and receives regular supervision. Together, these make clear the role and responsibility of everyone in the organisation. The manager holds regular team briefings where information is shared, and practice issues are discussed.

Safeguarding Compliance

The Association ensures children are safely looked after in the evening teaching classes and all teachers have appropriate training for safeguarding and children safety. The Association arranged regular safeguarding and child protection training for teachers and committee members. The Association has a Madrassa liaison officer who acts as the first point of contact for parents and teachers. The officer liaises with the mosque committee and trustees in all matters of child protection. The headteacher has made necessary arrangements with the voluntary centre services at Lincoln City Council for the regular checking of DBS for our madrassa teachers. In the period covered by these financial statements, Trustees were not aware of any incidents that were required to be reported to the Charity Commission.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

11084296 (England and Wales)

Registered Charity number

1179846

Registered office

Lincoln Central Mosque & Cultural Centre
Dixon Street
Lincoln
Lincolnshire
LN6 7DA

Trustees

Dr T Ahmed – Chairman
M A Rafique
Dr M Kamal
Dr S A Gbadebo

Independent Examiner

Hamid Bukhari FCCA
49 Monastery Drive
Solihull
Birmingham
West Midlands
B91 1DW

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2024**

REFERENCE AND ADMINISTRATIVE DETAILS

Bankers

Barclays Bank Plc
Unit 1, City Office Park
Tritton Road
Lincoln
Lincolnshire
LN6 7DA

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

FUNDS HELD AS CUSTODIAN FOR OTHERS

During the year ended 31 December 2024 The Islamic Association of Lincoln held £nil (2023: £nil) funds as a custodian for others.

Approved by order of the board of trustees on 29 September 2025 and signed on its behalf by:

Dr T Ahmed - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE ISLAMIC ASSOCIATION OF LINCOLN (REGISTERED NUMBER: 11084296)**

Independent examiner's report to the trustees of The Islamic Association of Lincoln ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2024.

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 charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

Independent examiner's 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:

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 the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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

Hamid Bukhari FCCA
49 Monastery Drive
Solihull
Birmingham
West Midlands
B91 1DW

Date: 29 September 2025

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2024**

	Notes	Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	141,899	46,528	188,427	166,151
Other trading activities	4	40,318	-	40,318	4,185
Investment income	5	8,900	-	8,900	8,130
Charitable activities					
Education	6	17,746	-	17,746	16,267
Total		<u>208,863</u>	<u>46,528</u>	<u>255,391</u>	<u>194,733</u>
EXPENDITURE ON					
Charitable activities					
Charitable activities	7	138,217	21,143	159,360	108,207
Support costs		47,403	2,197	49,600	40,353
Total		<u>185,620</u>	<u>23,340</u>	<u>208,960</u>	<u>148,560</u>
NET INCOME/(EXPENDITURE)		<u>23,243</u>	<u>23,188</u>	<u>46,431</u>	<u>46,173</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		3,648,083	24,036	3,672,119	3,625,946
TOTAL FUNDS CARRIED FORWARD		<u>3,671,326</u>	<u>47,224</u>	<u>3,718,550</u>	<u>3,672,119</u>

The notes form part of these financial statements

THE ISLAMIC ASSOCIATION OF LINCOLN (REGISTERED NUMBER: 11084296)

BALANCE SHEET
31 DECEMBER 2024

	Notes	Unrestricted funds £	Restricted funds £	2024 Total funds £	2023 Total funds £
FIXED ASSETS					
Tangible assets	15	3,487,193	-	3,487,193	3,483,082
INVESTMENTS					
Investment property	16	122,231	-	122,231	122,231
CURRENT ASSETS					
Debtors	17	13,909	-	13,909	13,360
Prepayments		2,868	4,702	7,570	2,415
Cash at bank and in hand		54,766	43,925	98,961	63,032
		71,543	48,627	120,170	78,807
CREDITORS					
Amounts falling due within one year	18	(9,641)	(1,403)	(11,044)	(12,001)
NET CURRENT ASSETS/(LIABILITIES)		61,902	47,224	109,126	66,806
TOTAL ASSETS LESS CURRENT LIABILITIES		3,671,326	47,224	3,718,550	3,672,119
NET ASSETS		3,671,326	47,224	3,718,550	3,672,119
FUNDS	19				
Unrestricted funds				3,671,326	3,648,083
Restricted funds				47,224	24,036
TOTAL FUNDS				3,718,550	3,672,119

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2024.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2024 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the

The notes form part of these financial statements

THE ISLAMIC ASSOCIATION OF LINCOLN (REGISTERED NUMBER: 11084296)

BALANCE SHEET - continued
31 DECEMBER 2024

requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 29 September 2025 and were signed on its behalf by:

Dr T Ahmed - Trustee

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 charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

FINANCIAL REPORTING STANDARD 102 - REDUCED DISCLOSURE EXEMPTIONS

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

INCOME

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

EXPENDITURE

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

TANGIBLE FIXED ASSETS

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

Freehold property	- not provided
Investment property	- not provided
Plant and machinery	- 25% reducing balance
Fixtures and fittings	- 15% reducing balance
Computer equipment	- 33% on cost

TAXATION

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

EMPLOYEE BENEFITS

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

For defined contribution schemes the amount charged to the Statement of Financial Activities in respect of pension costs and other post-retirement benefits is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

1. ACCOUNTING POLICIES - continued

EMPLOYEE BENEFITS – continued

the balance sheet.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand and deposits held at call with banks. Bank overdrafts are shown within borrowings in current liabilities.

FUND ACCOUNTING

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

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

Further 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

Contributions to the personal pension schemes of certain employees are charged to the Statement of Financial Activities in the period in which they relate.

The assets of these personal pension schemes are held separately from those of the charitable company in independently administered funds.

INVESTMENT PROPERTY

Investment property is measured using the fair value model and is stated at its fair value as at the reporting end date. The surplus or deficit on revaluation is recognised in the Statement of Financial Activities

FINANCIAL INSTRUMENTS

The charity has elected to apply the provisions of Section 11 "Basic Financial Instruments" and Section 12 "Other Financial Instruments Issues" of FRS 102 to all of its financial statements.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

The Charity only has basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

COMPANY STATUS

The charitable company is a company limited by guarantee. The members of the charitable company are the trustees named in the trustees' report. In the event of the charitable company being wound up the liability in

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

1. ACCOUNTING POLICIES - continued

COMPANY STATUS – continued

respect of the guarantee is limited to £1 per member of the charitable company.

GOING CONCERN

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The expected income and expenditure is sufficient with the level of reserves for the charity to continue as a going concern.

2. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period or in the period of the revision and future periods where the revision affects both current and future periods.

3. DONATIONS AND LEGACIES

	2024	2023
	£	£
Donations	164,100	141,690
Gift Aid	77	11,996
Gifts in kind	-	715
Grants	<u>24,250</u>	<u>11,750</u>
	<u>188,427</u>	<u>161,151</u>

Grants received, included in the above, are as follows:

	2024	2023
	£	£
City of Lincoln Council - Website development grant	-	1,000
City of Lincoln Council - Events, tourism and culture creative grant	-	2,500
City of Lincoln Council – Foodbank and household support grant	<u>24,250</u>	<u>8,250</u>
	<u>24,250</u>	<u>11,750</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

4. OTHER TRADING ACTIVITIES		2024	2023	
		£	£	
Car park income		39,158	4,185	
Hall hire		1,160	-	
		<u>40,318</u>	<u>4,185</u>	
5. INVESTMENT INCOME		2024	2023	
		£	£	
Rents received		8,900	8,130	
		<u>8,900</u>	<u>8,130</u>	
6. INCOME FROM CHARITABLE ACTIVITIES		2024	2023	
	Activity	£	£	
Madrasa and other course fees	Education	17,746	16,267	
		<u>17,746</u>	<u>16,267</u>	
7. CHARITABLE ACTIVITIES COSTS				
		Direct Costs (see note 8)	Support costs (see note 9)	Totals
		£	£	£
Charitable activities		159,360	-	159,360
Support costs		-	49,600	49,600
		<u>159,360</u>	<u>49,600</u>	<u>208,960</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2024	2023
	£	£
Imam salaries	40,450	38,950
Imam pension costs	1,618	1,558
Teachers' salaries	42,079	30,207
Teachers' pension costs	538	528
Administration salaries (partial gift in kind)	-	1,001
Event expenses	28,325	15,370
Funeral expenses	7,605	5,860
Congregation leaders	5,150	6,300
Dawah expenses	496	-
Donations	17,012	3,853
Food bank expenses	13,043	2,063
Islamic books	3,044	2,517
	<u>159,360</u>	<u>108,207</u>

9. SUPPORT COSTS

	Other support costs £	Finance costs £	Governance costs £	Totals £
Support costs	<u>43,889</u>	<u>110</u>	<u>5,601</u>	<u>49,600</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

9. SUPPORT COSTS - continued

Support costs, included in the above, are as follows:

	2024	2023
	Support	Support
	costs	costs
	£	£
Cleaners' salary	6,660	4,920
Rent, rates and insurance	5,511	3,253
Light and heat	14,127	9,737
Telephone, internet and fax	641	652
Printing, postage and stationery	263	429
Sundry and other costs	394	1,754
Staff training	-	1,755
Repairs and maintenance	12,031	7,391
Legal and professional fees	5,601	4,797
Subscriptions	491	359
Bank charges	110	561
Software	320	360
Cleaning and waste disposal	1,751	2,218
Depreciation of tangible fixed assets	1,700	2,167
	<u>49,600</u>	<u>40,353</u>

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2024	2023
	£	£
Depreciation - owned assets	<u>1,700</u>	<u>2,167</u>

11. 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.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

12. STAFF COSTS

	2024	2023
	£	£
Wages and salaries	89,188	75,078
Other pension costs	<u>2,156</u>	<u>2,086</u>
	<u><u>91,344</u></u>	<u><u>77,164</u></u>

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

	2024	2023
Administration	-	1
Cleaner	1	1
Teachers' and congregation	<u>8</u>	<u>8</u>
	<u><u>9</u></u>	<u><u>10</u></u>

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

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	145,437	20,714	166,151
Other trading activities	4,185	-	4,185
Investment income	8,130	-	8,130
Charitable activities			
Education	<u>16,267</u>	<u>-</u>	<u>16,267</u>
Total	<u>174,019</u>	<u>20,714</u>	<u>194,733</u>
EXPENDITURE ON			
Charitable activities			
Charitable activities	100,284	7,923	108,207
Support costs	<u>40,353</u>	<u>-</u>	<u>40,353</u>
Total	<u>140,637</u>	<u>7,923</u>	<u>148,560</u>
NET INCOME/(EXPENDITURE)	<u>33,382</u>	<u>12,791</u>	<u>46,173</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward	3,614,701	11,245	3,625,946
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS CARRIED FORWARD	<u>3,648,083</u>	<u>24,036</u>	<u>3,672,119</u>

14. PENSION COMMITMENTS

The Charity contributes to the individual pension plans of certain employees. The assets of these schemes are held separately from those of the Charity in independently administered funds.

Total contributions made by the Charity during the year ended 31 December 2024 amounted to £2,156 (2023: £2,086) and outstanding contributions as at 31 December 2024 amounted to £3,694 (2023: £4,032).

15. TANGIBLE FIXED ASSETS

	Computer equipment £	Freehold property £	Furniture, Fittings and equipment £	Plant and machinery £
COST				
At 1 January 2024	1,140	3,471,746	8,824	10,778
Additions	-	5,811	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 December 2024	1,140	3,477,557	8,824	10,778
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
DEPRECIATION				
At 1 January 2024	1,140	-	4,560	6,536
Charge for year	-	-	640	1,060
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 December 2024	1,140	-	5,200	7,596
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
NET BOOK VALUE				
At 31 December 2024	-	3,477,557	3,624	3,182
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 December 2023	-	3,471,746	4,264	4,242
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

15. TANGIBLE FIXED ASSETS - continued

	Short leasehold £	Total £
COST		
At 1 January 2024	2,830	3,495,318
Additions	<u>-</u>	<u>5,811</u>
At 31 December 2024	<u>2,830</u>	<u>3,501,129</u>
DEPRECIATION		
At 1 January 2024	-	12,236
Charge for year	<u>-</u>	<u>1,700</u>
At 31 December 2024	<u>-</u>	<u>13,396</u>
NET BOOK VALUE		
At 31 December 2024	<u>2,830</u>	<u>3,487,193</u>
At 31 December 2023	<u>2,830</u>	<u>3,483,082</u>

16. INVESTMENT PROPERTY

	Total £
COST	
At 1 January 2024	122,231
Additions	<u>-</u>
At 31 December 2024	<u>122,231</u>
NET BOOK VALUE	
At 31 December 2024	<u>122,231</u>
At 31 December 2023	<u>122,231</u>

17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024 £	2023 £
Trade debtors	12,906	12,357
Other debtors	1,003	1,003
Prepayments	<u>7,570</u>	<u>2,415</u>
	<u>21,479</u>	<u>15,775</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2024	2023
	£	£
Trade creditors	3,730	679
Social security and other taxes	2,594	4,032
Accruals and deferred income	<u>4,720</u>	<u>7,290</u>
	<u><u>11,044</u></u>	<u><u>12,001</u></u>

19. MOVEMENT IN FUNDS

	At 1.1.24	Net movement in funds	At 31.12.24
	£	£	£
Unrestricted funds			
General fund	<u>3,648,083</u>	<u>23,243</u>	<u>3,671,326</u>
	<u>3,648,083</u>	<u>23,243</u>	<u>3,671,326</u>
Restricted funds			
Food bank	12,682	19,325	32,007
Funerals	2,565	4,440	7,005
Investment property	5,289	(1,784)	3,505
Website grant	1,000	(338)	662
Events, tourism and culture creative grant	2,500	-	2,500
Dawah	<u>-</u>	<u>1,545</u>	<u>1,545</u>
	<u>24,036</u>	<u>23,188</u>	<u>47,224</u>
TOTAL FUNDS	<u><u>3,672,119</u></u>	<u><u>46,431</u></u>	<u><u>3,718,550</u></u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	<u>208,863</u>	<u>(185,620)</u>	<u>23,243</u>
	<u>208,863</u>	<u>(185,620)</u>	<u>23,243</u>
Restricted funds			
Food bank	32,368	(13,043)	19,325
Funerals	12,120	(7,680)	4,440
Investment property	-	(1,784)	(1,784)
Website grant	-	(338)	(338)
Events, tourism and culture creative grant	-	-	-
Dawah	<u>2,040</u>	<u>(495)</u>	<u>1,545</u>
	<u>46,528</u>	<u>(23,340)</u>	<u>23,188</u>
TOTAL FUNDS	<u><u>255,391</u></u>	<u><u>(208,960)</u></u>	<u><u>46,431</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

19. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.23 £	Net movement in funds £	At 31.12.23 £
Unrestricted funds			
General fund	<u>3,614,701</u>	<u>33,382</u>	<u>3,648,083</u>
	3,614,701	33,382	3,648,083
Restricted funds			
Food bank	5,721	6,961	12,682
Funerals	235	2,330	2,565
Investment property	5,289	-	5,289
Website grant	-	1,000	1,000
Events, tourism and culture creative grant	<u>-</u>	<u>2,500</u>	<u>2,500</u>
	<u>11,245</u>	<u>12,791</u>	<u>24,036</u>
TOTAL FUNDS	<u><u>3,625,946</u></u>	<u><u>46,173</u></u>	<u><u>3,672,119</u></u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	<u>174,019</u>	<u>(140,637)</u>	<u>33,382</u>
	174,019	(140,637)	33,382
Restricted funds			
Food bank	9,024	(2,063)	6,961
Funerals	8,190	(5,860)	2,330
Investment property	-	-	-
Website grant	1,000	-	1,000
Events, tourism and culture creative grant	<u>2,500</u>	<u>-</u>	<u>2,500</u>
	<u>20,714</u>	<u>(7,923)</u>	<u>12,791</u>
TOTAL FUNDS	<u><u>194,733</u></u>	<u><u>(148,560)</u></u>	<u><u>46,173</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

19. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.23 £	Net movement in funds £	At 31.12.24 £
Unrestricted funds			
General fund	<u>3,614,701</u>	<u>56,625</u>	<u>3,671,326</u>
	3,614,701	56,625	3,671,326
Restricted funds			
Food bank	5,721	26,286	32,007
Funerals	235	6,770	7,005
Investment property	5,289	(1,784)	3,505
Website grant	-	662	662
Events, tourism and culture creative grant	-	2,500	2,500
Dawah	-	1,545	1,545
	<u>11,245</u>	<u>35,979</u>	<u>47,224</u>
TOTAL FUNDS	<u><u>3,625,946</u></u>	<u><u>92,604</u></u>	<u><u>3,718,550</u></u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	<u>382,882</u>	<u>(326,257)</u>	<u>56,625</u>
	382,882	(326,257)	56,625
Restricted funds			
Food bank	41,392	(15,106)	26,286
Funerals	20,310	(13,540)	6,770
Investment property	-	(1,784)	(1,784)
Website grant	1,000	(338)	662
Events, tourism and culture creative grant	2,500	-	2,500
Dawah	<u>2,040</u>	<u>(495)</u>	<u>1,545</u>
	<u>67,242</u>	<u>(31,263)</u>	<u>35,979</u>
TOTAL FUNDS	<u><u>450,124</u></u>	<u><u>(357,520)</u></u>	<u><u>92,604</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2024

19. MOVEMENT IN FUNDS - continued

Purpose of funds

General fund

This fund represents the free funds of the Charity that are not designated for particular purposes.

Funerals

This fund represents donations received specifically for funerals to undertake burial and graveyard costs.

Food bank

This fund represents donations received specifically to replenish our food bank.

Investment property

This fund represents donations received specifically to maintain the investment property.

Dawah

This fund represents donations received specifically for sharing the teachings of Islam.

City of Lincoln Council - Website grant

This fund represents grants received specifically to maintain our website.

City of Lincoln Council - Events, tourism and culture creative grant

This fund represents grants received specifically for religious events.

City of Lincoln Council - Foodbank and household support grant

This fund represents grants received specifically for our food bank.

20. RELATED PARTY DISCLOSURES

During the year ended 31 December 2024 the following donations were received from the Trustees/Directors:

	2024	2023
	£	£
Dr T Ahmed – Chairman	1,240	1,039
Mr A Rafique	300	300
Dr M Kamal	2,100	3,350
Dr S A Gbadebo	300	440
	<u>3,940</u>	<u>5,129</u>

21. ULTIMATE CONTROLLING PARTY

The Charity is controlled by the Trustees as listed in the Report of the Trustees.

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2024**

	2024 £	2023 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	164,100	141,690
Gift Aid	77	11,996
Gifts in kind	-	715
Grants	<u>24,250</u>	<u>11,750</u>
	188,427	166,151
Other trading activities		
Car park income	39,158	4,185
Hall hire	<u>1,160</u>	<u>-</u>
	40,318	4,185
Other trading activities		
Rents received	<u>8,900</u>	<u>8,130</u>
	8,900	8,130
Charitable activities		
Madrassa and other course fees	<u>17,746</u>	<u>16,267</u>
	17,746	16,267
Total incoming resources	255,391	194,733
EXPENDITURE		
Charitable activities		
Direct costs		
Imam salaries	40,450	38,950
Imam pension costs	1,618	1,558
Teachers' salaries	42,079	30,207
Teachers' pension costs	538	528
Administration salaries (partial gift in kind)	-	1,001
Event expenses	28,325	15,370
Funeral expenses	7,605	5,860
Congregation leaders	5,150	6,300
Donations	17,012	3,853
Food bank expenses	13,043	2,063
Dawah costs	495	-

This page does not form part of the statutory financial statements

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2024**

	2024 £	2023 £
Charitable activities		
Direct costs		
Brought forward	156,315	105,690
Islamic books	<u>3,045</u>	<u>2,517</u>
	159,360	108,207
Support costs		
Cleaners' salary	6,660	4,920
Rent, rates and insurance	5,511	3,253
Light and heat	14,127	9,737
Telephone, internet and fax	641	652
Printing, postage and stationery	263	429
Sundry and other costs	394	1,754
Staff training	-	1,755
Repairs and maintenance	12,031	7,391
Subscriptions	491	359
Software	320	360
Cleaning and waste disposal	1,751	2,218
Depreciation of tangible fixed assets	<u>1,700</u>	<u>2,167</u>
	43,889	34,995
Finance costs		
Bank charges	<u>110</u>	<u>561</u>
	110	561
Governance costs		
Legal and professional fees	<u>5,601</u>	<u>4,797</u>
	5,601	4,797
Total resources expended	<u>208,960</u>	<u>148,560</u>
Net income/(expenditure)	<u>46,431</u>	<u>46,173</u>

This page does not form part of the statutory financial statements

THE ISLAMIC ASSOCIATION OF LINCOLN

England & Wales - Charity number 1179846

Accounts

REGISTERED COMPANY NUMBER: 11084296 (England and Wales)
REGISTERED CHARITY NUMBER: 1179846

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023
FOR
THE ISLAMIC ASSOCIATION OF LINCOLN**

THE ISLAMIC ASSOCIATION OF LINCOLN

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Page
Report of the Trustees	1 to 6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9 to 10
Notes to the Financial Statements	11 to 23
Detailed Statement of Financial Activities	24 to 25

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

The trustees, who are also directors of the charitable company for the purpose of the Companies Act 2006, present their annual report with the financial statements of the charitable company for the year end 31 December 2023. 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 (FRS102) (effective 1 January 2019).

The financial statements comply with the charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association and the Statement of Recommended Practice applicable to charities (FRS102).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Objectives and activities for the public's benefit.

The Islamic Association of Lincoln's objects and principal activities are set out in the charity's constitution, adopted by special resolution passed on 21 October 2017, are summarised as follows:

- a) Arrange and hold congregational prayers and Islamic religious activities.
- b) Promote unity and joint activities among the Lincoln Muslim community.
- c) Conduct social, cultural and religious activities in accordance with Islamic tradition (and not against the Islamic tradition or teachings).
- d) Provide channels for better communication and understanding between Muslims in Lincoln and wider Lincoln community in general.
- e) Contribute to the local community by promoting and participating in projects related to areas of social concern.
- f) Provide services to members of the Muslim community relating to, for example, Islamic education, Islamic marriage, birth, death and burials in accordance with Islamic teaching.

To do all such things, as are consistent with the above and charity law and which are considered as conducive to principal objects.

The charity carries out a wide range of activities in pursuance of its charitable aims. The trustees consider that these activities summarised in achievement and performance below, provide benefit both of those who worship at the Mosque and wider community of Lincoln.

In deciding which activities, the charity will pursue, the trustees have had due regard to the guidance issued by the charity commission on public benefit.

OBJECTIVES AND ACTIVITIES

Activities, Achievements and Performance

As mentioned above the charity has continued the charitable work of the Islamic association. The charity carries out a range of activities in pursuance of its charitable aims.

We are very pleased that since the first purpose-built mosque in Lincolnshire opened its door in April 2018, Alhamdulillah, the number of worshippers attending regular prayers are constantly increasing. In order to accommodate worshippers, the mosque started arranging three Eid prayers and two Juma prayers. The mosque has dedicated praying halls for sisters, brothers and two additional halls for community activities/teaching for boys and girls. In addition, there are regular teaching/social activities for teenage boys, girls and adults.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

OBJECTIVES AND ACTIVITIES

Activities, Achievements and Performance continued

Arabic and Islamic studies are taught to children aged 5-16 on weekday evenings.

Daily five time prayers are conducted at our premises on Dixon street in our mosque while limited day prayers take place at Orchard Street, Lincoln.

Since the opening of the new mosque, all lectures and social functions have taken place there.

Knowledge about Islam and Muslim culture is disseminated to the general public via distribution of leaflets, books and tapes. These are distributed free of charge.

Since the opening thousands of school children visited our new mosque and have learnt about Islam as part of their Religious Education teaching. In 2023, over 2,000 children visited the mosque which includes schools, Royal Air Force, the Lincolnshire Police, scouts, faith organisations and charitable organisations.

The Association also started a food bank service to help those who were unable to afford food. We are pleased that during 2023, around 900 parcels were distributed to those who need help.

The Association also provided a number of other services to community members for example funerals, weddings, counselling etc.

In 2023, the Association had nine employees, including four part-time teachers. In addition the Association appointed a part-time Operations Manager.

FINANCIAL REVIEW

Financial review

The Statement of Financial Activities for the year ended 31 December 2023 shows incoming resources totalling £194,733 (2022: £163,532) and resources expended totalling £148,560 (2022: £122,772), resulting in net incoming resources totalling £46,173 (2022: £40,760).

As a result, the Charity's total funds have increased from £3,625,946 as at 31 December 2022 to £3,672,119 as at 31 December 2023.

FINANCIAL REVIEW

Financial review continued

We have a policy of recording donations and providing receipts so that we can claim gift aid in a correct manner, we are constantly improving our practices in financial management. In addition, we have regular standing order and cash/cheque donations to cover our day to day expenses including wages and salaries. We are very open and transparent in our accounts and now have a respectable Accountancy firm looking after our accounts. There is a dedicated volunteer treasurer on the committee and the trustees are very happy with company's finances and accounts.

Reserves policy

The trustees have reviewed the reserves of the charity. The policy is to hold enough funds to meet six months estimated operating costs of the Charity for the following year. This currently equates to approximately £29,850. The trustees consider that with little future capital expenditure planned, they are in a strong position to maintain the reserves at the level anticipated. At the balance sheet date, the free reserves of the charity were £3,648,083.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

FUTURE PLANS

The Islamic Association of Lincoln and the local Muslim community is very excited by the new Mosque which opened in 2018. We hope to continue to expand our activities in the future. The mosque has been open for school visits and we are planning to expand our services further and our Imam's have started visiting schools to break barriers and raise awareness about religion. We have been planning to expand evening school services and plan to enrol more students. To assist with this a head of madrassa and a teacher have been appointed to help move the Charity forward in future years.

The Association has now 7 teachers involved in teaching of madrassa children. This helped to reduce the size of classes so we can focus on improving the quality of teaching.

The trustees have had detailed consultations with UK based scholars, to understand what we can do with the old Orchard Street Mosque. Some options were considered i.e. to build flats but after a detailed consultation, the trustees made recommendations that it would be the best for several reasons to maintain the masjid. This proposal was supported by trustees, all members of both Executive Advisory committees and both the imams. The Association had consulted the Planning department and will apply for the planning application to renovate the building.

We also have vision to work with members of the BAME community irrespective of religion or race, to see how we can help and assistance in matters they may have difficulties with.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is a company limited by guarantee (registered number 11084296) which was incorporated on 27 November 2017 and achieved charitable status on 7 September 2018 (registered number 1179846).

The company was established under a Memorandum of Association which established the objects and powers of the charitable company which is governed by its Articles of Association.

Recruitment and appointment of new trustees

As the Charity is incorporated as a company limited by guarantee, the Trustees are deemed to be Directors of the Charity.

Recruitment and appointment of new trustees continued

As set out in the charity's Articles of Association new trustees or directors who are permitted by law to do so, may be appointed to be a director either by:

- a) A resolution of the Directors; or
- b) Elected by simple majority at an annual general meeting of the local Muslim community (such election to be arranged by the Directors).

All appointments are subject to suitable references, disclosure, and a declaration that the person is legally allowed to be a Trustee.

Organisational structure

The Islamic Association of Lincoln is organised so that its management committee of trustees meet regularly to manage its affairs and formulate policy.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure continued

All committee members have responsibility for certain areas, e.g. Chairman, Treasurer, Secretary, Social Officer, Education Officer and Maintenance Officer. Committee members work in collaboration and monthly meetings are held. Both brothers and sisters' executive advisory committees report back to the trustees regularly. The Islamic Association of Lincoln regularly reviews its governance and structure. The association will establish new young boys and girls executive committee as outlined in the constitution.

Induction and training of new trustees

Induction

The Charity has a comprehensive induction process for all new Trustees.

This induction process includes the following procedures.

- a) Informing new Trustees of their role and responsibilities (including charity and company law).
- b) Providing new Trustees with a copy of the charity's memorandum and articles and association.
- c) Providing new Trustees with a copy of the charity's current business plan.
- d) Ensuring all new Trustees meet staff and co-workers.
- e) Ensuring all new Trustees are aware of the Charity's ethos.

Training

Trustees regularly review their role and activities. Topics include governance, strategic planning, and new legislation.

All Trustees give their time voluntarily and receive no benefits from the Charity. Any expenses reclaimed from the Charity are set out in the notes to the financial statements. Trustees claimed no expenses during the year.

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.

The bank account has a complex mandate in place which means all cheques or invoice payments require two signatories and two signatories are required for any changes to the bank account such as setting up standing orders etc.

Trustees meet bi-monthly to receive reports on the work of the Charity and to monitor progress against the Charity's business plan. Good governance in our charity is fundamental to our success. We continue to achieve our charity's outcomes and aims through effective governance and the right leadership structures. Good governance enables us to support our charity's compliance with relevant legislation and regulations. It also promotes attitudes and a culture where everything works towards fulfilling the charity's vision. We use the Charity Governance Code to help us and our trustees to develop high standards of governance.

Everyday management and the delivery of the service is delegated so that decisions are made at the most appropriate level. Trustees continue to closely monitor, income and expenditure. The finance sub-committee, chaired by the Treasurer, monitors, and makes recommendations on issues in relation to the Charity's financial position.

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.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management continued

The Trustees have examined the major strategic, business, and operational issues that the Charity faces. They confirm that systems are in place to enable regular reports to be produced so that necessary steps can be taken to reduce risks.

Every member of staff has a job description and receives regular supervision. Together, these make clear the role and responsibility of everyone in the organisation. The manager holds regular team briefings where information is shared, and practice issues are discussed.

Safeguarding Compliance

The Association ensures children are safely looked after in the evening teaching classes and all teachers have appropriate training for safeguarding and children safety. In 2023, the Association arranged regular safeguarding and child protection training for teachers and committee members. The Association has a Madrassa liaison officer who acts as the first point of contact for parents and teachers. The officer liaises with the mosque committee and trustees in all matters of child protection. The headteacher has made necessary arrangements with the voluntary centre services at Lincoln City Council for the regular checking of DBS for our madrassa teachers. In the period covered by these financial statements, Trustees were not aware of any incidents that were required to be reported to the Charity Commission.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

11084296 (England and Wales)

Registered Charity number

1179846

Registered office

Lincoln Central Mosque & Cultural Centre
Dixon Street
Lincoln
Lincolnshire
LN6 7DA

Trustees

Dr T Ahmed – Chairman
Dr R Zafar (resigned 9/01/2023)
M Z Qureshi (resigned 19/01/2023)
Dr M Kamal (appointed 19/01/2023)
Dr S A Gbadebo (appointed 19/01/2023)
A Rafique

Independent Examiner

Hamid Bukhari FCCA
49 Monastery Drive
Solihull
Birmingham
West Midlands
B91 1DW

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2023**

REFERENCE AND ADMINISTRATIVE DETAILS

Bankers

Barclays Bank Plc
Unit 1, City Office Park
Tritton Road
Lincoln
Lincolnshire
LN6 7DA

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

FUNDS HELD AS CUSTODIAN FOR OTHERS

During the year ended 31 December 2023 The Islamic Association of Lincoln held £nil (2022: £nil) funds as a custodian for others.

Approved by order of the board of trustees on 21 October 2024 and signed on its behalf by:

Tanweer Ahmed

Dr T Ahmed - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE ISLAMIC ASSOCIATION OF LINCOLN (REGISTERED NUMBER: 11084296)**

Independent examiner's report to the trustees of The Islamic Association of Lincoln ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2023.

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 charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

Independent examiner's 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:

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 the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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

Hamid Bukhari FCCA
49 Monastery Drive
Solihull
Birmingham
West Midlands
B91 1DW

Date: 21 October 2024

**STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Notes	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	145,437	20,714	166,151	134,923
Other trading activities	4	4,185	-	4,185	5,559
Investment income	5	8,130	-	8,130	4,690
Charitable activities					
Education	6	16,267	-	16,267	18,360
Total		<u>174,019</u>	<u>20,714</u>	<u>194,733</u>	<u>163,532</u>
EXPENDITURE ON					
Charitable activities					
Charitable activities	7	100,284	7,923	108,207	88,570
Support costs		40,353	-	40,353	34,202
Total		<u>140,637</u>	<u>7,923</u>	<u>148,560</u>	<u>122,772</u>
NET INCOME/(EXPENDITURE)		<u>33,382</u>	<u>12,791</u>	<u>46,173</u>	<u>40,760</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		3,614,701	11,245	3,625,946	3,585,186
TOTAL FUNDS CARRIED FORWARD		<u>3,648,083</u>	<u>24,036</u>	<u>3,672,119</u>	<u>3,625,946</u>

The notes form part of these financial statements

THE ISLAMIC ASSOCIATION OF LINCOLN (REGISTERED NUMBER: 11084296)

BALANCE SHEET
31 DECEMBER 2023

	Notes	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	15	3,483,082	-	3,483,082	3,483,503
INVESTMENTS					
Investment property	16	122,231	-	122,231	122,231
CURRENT ASSETS					
Debtors	17	13,360	-	13,360	1,003
Prepayments		2,415	-	2,415	2,048
Cash at bank and in hand		38,497	24,535	63,032	25,500
		54,272	24,535	78,807	28,551
CREDITORS					
Amounts falling due within one year	18	(11,502)	(499)	(12,001)	(8,339)
NET CURRENT ASSETS/(LIABILITIES)		<u>42,770</u>	<u>24,036</u>	<u>66,806</u>	<u>20,212</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,648,083</u>	<u>24,036</u>	<u>3,672,119</u>	<u>3,625,946</u>
NET ASSETS		<u>3,648,083</u>	<u>24,036</u>	<u>3,672,119</u>	<u>3,625,946</u>
FUNDS					
Unrestricted funds	19			3,648,083	3,614,701
Restricted funds				24,036	11,245
TOTAL FUNDS				<u>3,672,119</u>	<u>3,625,946</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2023 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the

The notes form part of these financial statements

THE ISLAMIC ASSOCIATION OF LINCOLN (REGISTERED NUMBER: 11084296)

BALANCE SHEET - continued
31 DECEMBER 2023

requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 21 October 2024 and were signed on its behalf by:

Tanweer Ahmed
Dr T Ahmed - Trustee

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

FINANCIAL REPORTING STANDARD 102 - REDUCED DISCLOSURE EXEMPTIONS

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

INCOME

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

EXPENDITURE

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

TANGIBLE FIXED ASSETS

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

Freehold property	- not provided
Investment property	- not provided
Plant and machinery	- 25% reducing balance
Fixtures and fittings	- 15% reducing balance
Computer equipment	- 33% on cost

TAXATION

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

EMPLOYEE BENEFITS

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

For defined contribution schemes the amount charged to the Statement of Financial Activities in respect of pension costs and other post-retirement benefits is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023**

1. ACCOUNTING POLICIES - continued

EMPLOYEE BENEFITS – continued

the balance sheet.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand and deposits held at call with banks. Bank overdrafts are shown within borrowings in current liabilities.

FUND ACCOUNTING

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

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

Further 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

Contributions to the personal pension schemes of certain employees are charged to the Statement of Financial Activities in the period in which they relate.

The assets of these personal pension schemes are held separately from those of the charitable company in independently administered funds.

INVESTMENT PROPERTY

Investment property is measured using the fair value model and is stated at its fair value as at the reporting end date. The surplus or deficit on revaluation is recognised in the Statement of Financial Activities

FINANCIAL INSTRUMENTS

The charity has elected to apply the provisions of Section 11 "Basic Financial Instruments" and Section 12 "Other Financial Instruments Issues" of FRS 102 to all of its financial statements.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

The Charity only has basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

COMPANY STATUS

The charitable company is a company limited by guarantee. The members of the charitable company are the trustees named in the trustees' report. In the event of the charitable company being wound up the liability in

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

1. ACCOUNTING POLICIES - continued

COMPANY STATUS – continued

respect of the guarantee is limited to £1 per member of the charitable company.

GOING CONCERN

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The expected income and expenditure is sufficient with the level of reserves for the charity to continue as a going concern.

2. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period or in the period of the revision and future periods where the revision affects both current and future periods.

3. DONATIONS AND LEGACIES

	2023	2022
	£	£
Donations	141,690	102,437
Gift Aid	11,996	17,011
Gifts in kind	715	-
Grants	<u>11,750</u>	<u>-</u>
	<u>166,151</u>	<u>119,448</u>

Grants received, included in the above, are as follows:

	2023	2022
	£	£
City of Lincoln Council - Website development grant	1,000	-
City of Lincoln Council - Events, tourism and culture creative grant	2,500	-
City of Lincoln Council – Foodbank and household support grant	<u>8,250</u>	<u>-</u>
	<u>11,750</u>	<u>-</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

4. OTHER TRADING ACTIVITIES

	2023	2022
	£	£
Car park income	4,185	5,439
Hall hire	-	120
	<u>4,185</u>	<u>5,559</u>

5. INVESTMENT INCOME

	2023	2022
	£	£
Rents received	<u>8,130</u>	<u>4,690</u>
	<u>8,130</u>	<u>4,690</u>

6. INCOME FROM CHARITABLE ACTIVITIES

	2023	2022
Activity	£	£
Madrassa and other course fees	<u>16,267</u>	<u>18,360</u>
Education	<u>16,267</u>	<u>18,360</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 8) £	Support costs (see note 9) £	Totals £
Charitable activities	108,207	-	108,207
Support costs	-	<u>40,353</u>	<u>40,353</u>
	<u>108,207</u>	<u>40,353</u>	<u>148,560</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2023	2022
	£	£
Imam salaries	38,950	37,650
Imam pension costs	1,558	1,506
Teachers' salaries	30,207	26,597
Teachers' pension costs	528	520
Administration salaries (partial gift in kind)	1,001	-
Event expenses	15,370	9,868
Funeral expenses	5,860	5,913
Congregation leaders	6,300	2,940
Donations	3,853	1,119
Food bank expenses	2,063	1,366
Islamic books	<u>2,517</u>	<u>1,091</u>
	<u>108,207</u>	<u>88,570</u>

9. SUPPORT COSTS

	Other support costs £	Finance costs £	Governance costs £	Totals £
Support costs	<u>34,995</u>	<u>561</u>	<u>4,797</u>	<u>40,353</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

9. SUPPORT COSTS - continued

Support costs, included in the above, are as follows:

	2023	2022
	Support	Support
	costs	costs
	£	£
Cleaners' salary	4,920	4,491
Rent, rates and insurance	3,253	3,252
Light and heat	9,737	5,926
Telephone, internet and fax	652	757
Printing, postage and stationery	429	300
Sundry and other costs	1,754	1,187
Staff training	1,755	375
Repairs and maintenance	7,391	7,923
Legal and professional fees	4,797	4,505
Subscriptions	359	448
Bank charges	561	320
Software	360	520
Cleaning and waste disposal	2,218	1,085
Depreciation of tangible fixed assets	2,167	3,113
	<u>40,353</u>	<u>34,202</u>

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2023	2022
	£	£
Depreciation - owned assets	<u>2,167</u>	<u>3,113</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2023 nor for the year ended 31 December 2022.

TRUSTEES' EXPENSES

There were no trustees' expenses paid for the year ended 31 December 2023 nor for the year ended 31 December 2022.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

12. STAFF COSTS

	2023	2022
	£	£
Wages and salaries	75,078	68,738
Other pension costs	<u>2,086</u>	<u>2,026</u>
	<u>77,164</u>	<u>70,764</u>

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

	2023	2022
Administration	1	-
Cleaner	1	1
Teachers' and congregation	<u>8</u>	<u>7</u>
	<u>10</u>	<u>8</u>

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

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	119,448	15,475	134,923
Other trading activities	5,559	-	5,559
Investment income	4,690	-	4,690
Charitable activities			
Education	<u>18,360</u>	<u>-</u>	<u>18,360</u>
Total	<u>148,057</u>	<u>15,475</u>	<u>163,532</u>
EXPENDITURE ON			
Charitable activities			
Charitable activities	81,292	7,278	88,570
Support costs	<u>30,771</u>	<u>3,431</u>	<u>34,202</u>
Total	<u>112,063</u>	<u>10,709</u>	<u>122,772</u>
NET INCOME/(EXPENDITURE)	<u>35,994</u>	<u>4,766</u>	<u>40,760</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023**13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued**

	Unrestricted funds £	Restricted funds £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward	3,578,707	6,479	3,585,186
	<u>3,614,701</u>	<u>11,245</u>	<u>3,625,946</u>
TOTAL FUNDS CARRIED FORWARD			

14. PENSION COMMITMENTS

The Charity contributes to the individual pension plans of certain employees. The assets of these schemes are held separately from those of the Charity in independently administered funds.

Total contributions made by the Charity during the year ended 31 December 2023 amounted to £2,086 (2022: £4,634) and outstanding contributions as at 31 December 2023 amounted to £4,032 (2022: £3,674).

15. TANGIBLE FIXED ASSETS

	Computer equipment £	Freehold property £	Furniture, Fittings and equipment £	Plant and machinery £
COST				
At 1 January 2023	1,140	3,470,000	8,824	10,778
Additions	-	1,746	-	-
At 31 December 2023	<u>1,140</u>	<u>3,471,746</u>	<u>8,824</u>	<u>10,778</u>
DEPRECIATION				
At 1 January 2023	1,140	-	3,807	5,122
Charge for year	-	-	753	1,414
At 31 December 2023	<u>1,140</u>	-	<u>4,560</u>	<u>6,536</u>
NET BOOK VALUE				
At 31 December 2023	<u>-</u>	<u>3,471,746</u>	<u>4,264</u>	<u>4,242</u>
At 31 December 2022	<u>-</u>	<u>3,470,000</u>	<u>5,017</u>	<u>5,656</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

15. TANGIBLE FIXED ASSETS - continued

	Short leasehold £	Total £
COST		
At 1 January 2023	2,830	3,493,572
Additions	<u>-</u>	<u>1,746</u>
At 31 December 2023	<u>2,830</u>	<u>3,495,318</u>
DEPRECIATION		
At 1 January 2023	-	10,069
Charge for year	<u>-</u>	<u>2,167</u>
At 31 December 2023	<u>-</u>	<u>12,236</u>
NET BOOK VALUE		
At 31 December 2023	<u>2,830</u>	<u>3,483,082</u>
At 31 December 2022	<u>2,830</u>	<u>3,483,503</u>

16. INVESTMENT PROPERTY

	Total £
COST	
At 1 January 2023	122,231
Additions	<u>-</u>
At 31 December 2023	<u>122,231</u>
NET BOOK VALUE	
At 31 December 2023	<u>122,231</u>
At 31 December 2022	<u>122,231</u>

17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Trade debtors	12,357	-
Other debtors	1,003	1,003
Prepayments	<u>2,415</u>	<u>2,048</u>
	<u>15,775</u>	<u>3,051</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023	2022
	£	£
Trade creditors	679	304
Social security and other taxes	4,032	3,675
Accruals and deferred income	<u>7,290</u>	<u>4,360</u>
	<u><u>12,001</u></u>	<u><u>8,339</u></u>

19. MOVEMENT IN FUNDS

	At 1.1.23	Net movement in funds	At 31.12.23
	£	£	£
Unrestricted funds			
General fund	<u>3,614,701</u>	<u>33,382</u>	<u>3,648,083</u>
	<u>3,614,701</u>	<u>33,382</u>	<u>3,648,083</u>
Restricted funds			
Food bank	5,721	6,961	12,682
Funerals	235	2,330	2,565
Investment property	5,289	-	5,289
Website grant	-	1,000	1,000
Events, tourism and culture creative grant	<u>-</u>	<u>2,500</u>	<u>2,500</u>
	<u>11,245</u>	<u>12,791</u>	<u>24,036</u>
TOTAL FUNDS	<u><u>3,625,946</u></u>	<u><u>46,173</u></u>	<u><u>3,672,119</u></u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	<u>174,019</u>	<u>(140,637)</u>	<u>33,382</u>
	<u>174,019</u>	<u>(140,637)</u>	<u>33,382</u>
Restricted funds			
Food bank	9,024	(2,063)	6,961
Funerals	8,190	(5,860)	2,330
Investment property	-	-	-
Website grant	1,000	-	1,000
Events, tourism and culture creative grant	<u>2,500</u>	<u>-</u>	<u>2,500</u>
	<u>20,714</u>	<u>(7,923)</u>	<u>12,791</u>
TOTAL FUNDS	<u><u>194,733</u></u>	<u><u>(148,560)</u></u>	<u><u>46,173</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

19. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.22 £	Net movement in funds £	At 31.12.23 £
Unrestricted funds			
General fund	<u>3,578,707</u>	<u>35,994</u>	<u>3,614,701</u>
	3,578,707	35,994	3,614,701
Restricted funds			
Food bank	5,202	519	5,721
Funerals	1,277	(1,042)	235
Investment property	<u>-</u>	<u>5,289</u>	<u>5,289</u>
	<u>6,479</u>	<u>4,766</u>	<u>11,245</u>
TOTAL FUNDS	<u><u>3,585,186</u></u>	<u><u>40,760</u></u>	<u><u>3,625,946</u></u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	<u>148,057</u>	<u>(112,063)</u>	<u>35,994</u>
	148,057	(112,063)	35,994
Restricted funds			
Food bank	1,855	(1,366)	519
Funerals	4,870	(5,912)	(1,042)
Investment property	<u>8,720</u>	<u>(3,431)</u>	<u>5,289</u>
	<u>15,475</u>	<u>(10,709)</u>	<u>4,766</u>
TOTAL FUNDS	<u><u>163,532</u></u>	<u><u>(122,772)</u></u>	<u><u>40,760</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

19. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.22 £	Net movement in funds £	At 31.12.23 £
Unrestricted funds			
General fund	<u>3,578,707</u>	<u>69,376</u>	<u>3,648,083</u>
	3,578,707	69,376	3,648,083
Restricted funds			
Food bank	5,202	7,480	12,682
Funerals	1,277	1,288	2,565
Investment property	-	5,289	5,289
Website grant	-	1,000	1,000
Events, tourism and culture creative grant	<u>-</u>	<u>2,500</u>	<u>2,500</u>
	<u>6,479</u>	<u>17,557</u>	<u>24,036</u>
TOTAL FUNDS	<u><u>3,585,186</u></u>	<u><u>86,933</u></u>	<u><u>3,672,119</u></u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	<u>322,076</u>	<u>(252,700)</u>	<u>69,376</u>
	322,076	(252,700)	69,376
Restricted funds			
Food bank	10,909	(3,429)	7,480
Funerals	13,060	(11,772)	1,288
Investment property	8,720	(3,431)	5,289
Website grant	1,000	-	1,000
Events, tourism and culture creative grant	<u>2,500</u>	<u>-</u>	<u>2,500</u>
	<u>36,189</u>	<u>(18,632)</u>	<u>17,557</u>
TOTAL FUNDS	<u><u>358,265</u></u>	<u><u>(271,332)</u></u>	<u><u>86,933</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2023

19. MOVEMENT IN FUNDS - continued

Purpose of funds

General fund

This fund represents the free funds of the Charity that are not designated for particular purposes.

Funerals

This fund represents donations received specifically for funerals to undertake burial and graveyard costs.

Food bank

This fund represents donations received specifically to replenish our food bank.

Investment property

This fund represents donations received specifically to maintain the investment property.

City of Lincoln Council - Website grant

This fund represents grants received specifically to maintain our website.

City of Lincoln Council - Events, tourism and culture creative grant

This fund represents grants received specifically for religious events.

City of Lincoln Council - Foodbank and household support grant

This fund represents grants received specifically for our food bank.

20. RELATED PARTY DISCLOSURES

During the year ended 31 December 2023 the following donations were received from the Trustees/Directors:

	2023	2022
	£	£
Dr T Ahmed – Chairman	1,039	1,030
Mr A Rafique	300	300
Dr M Kamal	3,350	-
Dr S A Gbadebo	440	-
Dr R Zafar	-	1,580
Dr M Z Qureshi	-	600
	<u>5,129</u>	<u>3,510</u>

21. ULTIMATE CONTROLLING PARTY

The Charity is controlled by the Trustees as listed in the Report of the Trustees.

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023**

	2023 £	2022 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	141,690	117,912
Gift Aid	11,996	17,011
Gifts in kind	715	-
Grants	<u>11,750</u>	<u>-</u>
	166,151	134,923
Other trading activities		
Car park income	4,185	5,439
Hall hire	<u>-</u>	<u>120</u>
	4,185	5,559
Other trading activities		
Rents received	<u>8,130</u>	<u>4,690</u>
	8,130	4,690
Charitable activities		
Madrassa and other course fees	<u>16,267</u>	<u>18,360</u>
	16,267	18,360
Total incoming resources	194,733	163,532
EXPENDITURE		
Charitable activities		
Direct costs		
Imam salaries	38,950	37,650
Imam pension costs	1,558	1,506
Teachers' salaries	30,207	26,597
Teachers' pension costs	528	520
Administration salaries (partial gift in kind)	1,001	-
Event expenses	15,370	9,868
Funeral expenses	5,860	5,913
Congregation leaders	6,300	2,940
Donations	3,853	1,119
Food bank expenses	2,063	1,366

This page does not form part of the statutory financial statements

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2023**

	2023 £	2022 £
Charitable activities		
Direct costs		
Brought forward	105,690	87,479
Islamic books	<u>2,517</u>	<u>1,091</u>
	108,207	88,570
Support costs		
Cleaners' salary	4,920	4,491
Rent, rates and insurance	3,253	3,252
Light and heat	9,737	5,926
Telephone, internet and fax	652	757
Printing, postage and stationery	429	300
Sundry and other costs	1,754	1,187
Staff training	1,755	375
Repairs and maintenance	7,391	7,923
Subscriptions	359	448
Software	360	520
Cleaning and waste disposal	2,218	1,085
Depreciation of tangible fixed assets	<u>2,167</u>	<u>3,113</u>
	34,995	29,377
Finance costs		
Bank charges	<u>561</u>	<u>320</u>
	561	320
Governance costs		
Legal and professional fees	<u>4,797</u>	<u>4,505</u>
	4,797	4,505
Total resources expended	<u>148,560</u>	<u>122,772</u>
Net income/(expenditure)	<u>46,173</u>	<u>40,760</u>

This page does not form part of the statutory financial statements

THE ISLAMIC ASSOCIATION OF LINCOLN

England & Wales - Charity number 1179846

Accounts

REGISTERED COMPANY NUMBER: 11084296 (England and Wales)
REGISTERED CHARITY NUMBER: 1179846

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022
FOR
THE ISLAMIC ASSOCIATION OF LINCOLN**

THE ISLAMIC ASSOCIATION OF LINCOLN

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Page
Report of the Trustees	1 to 6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9 to 10
Notes to the Financial Statements	11 to 22
Detailed Statement of Financial Activities	23 to 24

THE ISLAMIC ASSOCIATION OF LINCOLN (REGISTERED NUMBER: 11084296)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022**

The trustees, who are also directors of the charitable company for the purpose of the Companies Act 2006, present their annual report with the financial statements of the charitable company for the year end 31st December 2022. 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 (FRS102) (effective 1 January 2019).

The financial statements comply with the charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association and the Statement of Recommended Practice applicable to charities (FRS102).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Objectives and activities for the public benefit.

The Islamic Association of Lincoln's objects and principal activities are set out in the charity's constitution, adopted by special resolution passed on 21 October 2017, are summarised as follows:

- a) Arrange and hold congregational prayers and Islamic religious activities.
- b) Promote unity and joint activities among the Lincoln Muslim community.
- c) Conduct social, cultural and religious activities in accordance with Islamic tradition (and not against the Islamic tradition or teachings).
- d) Provide channels for better communication and understanding between Muslims in Lincoln and wider Lincoln community in general.
- e) Contribute to the local community by promoting and participating in projects related to areas and social concern.
- f) Provide services to members of the Muslim community relating to, for example, Islamic educations, Islamic marriage, birth, death and burials in accordance with Islamic teaching.

To do all such things, as are consistent with the above and charity law and which are considered as conducive to principal objects.

The charity carries out a wide range of activities in pursuance of its charitable aims. The trustees consider that these activities summarised in achievement and performance below, provide benefit both of those who worship at the Mosque and wider community of Lincoln.

In deciding which activities, the charity will pursue, the trustee have had due regard to the guidance issued by the charity commission on public benefit.

OBJECTIVES AND ACTIVITIES

Activities, Achievements and Performance

As mentioned above the charity has continued the charitable work of the Islamic association. The charity carries out a range of activities in pursuance of its charitable aims.

We are very pleased that since the first purpose-built mosque in Lincolnshire opened its door in April 2018, Alhamdulillah, the number of worshippers attending regular prayers are constantly increasing. In order to accommodate worshippers, the mosque started arranging three Eid prayers and two Juma prayers. The mosque has dedicated praying halls for sisters, brothers and two additional halls for community activities/teaching for boys and girls. In addition, there are regular teaching/social activities for teenage boys, girls and adults.

THE ISLAMIC ASSOCIATION OF LINCOLN (REGISTERED NUMBER: 11084296)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022**

OBJECTIVES AND ACTIVITIES

Activities, Achievements and Performance continued

Arabic and Islamic studies are taught to children aged 5-16 on weekday evenings.

Daily five time prayers are conducted at our premises on Dixon street in our mosque while limited day prayers take place at Orchard street, Lincoln.

Since the opening of the new mosque, all lectures and social functions have taken place there.

Knowledge about Islam and Muslim culture is disseminated to the general public via distribution of leaflets, books and tapes. These are distributed free of charge.

Since the opening thousands of school children visited our new mosque and have learnt about Islam as part of their Religious Education teaching. In 2022, over 1900 children visited the mosque which includes schools, Royal Air Force, the Lincolnshire Police, scouts, faith organisations and charitable organisations.

The Association also started a food bank service to help those who were unable to afford food. We are pleased that during 2022, around 1800 parcels were distributed to those who need help.

The Association also provided a number of other services to community members for example funerals, weddings, counselling etc.

In 2022, the Association had eight employees, including four part-time teachers.

FINANCIAL REVIEW

Financial review

The Statement of Financial Activities for the year ended 31 December 2022 shows incoming resources totalling £163,532 (2021: £3,624,009) and resources expended totalling £122,772 (2021: £113,232), resulting in net incoming resources totalling £40,760 (2021: £3,510,777).

As a result, the Charity's total funds have increased from £3,585,186 as at 31 December 2021 to £3,625,946 as at 31 December 2022.

FINANCIAL REVIEW

Financial review continued

We have a policy of recording donations and providing receipts so that we can claim gift aid in a correct manner, we are constantly improving our practices in financial management. In addition, we have regular standing order and cash/cheque donations to cover our day to day expenses including wages and salaries. We are very open and transparent in our accounts and now have a respectable Accountancy firm looking after our accounts. There is a dedicated volunteer treasurer on the committee and the trustees are very happy with company's finances and accounts.

Reserves policy

The trustees have reviewed the reserves of the charity. The policy is to hold enough funds to meet six months estimated operating costs of the Charity for the following year. This currently equates to approximately £29,850. The trustees consider that with little future capital expenditure planned, they are in a strong position to maintain the reserves at the level anticipated. At the balance sheet date, the free reserves of the charity were £3,614,701.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022**

FUTURE PLANS

The Islamic Association of Lincoln and the local Muslim community is very excited by the new Mosque which opened in 2018. We hope to continue to expand our activities in the future, particularly as COVID situation had improved now. The Mosque has been open for school visits and we are planning to expand our services further and our Imams have started visiting schools to break barriers and raise awareness about religion. We have been planning to expand evening school services and plan to enrol more students. To assist with this a head of madrasa and a teacher have been appointed to help move the Charity forward in future years.

The Association has now 7 teachers involved in teaching of madrasa children. This helped to reduce the size of classes so we can focus on improving the quality of teaching.

The trustees have had detailed consultations with UK based scholars, to understand what we can do with the old Orchard Street Mosque. Some options were considered i.e. to build flats but after a detailed consultation, the trustees made recommendations that it would be the best for several reasons to maintain the masjid. This proposal was supported by trustees, all members of both Executive Advisory committees and both the imams.

We also have vision to work with members of the BAME community irrespective of religion or race, to see how we can offer help and assistance in matters they may have difficulties with.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is a company limited by guarantee (registered number 11084296) which was incorporated on 27 November 2017 and achieved charitable status on 07 September 2018 (registered number 1179846).

The company was established under a Memorandum of Association which established the objects and powers of the charitable company which is governed by its Articles of Association.

Recruitment and appointment of new trustees

As the Charity is incorporated as a company limited by guarantee, the Trustees are deemed to be Directors of the Charity.

Recruitment and appointment of new trustees continued

As set out in the charity's Articles of Association new trustees or directors who are permitted by law to do so, may be appointed to be a director either by:

- a) A resolution of the Directors; or
- b) Elected by simple majority at an annual general meeting of the local Muslim community (such election to be arranged by the Directors).

All appointments are subject to suitable references, disclosure, and a declaration that the person is legally allowed to be a Trustee.

Organisational structure

The Islamic Association of Lincoln is organised so that its management committee of trustees meet regularly to manage its affairs and formulate policy.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure continued

All committee members have responsibility for certain areas, e.g. Chairman, Treasurer, Secretary, Social Officer, Education Officer and Maintenance Officer. Committee members work in collaboration and monthly meetings are held. Both brothers and sisters' executive advisory committees report back to the trustees regularly. The Islamic Association of Lincoln regularly reviews its governance and structure. The association will establish new young boys and girls executive committee as outlined in the constitution.

Induction and training of new trustees

Induction

The Charity has a comprehensive induction process for all new Trustees.

This induction process includes the following procedures.

- a) Informing new Trustees of their role and responsibilities (including charity and company law).
- b) Providing new Trustees with a copy of the charity's memorandum and articles and association.
- c) Providing new Trustees with a copy of the charity's current business plan.
- d) Ensuring all new Trustees meet staff and co-workers.
- e) Ensuring all new Trustees are aware of the Charity's ethos.

Training

Trustees regularly review their role and activities. Topics include governance, strategic planning, and new legislation.

All Trustees give their time voluntarily and receive no benefits from the Charity. Any expenses reclaimed from the Charity are set out in the notes to the financial statements. Trustees claimed no expenses during the year.

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.

The bank account has a complex mandate in place which means all cheques or invoice payments require two signatories and two signatories are required for any changes to the bank account such as setting up standing orders etc.

Trustees meet bi-monthly to receive reports on the work of the Charity and to monitor progress against the Charity's business plan. Good governance in our charity is fundamental to our success. We continue to achieve our charity's outcomes and aims through effective governance and the right leadership structures. Good governance enables us to support our charity's compliance with relevant legislation and regulations. It also promotes attitudes and a culture where everything works towards fulfilling the charity's vision. We use the Charity Governance Code to help us and our trustees to develop high standards of governance.

Everyday management and the delivery of the service is delegated so that decisions are made at the most appropriate level. Trustees continue to closely monitor, income and expenditure. The finance sub-committee, chaired by the Treasurer, monitors, and makes recommendations on issues in relation to the Charity's financial position.

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.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management continued

The Trustees have examined the major strategic, business, and operational issues that the Charity faces. They confirm that systems are in place to enable regular reports to be produced so that necessary steps can be taken to reduce risks.

Every member of staff has a job description and receives regular supervision. Together, these make clear the role and responsibility of everyone in the organisation. The manager holds regular team briefings where information is shared, and practice issues are discussed.

Safeguarding Compliance

The Association ensure children are safely looked after in the evening teaching classes and all teachers have appropriate training for safeguarding and children safety. In February 2022, the Association arranged safeguarding and child protection training for teachers and committee members. The Association has a Madrassa liaison officer who acts as the first point of contact for parents and teachers. The officer liaises with the mosque committee and trustees in all matters of child protection. The headteacher has made necessary arrangements with the voluntary centre services at Lincoln City Council for the regular checking of DBS for our madrassa teachers. In the period covered by these financial statements, Trustees were not aware of any incidents that were required to be reported to the Charity Commission.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

11084296 (England and Wales)

Registered Charity number

1179846

Registered office

Lincoln Central Mosque & Cultural Centre
Dixon Street
Lincoln
Lincolnshire
LN6 7DA

Trustees

Dr R Zafar (resigned 19/01/2023)
Dr T Ahmed – Chairman
M Z Qureshi (resigned 19/01/2023)
M Kamal (appointed 19/01/2023)
Dr S A Gbadebo (appointed 19/01/2023)
A Rafique

Independent Examiner

Hamid Bukhari FCCA
49 Monastery Drive
Solihull
Birmingham
West Midlands
B91 1DW

THE ISLAMIC ASSOCIATION OF LINCOLN (REGISTERED NUMBER: 11084296)

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022**

REFERENCE AND ADMINISTRATIVE DETAILS

Bankers

Barclays Bank Plc
Unit 1, City Office Park
Tritton Road
Lincoln
Lincolnshire
LN6 7DA

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

FUNDS HELD AS CUSTODIAN FOR OTHERS

Lincoln Embracing All Nation (LEAN)

LEAN supports a range of culturally diverse people living in Lincoln and celebrates the wonderful diversity of the city.

During the year ended 31 December 2022 The Islamic Association of Lincoln received £nil (2021: £35,982) from Lincoln Embracing All Nation (LEAN) to be held by the Charity on behalf of the Lincoln Embracing All Nation (LEAN).

During the year ended 31 December 2022 a total of £35,982 has been expended Lincoln Embracing All Nation (LEAN) leaving an unexpended balance totalling £nil (2021: £35,982) which had been included by the Charity within other creditors falling due within one year as at 31 December 2022 £nil (2021: £35,982).

Approved by order of the board of trustees on 28 September 2023 and signed on its behalf by:

.....

Dr T Ahmed - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE ISLAMIC ASSOCIATION OF LINCOLN (REGISTERED NUMBER: 11084296)**

Independent examiner's report to the trustees of The Islamic Association of Lincoln ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2022.

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 charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

Independent examiner's 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:

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 the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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

Hamid Bukhari FCCA
49 Monastery Drive
Solihull
Birmingham
West Midlands
B91 1DW

Date: 28 September 2023

THE ISLAMIC ASSOCIATION OF LINCOLN (REGISTERED NUMBER: 11084296)

STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	119,448	15,475	134,923	3,597,708
Other trading activities	4	5,559	-	5,559	8,141
Investment income	5	4,690	-	4,690	10
Charitable activities					
Education	6	18,360	-	18,360	18,150
Total		<u>148,057</u>	<u>15,475</u>	<u>163,532</u>	<u>3,624,009</u>
EXPENDITURE ON					
Charitable activities					
Charitable activities	7	81,292	7,278	88,570	78,603
Support costs		<u>30,771</u>	<u>3,431</u>	<u>34,202</u>	<u>34,629</u>
Total		<u>112,063</u>	<u>10,709</u>	<u>122,772</u>	<u>113,232</u>
NET INCOME/(EXPENDITURE)		<u>35,994</u>	<u>4,766</u>	<u>40,760</u>	<u>3,510,777</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>3,578,707</u>	<u>6,479</u>	<u>3,585,186</u>	74,409
TOTAL FUNDS CARRIED FORWARD		<u>3,614,701</u>	<u>11,245</u>	<u>3,625,946</u>	<u>3,585,186</u>

The notes form part of these financial statements

THE ISLAMIC ASSOCIATION OF LINCOLN (REGISTERED NUMBER: 11084296)

BALANCE SHEET
31 DECEMBER 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	15	3,483,503	-	3,483,503	3,486,077
Investments					
Investment property	16	122,231	-	122,231	-
CURRENT ASSETS					
Debtors	17	1,120	-	1,120	1,053
Prepayments		2,048	-	2,048	1,951
Cash at bank		<u>14,138</u>	<u>11,245</u>	<u>25,383</u>	<u>146,896</u>
		17,306	11,245	28,551	149,900
CREDITORS					
Amounts falling due within one year	18	<u>(8,339)</u>	-	<u>(8,339)</u>	<u>(50,791)</u>
NET CURRENT ASSETS/(LIABILITIES)					
		<u>8,967</u>	<u>11,245</u>	<u>20,212</u>	<u>99,109</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>3,614,701</u>	<u>11,245</u>	<u>3,625,946</u>	<u>3,585,186</u>
NET ASSETS					
		<u>3,614,701</u>	<u>11,245</u>	<u>3,625,946</u>	<u>3,585,186</u>
FUNDS					
	19				
Unrestricted funds				3,614,701	3,578,707
Restricted funds				<u>11,245</u>	<u>6,479</u>
TOTAL FUNDS					
				<u>3,625,946</u>	<u>3,585,186</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the

The notes form part of these financial statements

THE ISLAMIC ASSOCIATION OF LINCOLN (REGISTERED NUMBER: 11084296)

BALANCE SHEET - continued
31 DECEMBER 2022

requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 28 September 2023 and were signed on its behalf by:

.....
Dr T Ahmed - Trustee

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

FINANCIAL REPORTING STANDARD 102 - REDUCED DISCLOSURE EXEMPTIONS

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

INCOME

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

EXPENDITURE

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

TANGIBLE FIXED ASSETS

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

Freehold property	- not provided
Plant and machinery	- 25% reducing balance
Fixtures and fittings	- 15% reducing balance
Computer equipment	- 33% on cost

TAXATION

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

EMPLOYEE BENEFITS

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

For defined contribution schemes the amount charged to the Statement of Financial Activities in respect of pension costs and other post-retirement benefits is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

1. ACCOUNTING POLICIES - continued

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include cash in hand and deposits held at call with banks. Bank overdrafts are shown within borrowings in current liabilities.

FUND ACCOUNTING

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

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

Further 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

Contributions to the personal pension schemes of certain employees are charged to the Statement of Financial Activities in the period in which they relate.

The assets of these personal pension schemes are held separately from those of the charitable company in independently administered funds.

INVESTMENT PROPERTY

Investment property is measured using the fair value model and is stated at its fair value as at the reporting end date. The surplus or deficit on revaluation is recognised in the Statement of Financial Activities

FINANCIAL INSTRUMENTS

The charity has elected to apply the provisions of Section 11 "Basic Financial Instruments" and Section 12 "Other Financial Instruments Issues" of FRS 102 to all of its financial statements.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

The Charity only has basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

COMPANY STATUS

The charitable company is a company limited by guarantee. The members of the charitable company are the trustees named in the trustees' report. In the event of the charitable company being wound up the liability in respect of the guarantee is limited to £1 per member of the charitable company.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

1. ACCOUNTING POLICIES - continued

GOING CONCERN

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The expected income and expenditure is sufficient with the level of reserves for the charity to continue as a going concern.

2. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period or in the period of the revision and future periods where the revision affects both current and future periods.

3. DONATIONS AND LEGACIES

	2022	2021
	£	£
Donations	102,437	3,579,367
Gift Aid	<u>17,011</u>	<u>18,341</u>
	<u><u>119,448</u></u>	<u><u>3,597,708</u></u>

4. OTHER TRADING ACTIVITIES

	2022	2021
	£	£
Car park income	5,439	8,141
Hall hire	<u>120</u>	<u>-</u>
	<u><u>5,559</u></u>	<u><u>8,141</u></u>

5. INVESTMENT INCOME

	2022	2021
	£	£
Bank interest	-	10
Rents received	<u>4,690</u>	<u>-</u>
	<u><u>4,690</u></u>	<u><u>10</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

6. INCOME FROM CHARITABLE ACTIVITIES

	Activity	2022 £	2021 £
Madrassa and other course fees	Education	<u>18,360</u>	<u>18,150</u>
		<u>18,360</u>	<u>18,150</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 8) £	Support costs (see note 9) £	Totals £
Charitable activities	88,570	-	88,750
Support costs	-	<u>34,202</u>	<u>34,202</u>
	<u>88,570</u>	<u>34,202</u>	<u>122,772</u>

8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2022 £	2021 £
Imam salaries	37,650	35,917
Imam pension costs	1,506	1,808
Teachers' salaries	26,597	25,064
Teachers' pension costs	520	474
Event expenses	9,868	1,621
Funeral expenses	5,913	2,113
Congregation leaders	2,940	5,200
Donations	1,119	2,705
Food bank expenses	1,366	868
Islamic books	1,091	820
Other sundry direct costs	-	2,013
	<u>88,570</u>	<u>78,603</u>

9. SUPPORT COSTS

	Other support costs £	Finance costs £	Governance costs £	Totals £
Support costs	<u>29,377</u>	<u>320</u>	<u>4,505</u>	<u>34,202</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

9. SUPPORT COSTS - continued

Support costs, included in the above, are as follows:

	2022 Support costs £	2021 Support costs £
Cleaner salary	4,491	1,242
Rent, rates and insurance	3,252	1,260
Light and heat	5,926	2,525
Telephone, internet and fax	757	467
Printing, postage and stationery	300	1,053
Sundry and other costs	1,187	200
Staff training	375	-
Repairs and maintenance	7,923	11,563
Legal and professional fees	4,505	11,045
Subscriptions	448	770
Bank charges	320	215
Software	520	200
Cleaning and waste disposal	1,085	544
Depreciation of tangible fixed assets	<u>3,113</u>	<u>3,545</u>
	<u>34,202</u>	<u>34,629</u>

10. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2022 £	2021 £
Depreciation - owned assets	<u>3,113</u>	<u>3,545</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

TRUSTEES' EXPENSES

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

12. STAFF COSTS

	2022 £	2021 £
Wages and salaries	68,738	62,223
Other pension costs	<u>2,026</u>	<u>2,282</u>
	<u><u>70,764</u></u>	<u><u>64,505</u></u>

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

	2022	2021
Teachers' and congregation	7	7
Cleaner	<u>1</u>	<u>-</u>
	<u><u>8</u></u>	<u><u>7</u></u>

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

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	3,589,588	8,120	3,597,708
Other trading activities	8,141	-	8,141
Investment income	10	-	10
Charitable activities			
Education	<u>18,150</u>	<u>-</u>	<u>18,150</u>
Total	<u><u>3,615,889</u></u>	<u><u>8,120</u></u>	<u><u>3,624,009</u></u>
EXPENDITURE ON			
Charitable activities			
Charitable activities	75,622	2,981	78,603
Support costs	<u>34,629</u>	<u>-</u>	<u>34,629</u>
Total	<u><u>110,251</u></u>	<u><u>2,981</u></u>	<u><u>113,232</u></u>
NET INCOME/(EXPENDITURE)	<u><u>3,505,638</u></u>	<u><u>5,139</u></u>	<u><u>3,510,777</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward	73,069	1,340	74,409
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS CARRIED FORWARD	<u><u>3,578,707</u></u>	<u><u>6,479</u></u>	<u><u>3,585,186</u></u>

14. PENSION COMMITMENTS

The Charity contributes to the individual pension plans of certain employees. The assets of these schemes are held separately from those of the Charity in independently administered funds.

Total contributions made by the Charity during the year ended 31 December 2022 amounted to £4,364 (2021: £653) and outstanding contributions as at 31 December 2022 amounted to £3,674 (2021: £2,267).

15. TANGIBLE FIXED ASSETS

	Computer equipment £	Freehold property £	Furniture, fittings and equipment £	Plant & machinery £
COST				
At 1 January 2021	1,140	3,470,000	8,824	10,239
Additions	<u>-</u>	<u>-</u>	<u>-</u>	<u>539</u>
At 31 December 2022	<u>1,140</u>	<u>3,470,000</u>	<u>8,824</u>	<u>10,778</u>
DEPRECIATION				
At 1 January 2021	797	-	2,922	3,237
Charge for year	<u>343</u>	<u>-</u>	<u>885</u>	<u>1,885</u>
At 31 December 2022	<u>1,140</u>	<u>-</u>	<u>3,807</u>	<u>5,122</u>
NET BOOK VALUE				
At 31 December 2022	<u><u>-</u></u>	<u><u>3,470,000</u></u>	<u><u>5,017</u></u>	<u><u>5,656</u></u>
At 31 December 2021	<u><u>343</u></u>	<u><u>3,470,000</u></u>	<u><u>5,903</u></u>	<u><u>7,002</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

15. TANGIBLE FIXED ASSETS - continued

	Short leasehold £	Total £
COST		
At 1 January 2021	2,830	3,493,033
Additions	<u>-</u>	<u>539</u>
At 31 December 2022	<u>2,830</u>	<u>3,393,572</u>
DEPRECIATION		
At 1 January 2021	-	6,956
Charge for year	<u>-</u>	<u>3,113</u>
At 31 December 2022	<u>-</u>	<u>10,069</u>
NET BOOK VALUE		
At 31 December 2022	<u>2,830</u>	<u>3,483,503</u>
At 31 December 2021	<u>2,830</u>	<u>3,486,078</u>

16. INVESTMENT PROPERTY

	Total £
COST	
At 1 January 2021	-
Additions	<u>122,231</u>
At 31 December 2022	<u>122,231</u>
NET BOOK VALUE	
At 31 December 2022	<u>122,231</u>
At 31 December 2021	<u>-</u>

17. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade debtors	117	50
Other debtors	1,003	1,003
Prepayments	<u>2,048</u>	<u>1,951</u>
	<u>3,168</u>	<u>3,004</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

18. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Trade creditors	304	304
Social security and other taxes	3,675	4,326
Other creditors	-	35,981
Accruals and deferred income	<u>4,360</u>	<u>10,180</u>
	<u><u>8,339</u></u>	<u><u>50,791</u></u>

19. MOVEMENT IN FUNDS

	At 1.1.22	Net movement in funds	At 31.12.22
	£	£	£
Unrestricted funds			
General fund	<u>3,578,707</u>	<u>35,994</u>	<u>3,614,701</u>
	<u>3,578,707</u>	<u>35,994</u>	<u>3,614,701</u>
Restricted funds			
Food bank	5,202	519	5,721
Funerals	1,277	(1,042)	235
Investment property	<u>-</u>	<u>5,289</u>	<u>5,289</u>
	<u>6,479</u>	<u>4,766</u>	<u>11,245</u>
TOTAL FUNDS	<u><u>3,585,186</u></u>	<u><u>40,760</u></u>	<u><u>3,625,946</u></u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	<u>148,057</u>	<u>(112,063)</u>	<u>35,994</u>
	<u>148,057</u>	<u>(112,063)</u>	<u>35,994</u>
Restricted funds			
Food bank	1,885	(1,366)	519
Funerals	4,870	(5,912)	(1,042)
Investment property	<u>8,720</u>	<u>(3,431)</u>	<u>5,289</u>
	<u>15,475</u>	<u>(10,709)</u>	<u>4,766</u>
TOTAL FUNDS	<u><u>163,532</u></u>	<u><u>(122,772)</u></u>	<u><u>40,760</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

19. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	<u>73,069</u>	<u>3,505,638</u>	<u>3,578,707</u>
	73,069	3,505,638	3,578,707
Restricted funds			
Food bank	-	5,202	5,202
Funerals	<u>1,340</u>	<u>(63)</u>	<u>1,277</u>
	<u>1,340</u>	<u>5,139</u>	<u>6,479</u>
TOTAL FUNDS	<u><u>74,409</u></u>	<u><u>3,510,777</u></u>	<u><u>3,585,186</u></u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	<u>3,615,889</u>	<u>(110,250)</u>	<u>3,505,638</u>
	3,615,889	(110,250)	3,505,638
Restricted funds			
Funerals	2,050	(2,113)	(63)
Food bank	<u>6,070</u>	<u>(869)</u>	<u>5,202</u>
	<u>8,120</u>	<u>(2,982)</u>	<u>5,138</u>
TOTAL FUNDS	<u><u>3,624,009</u></u>	<u><u>(113,232)</u></u>	<u><u>3,510,777</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

19. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.21 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	<u>73,069</u>	<u>3,541,632</u>	<u>3,614,701</u>
	73,069	3,541,632	3,614,701
Restricted funds			
Food bank	-	5,721	5,721
Funerals	1,340	(1,105)	235
Investment property	<u> </u>	<u>5,289</u>	<u>5,289</u>
	<u>1,340</u>	<u>9,905</u>	<u>11,245</u>
TOTAL FUNDS	<u><u>74,409</u></u>	<u><u>3,551,537</u></u>	<u><u>3,625,946</u></u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	<u>3,763,945</u>	<u>(222,313)</u>	<u>3,541,632</u>
	3,763,945	(222,313)	3,541,632
Restricted funds			
Funerals	6,920	(8,025)	(1,105)
Food bank	7,955	(2,234)	5,721
Investment property	<u>8,720</u>	<u>(3,431)</u>	<u>5,289</u>
	<u>23,595</u>	<u>(13,690)</u>	<u>9,905</u>
TOTAL FUNDS	<u><u>3,787,540</u></u>	<u><u>(236,003)</u></u>	<u><u>(3,551,537)</u></u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

19. MOVEMENT IN FUNDS - continued

Purpose of funds

General fund

This fund represents the free funds of the Charity that are not designated for particular purposes.

Funerals

This fund represents donations received specifically for funerals to undertake burial and graveyard costs.

Food bank

This fund represents donations received specifically to replenish our food bank.

Investment property

This fund represents donations received specifically to maintain our investment property.

20. RELATED PARTY DISCLOSURES

During the year ended 31 December 2022 the following donations were received from the Trustees/Directors:

	2022	2021
	£	£
Dr R Zafar	1,580	963
Dr T Ahmed – Chairman	1,030	4,150
Mr A Rafique	300	250
Dr M Z Qureshi	600	850
	<u>3,510</u>	<u>6,213</u>

21. ULTIMATE CONTROLLING PARTY

The Charity is controlled by the Trustees as listed in the Report of the Trustees.

THE ISLAMIC ASSOCIATION OF LINCOLN (REGISTERED NUMBER: 11084296)

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	117,912	3,579,367
Gift Aid	<u>17,011</u>	<u>18,341</u>
	134,923	3,597,708
Other trading activities		
Car park income	5,439	8,141
Hall hire	<u>120</u>	<u>-</u>
	5,559	8,141
Other trading activities		
Bank interest	-	10
Rents received	<u>4,690</u>	<u>-</u>
	4,690	10
Charitable activities		
Madrassa and other course fees	<u>18,360</u>	<u>18,150</u>
	18,360	18,150
Total incoming resources	163,532	3,624,009
EXPENDITURE		
Charitable activities		
Direct costs		
Imam salaries	37,650	35,917
Imam pension costs	1,506	1,808
Teachers' salaries	26,597	25,064
Teachers' pension costs	520	474
Event expenses	9,868	1,621
Funeral expenses	5,913	2,113
Congregation leaders	2,940	5,200
Donations	1,119	2,705
Food bank expenses	1,366	868

This page does not form part of the statutory financial statements

THE ISLAMIC ASSOCIATION OF LINCOLN (REGISTERED NUMBER: 11084296)

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022

	2022 £	2021 £
Charitable activities		
Direct costs		
Brought forward	87,479	75,770
Islamic books	1,091	820
Other sundry direct costs	-	2,013
	<u>88,570</u>	<u>78,603</u>
Support costs		
Cleaner salary	4,491	1,242
Rent, rates and insurance	3,252	1,260
Light and heat	5,926	2,525
Telephone, internet and fax	757	467
Printing, postage and stationery	300	1,053
Sundry and other costs	1,187	200
Staff training	375	-
Repairs and maintenance	7,923	11,563
Subscriptions	448	770
Software	520	200
Cleaning and waste disposal	1,085	544
Depreciation of tangible fixed assets	3,113	3,545
	<u>29,377</u>	<u>23,369</u>
Finance costs		
Bank charges	320	215
	<u>320</u>	<u>215</u>
Governance costs		
Legal and professional fees	4,505	11,045
	<u>4,505</u>	<u>11,045</u>
Total resources expended	<u>122,772</u>	<u>113,232</u>
Net income/(expenditure)	<u><u>40,760</u></u>	<u><u>3,510,777</u></u>

This page does not form part of the statutory financial statements

THE ISLAMIC ASSOCIATION OF LINCOLN

England & Wales - Charity number 1179846

Accounts

REGISTERED COMPANY NUMBER: 11084296 (England and Wales)
REGISTERED CHARITY NUMBER: 1179846

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021
FOR
THE ISLAMIC ASSOCIATION OF LINCOLN**

THE ISLAMIC ASSOCIATION OF LINCOLN

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

	Page
Report of the Trustees	1 - 5
Independent Examiner's Report	6
Statement of Financial Activities	7
Balance Sheet	8 - 9
Notes Forming Part of the Financial Statements	10 - 16
Detailed statement of Financial Activities	17 - 18

THE ISLAMIC ASSOCIATION OF LINCOLN

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and activities for the public benefits

The Islamic Association of Lincoln¹ objects and principal activities are set out in the charity's constitution, adopted by special resolution passed on 21 October 2017, are summarised as follows:

- a) Arrange and hold congregational prayers and Islamic religious activities.
- b) Promote unity and joint activities among the Lincoln Muslim community;
- c) Conduct social, cultural and religious activities in accordance with Islamic tradition (and not against the Islamic tradition or teachings);
- d) Provide channels for better communication and understanding between Muslims in Lincoln and wider Lincoln community in general.
- e) Contribute to the local community by promoting and participating in projects related to areas and social concern; and
- f) Provide services to members of the Muslim community relating to, for example, Islamic educations, Islamic marriage, birth, death and burials in accordance with Islamic teaching.

To do all such things, as are consistent with the above and charity law and which are considered as conducive to principal objects.

The charity carries out a wide range of activities in pursuance of its charitable aims. The trustees consider that these activities summarised in achievement and performance below, provide benefit both of those who worship at the Mosque and wider community of Lincoln.

In deciding which activities, the charity will pursue, the trustee have had due regard to the guidance issued by the charity commission on public benefit.

The Achievements and performance for 2021

As mentioned above the charity has continued the charitable work of the Islamic association. The charity carries out a range of activities in pursuance of its charitable aims:

We are very pleased that the first purpose-built mosque in Lincolnshire opened its door in April 2018. The mosque has dedicated praying halls for sisters, brothers and two additional halls for community activities/teaching for boys and girls. In addition, there are regular teaching/social activities for teenage boys, girls and adults.

Arabic and Islamic studies are taught to children aged 5-16 on weekday evenings.

Daily five time prayers are conducted at our premises on Dixon street in our mosque while limited day prayers take place at Orchard street, Lincoln.

Since the opening of the new mosque, all lectures and social functions have taken place there.

Knowledge about Islam and Muslim culture is disseminated to the general public via distribution of leaflets, books and tapes. These are distributed free of charge.

Since the opening thousands of school children visited our new mosque and have learnt about Islam as part of their Religious Education teaching. In 2021, around 50 organisations or over 1,500 visitors visited the mosque which includes schools, Royal Air Force, the Lincolnshire Police, scouts, faith organisations and charitable organisations.

THE ISLAMIC ASSOCIATION OF LINCOLN

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

In the last two years, the mosque experienced unprecedented challenges due to COVID. To minimise risks to community members and in line with the new Directives of the UK Government, on 20th March 2020 the Board of Trustees in consultation with the Executive Committees and the mosque management made a decision to close the Lincoln Central Mosque and Cultural Centre for all activities to manage spread of virus. In addition, Lincoln Muslims was unable to perform Taraweeh prayers during the holy month of Ramadan in 2020 but Alhamdulillah we prayed Taraweeh in 2021 Ramadan. During this difficult COVID time, the head Imam and head of the Madrassa worked hard and was instrumental in arranging online madrassa classes after a short break. The Association also started online lectures. Due to the closure of the mosque, there was some impact on donations, but we are grateful to our community members who continued to donate even in a difficult time. The Association also started a food bank service to help those who were unable to afford food.

The Association put a contingency plan in place and consequently purchased all necessary equipment and material for the burial of those who die due to COVID and was well prepared for all situations. Several volunteer brothers and sisters were trained and ready to make sure that those who died due to COVID receive proper ghasal. The association also made a necessary arrangement with the City Council to offer Muslim graves in Lincoln for other counties across the country if there was a shortage of graves.

In 2021, the Association currently has eight employees, including four part-time teachers.

FINANCIAL REVIEW

Financial review

The Statement of Financial Activities for the year ended 31 December 2021 shows incoming resources totalling £3,624,009 (2020: £143,031) and resources expended totalling £113,231 (2020: £92,350), generating net incoming resources of £3,510,777 (2020: £50,681). The charity's balance sheet is recording total net assets of £3,585,186 as at 31 December 2021 (2020: £74,409).

During previous years, The Islamic Association of Lincoln have been very busy and actively raising funds for the day to day running of the mosque. In 2019, the Association paid Qarde-I-Hasana (Goodwill loans) and in 2020/21 built enough reserve which were helpful even in a difficult time when the mosque was closed due to COVID. At the year end the mosque is still held within the accounts of the Islamic association despite the charitable company operating from there.

We have a policy of recording donations and providing receipts so that we can claim gift aid in a correct manner, we are constantly improving our practices in financial management. In addition, we have regular standing order and cash/cheque donations to cover our day to day expenses including wages and salaries. We are very open and transparent in our accounts and now have a respectable Accountancy firm looking after our accounts. There is a dedicated volunteer treasurer on the committee and the trustees are very happy with company's finances and accounts.

Reserves policy

The trustees have reviewed the reserves of the charity. The policy is to hold enough funds to meet six months estimated operating costs of the Charity for the following year. This currently equates to approximately £29,850. On 31 December 2021 free reserves of the charity were £3,578,707. The trustees consider that with little future capital expenditure planned, they are in a strong position to maintain the reserves at the level anticipated.

PLANS FOR THE FUTURE

The Islamic Association of Lincoln and the local Muslim community is very excited by the new Mosque which opened during the summer of 2018. We hope to continue to expand our activities in the future, particularly as COVID situation is improving now. The Mosque has been open for school visits and we are planning to expand our services further and our Imams have started visiting schools to break barriers and raise awareness about religion. We have been planning to expand evening school services and plan to enrol more students. To assist with this a head of madrassa and a teacher have been appointed to help move the Charity forward in future years.

The Association has now 7 teachers involved in teaching of madarassa children. This helped to reduce the size of classes so we can focus on improving the quality of teaching.

THE ISLAMIC ASSOCIATION OF LINCOLN

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees have had detailed consultation with UK based scholars, to understand what we can do with the old Orchard Street Mosque. Some options were considered i.e to build flats but after the detailed consultation, the trustees made recommendations that it will be the best for several reasons to demolish the Orchard Street site and rebuild a two-storey mosque and to maintain as a mosque. This proposal was supported by trustees, all members of both Executive Advisory committees and both the imams.

We also have vision to work with members of the BAME community irrespective of religion or race, to see how we can of help and assistance in matters they may have difficulties with.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is a company limited by guarantee (registered number 11084296) which was incorporated on 27 November 2017 and achieved charitable status on 07 September 2018 (registered number 1179846).

The company was established under a Memorandum of Association which established the objects and powers of the charitable company which is governed by its Articles of Association. In the event of the company being wound up, members are required to contribute an amount not exceeding £1.

Recruitment and appointment of new trustees

As set out in the charity's Articles of Association new trustees or directors or directors who are permitted by law to do so, may be appointed to be a director either by:

- (a) A resolution of the Directors; or
- (b) Elected by simple majority at an annual general meeting of the local Muslim community (such election to be arranged by the Directors).

All trustees give their time voluntarily and receive no benefits from the charity. Any expenses reclaimed from the charity are included in the notes to the financial statements.

Organisational structure

The Islamic Association of Lincoln is organised so that its management committee of trustees meet regularly to manage its affairs and formulate policy.

All committee members have responsibility for certain areas, e.g chairman. Treasurer. Secretary, social officer, education officer and maintenance officer. Committee members work in collaboration and monthly meetings are held. Both brothers and sisters' executive advisory committees report back to the trustees regularly. The Islamic Association of Lincoln regularly reviews its governance and structure. The association will establish new young boys and girls executive committee as outlined in the constitution.

Induction and training of new trustees

New trustees undergo an orientation day to brief them on legal obligations under charity law, the content of the charity's constitution, the committee and decision - making processes and the recent financial performance of the charity. During the induction day they meet key employees and other trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the understanding of their role.

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.

THE ISLAMIC ASSOCIATION OF LINCOLN

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2021

The charity has secured funds to support the support work, promotion and raising awareness and in part the administrative costs, building running costs, management and administration salary costs for the coming year and beyond. The Association ensure children are safely looked after in the evening teaching classes and all teachers have appropriate training for safeguarding and children safety. The Association has a Madrassa liaison officer who acts as the first point of contact for parents and teachers. The officer liaises with the mosque committee and trustees in all matters of child protection. The liaison officer has made necessary arrangements with the voluntary centre services at Lincoln city Council for the regular checking of DBS for our madrassa teachers.

The bank account has a complex mandate in place which means all cheques or invoice payments require two signatories and two signatories are required for any changes to the bank account such as setting up standing orders etc.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

11084296 (England and Wales)

Registered Charity number

1179846

Registered office

Lincoln Central Mosque & Cultural Centre
Dixon Street
Lincoln
Lincolnshire
LN6 7DA

Trustees

Dr R Zafar
Dr T Ahmed - Chairman
Mr A Rafique
Dr M Z Qureshi

Independent Examiner

Hamid Bukhari
49 Monastery Drive
Solihull
West Midlands
B91 1DW

Bankers

Barclays Bank Plc
Unit 1, City Office Park
Tritton Road
Lincoln
Lincolnshire
LN6 7DA

THE ISLAMIC ASSOCIATION OF LINCOLN

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2021**

EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

FUNDS HELD AS CUSTODIAN FOR OTHERS

The charity is holding funds totalling £35,982 for another charity called 'LEAN' as a custodian. This balance has been disclosed in creditors in these financial statements.

This report has been prepared in accordance with the special provisions of Part 15 of Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 14th October 2022 and signed on its behalf by:

.....
Doctor T Ahmed (Chairman) - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE ISLAMIC ASSOCIATION OF LINCOLN**

Independent examiner's report to the trustees of The Islamic Association of Lincoln ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2021.

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 charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

I can confirm that I am qualified to undertake the examination because I am a registered member of FCCA which is one of the listed bodies.

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

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

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

.....
Mr Hamid Bukhari FCCA

49 Monastery Drive
Solihull
West Midlands
B91 1DW

14th October 2022

THE ISLAMIC ASSOCIATION OF LINCOLN

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	3,607,737	-	3,607,737	104,316
Investment income	5	10	-	10	14
Charitable activities	4				
Charitable activities		-	8,120	8,120	20,300
Other trading activities	3	8,141	-	8,141	18,401
Total		3,615,889	8,120	3,624,009	143,031
EXPENDITURE ON					
Charitable activities					
Core		76,864	2,981	79,844	58,756
Support costs		33,387	-	33,387	33,594
Total		110,251	2,981	113,231	92,350
NET INCOME/(EXPENDITURE)		3,505,638	5,139	3,510,777	50,681
RECONCILIATION OF FUNDS					
Total funds brought forward		73,069	1,340	74,409	23,728
TOTAL FUNDS CARRIED FORWARD		3,578,707	6,479	3,585,186	74,409

The notes form part of these financial statements

THE ISLAMIC ASSOCIATION OF LINCOLN

BALANCE SHEET
FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	10	3,486,077	-	3,486,077	12,200
CURRENT ASSETS					
Debtors	11	1,053	-	1,053	1,003
Prepayments		1,951	-	1,951	-
Cash at bank and in hand		140,465	6,431	146,896	67,626
		143,469	6,431	149,900	68,629
CREDITORS					
Amounts falling due within 1 year	12	(14,810)	(35,981)	(50,791)	(6,419)
NET CURRENT ASSETS/(LIABILITIES)					
		128,658	(29,550)	99,109	62,209
TOTAL ASSETS LESS CURRENT LIABILITIES					
		3,614,735	(29,550)	3,585,186	74,409
NET ASSETS					
		3,614,735	(29,550)	3,585,186	74,409
FUNDS					
Unrestricted funds	13			3,578,707	73,069
Restricted funds				6,479	1,340
TOTAL FUNDS					
				3,585,186	74,409

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2021 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

The notes form part of these financial statements

THE ISLAMIC ASSOCIATION OF LINCOLN

**BALANCE SHEET - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 14th October 2022 and were signed on its behalf by:

.....
Dr T Ahmed - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

INCOME

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

EXPENDITURE

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

TANGIBLE FIXED ASSETS

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

Freehold property	-	not provided
Plant and machinery	-	25% reducing balance
Fixtures and fittings	-	15% reducing balance
Computer equipment	-	33% on cost

TAXATION

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

FUND ACCOUNTING

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

Restricted funds can only be used for particular restricted purposes within the objects of the charity.

Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

THE ISLAMIC ASSOCIATION OF LINCOLN

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

2. OTHER TRADING ACTIVITIES

	2021	2020
	£	£
Donations	119,396	85,449
Gift aid	18,341	18,867
Property	3,470,000	-
	<u>3,607,737</u>	<u>104,316</u>

3. OTHER TRADING ACTIVITIES

	2021	2020
	£	£
Coronavirus job retention scheme	-	7,202
Rental income	8,141	11,199
	<u>8,141</u>	<u>18,401</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	2021	2020
	Charitable activities	Total activities
	£	£
Funeral	2,050	20,300
Food bank	6,070	-
	<u>8,120</u>	<u>20,300</u>

5. INVESTMENT INCOME

	2021	2020
	£	£
Bank interest	10	14
	<u>10</u>	<u>14</u>

6. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation - owned assets	3,545	1,733
	<u>3,545</u>	<u>1,733</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**TRUSTEES' EXPENSES**

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

8. STAFF COSTS

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

2021	2020
7	7

9. SUPPORT COSTS

	Management	Finance	Governance	Totals
	£	£	costs	£
	£	£	£	£
Other resources expended	<u>21,927</u>	<u>215</u>	<u>11,245</u>	<u>33,387</u>

Supprt costs included in the above, are as follows:

	2021	2020
	Other	Total
	resources	activities
	expanded	£
	£	£
Rent	202	226
Service charges	325	-
Temporary staff and recruitment	-	597
Rates	403	915
Light and heat	2,525	4,439
Cleaning	544	792
Telephone and fax	467	700
Stationery and printing	1,053	1,127
Subscriptions	770	-
Bank charges	215	456
Insurance	330	4,248
Software	200	144
Repairs and maintenance	11,562	4,093
Depreciation	3,545	1,733
Sundry expenses	-	60
Accountancy fees	-	3,705
Other legal and professional	11,045	10,360
Penalties	200	-
	<u>33,387</u>	<u>33,594</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**10. TANGIBLE FIXED ASSETS**

	Freehold property	Short leasehold	Plant and machinery	Fixtures and fittings £	Computer equipment £	Totals £
COST						
At 1 January 2021	-	2,830	4,695	6,946	1,140	15,611
Additions	3,470,000	-	5,544	1,878	-	7,422
At 31 December 2021	3,470,000	2,830	10,239	8,824	1,140	23,033
DEPRECIATION						
At 1 January 2021	-	-	903	1,880	628	3,411
Charge for the year	-	-	2,334	1,042	169	3,545
At 31 December 2021	-	-	3,237	2,922	797	6,956
NET BOOK VALUE						
At 31 December 2021	3,470,000	2,830	7,002	5,902	343	16,077
At 31 December 2020	-	2,830	3,792	5,066	512	12,200

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
SumUp	50	-
Other debtors	1,003	1,003
	1,053	1,003

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Social security and other taxes	4,326	1,477
Other creditors	35,981	1,838
Accruals	10,484	3,104
	50,791	6,419

13. MOVEMENT IN FUNDS

	At 1.1.21 £	Net movement funds £	At 31.12.21 £
Unrestricted funds			
General fund	73,069	3,505,638	3,578,707
Restricted funds			
Funeral	1,340	(63)	1,277
Food bank	-	5,202	5,202
	<u>1,340</u>	<u>5,139</u>	<u>6,479</u>
TOTAL FUNDS	<u>74,409</u>	<u>3,510,777</u>	<u>3,585,186</u>

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

	Incoming resources £	Resources expanded £	Movement in funds £
Unrestricted funds			
General fund	3,615,889	(110,251)	3,505,638
Restricted funds			
Funeral	2,050	(2,113)	(63)
Food bank	6,070	(868)	5,202
	<u>8,120</u>	<u>(2,981)</u>	<u>5,139</u>
TOTAL FUNDS	<u>3,624,009</u>	<u>(113,231)</u>	<u>3,510,777</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

13. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.20 £	Net movement funds £	At 31.12.20 £
Unrestricted funds			
General fund	23,728	49,341	73,069
Restricted funds			
Funeral	-	1,340	1,340
	-	1,340	1,340
TOTAL FUNDS	23,728	50,681	74,409

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

	Incoming resources £	Resources expanded £	Movement in funds £
Unrestricted funds			
General fund	122,731	(73,390)	49,341
Restricted funds			
Funeral	20,300	(18,960)	1,340
	20,300	(18,960)	1,340
TOTAL FUNDS	143,031	(92,350)	50,681

14. RELATED PARTY DISCLOSURES

During the year the following donations were received from the Trustees/Directors:

	2021 £	2020 £
Dr R Zafar	963	8,150
Dr T Ahmed - Chairman	4,150	3,010
Mr A Rafique	250	325
Dr M Z Qureshi	850	700
	6,213	12,185

15. ULTIMATE CONTROLLING PARTY

In the opinion of the trustees there is no ultimate controlling party other than the trustees themselves.

THE ISLAMIC ASSOCIATION OF LINCOLN

England & Wales - Charity number 1179846

Accounts

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020
FOR
THE ISLAMIC ASSOCIATION OF LINCOLN**

	Page
Report of the Trustees	1 to 5
Independent Examiner's Report	6
Statement of Financial Activities	7
Balance Sheet	8
Notes to the Financial Statements	8 to 14
Detailed Statement of Financial Activities	15 to 16

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020**

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

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is a company limited by guarantee (registered number 11084296) which was incorporated on 27 November 2017 and achieved charitable status on 07 September 2018 (registered number 1179846).

The company was established under a Memorandum of Association which established the objects and powers of the charitable company which is governed by its Articles of Association. In the event of the company being wound up, members are required to contribute an amount not exceeding £1.

Recruitment and appointment of new trustees

As set out in the charity's Articles of Association new trustees or directors or directors who are permitted by law to do so, may be appointed to be a director either by:

(a) A resolution of the Directors; or

(b) Elected by simple majority at an annual general meeting of the local Muslim community (such election to be arranged by the Directors).

All trustees give their time voluntarily and receive no benefits from the charity. Any expenses reclaimed from the charity are included in the notes to the financial statements.

Organisational structure

The Islamic Association of Lincoln is organised so that its management committee of trustees meet regularly to manage its affairs and formulate policy.

All committee members have responsibility for certain areas, e.g chairman. Treasurer. Secretary, social officer, education officer and maintenance officer. Committee members work in collaboration and monthly meetings are held. Both brothers and sisters' executive advisory committees report back to the trustees regularly. The Islamic Association of Lincoln regularly reviews its governance and structure. The association will establish new young boys and girls executive committee as outlined in the constitution.

Induction and training of new trustees

New trustees undergo an orientation day to brief them on legal obligations under charity law, the content of the charity's constitution, the committee and decision - making processes and the recent financial performance of the charity. During the induction day they meet key employees and other trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the understanding of their role.

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.

The charity has secured funds to support the support work, promotion and raising awareness and in part the administrative costs, building running costs, management and administration salary costs for the coming year and beyond. The Association ensure children are safely looked after in the evening teaching classes and all teachers have appropriate training for safeguarding and children safety. The Association has a Madrassa liaison officer who acts as the first point of contact for parents and teachers. The officer liaises with the mosque committee and trustees in all matters of child protection. The liaison officer has made necessary arrangements with the voluntary centre services at Lincoln city Council for the regular checking of DBS for our madrassa teachers.

The bank account has a complex mandate in place which means all cheques or invoice payments require two signatories and two signatories are required for any changes to the bank account such as setting up standing orders etc.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

11084296 (England and Wales)

Registered Charity number

1179846

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020**

Registered office

Lincoln Central Mosque & Cultural Centre
Dixon Street
Lincoln
Lincolnshire
LN6 7DA

Trustees

Dr R Zafar
Dr T Ahmed - Chairman
Mr A Rafique
Dr M Z Qureshi

Independent Examiner

Hamid Bukhari
49 Monastery Drive
Solihull
West Midlands
B91 1DW

Bankers

Barclays Bank Plc
Unit 1, City Office Park
Tritton Road
LINCOLN
Lincolnshire
LN6 7DA

OBJECTIVES AND ACTIVITIES

Objectives and activities for the public benefits

The Islamic Association of Lincoln' objects and principal activities are set out in the charity's constitution, adopted by special resolution passed on 21 October 2017, are summarised as follows.

- a) Arrange and hold congregational prayers and Islamic religious activities.
- b) Promote unity and joint activities among the Lincoln Muslim community;
- c) Conduct social, cultural and religious activities in accordance with Islamic tradition (and not against the Islamic tradition or teachings);
- d) Provide channels for better communication and understanding between Muslims in Lincoln and wider Lincoln community in general.
- e) Contribute to the local community by promoting and participating in projects related to areas and social concern; and
- f) Provide services to members of the Muslim community relating to, for example, Islamic educations, Islamic marriage, birth, death and burials in accordance with Islamic teaching.

To do all such things, as are consistent with the above and charity law and which are considered as conducive to principal objects.

The charity carries out a wide range of activities in pursuance of its charitable aims. The trustees consider that these activities summarised in achievement and performance below, provide benefit both of those who worship at the Mosque and wider community of Lincoln.

In deciding which activities, the charity will pursue, the trustee have had due regard to the guidance issued by the charity commission on public benefit.

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020**

The Achievements and performance for 2020

As mentioned above the charity has continued the charitable work of the Islamic association. The charity carries out a range of activities in pursuance of its charitable aims:

We are very pleased that the first purpose-built mosque in Lincolnshire opened its door in April 2018. The mosque has dedicated praying halls for sisters, brothers and two additional halls for community activities/teaching for boys and girls. In addition, there are regular teaching/social activities for teenage boys, girls and adults.

Arabic and Islamic studies are taught to children aged 5-16 on weekday evenings.

Daily five time prayers are conducted at our premises on Dixon street in our mosque while limited day prayers take place at Orchard street, Lincoln.

Since the opening of the new mosque, all lectures and social functions have taken place there.

Knowledge about Islam and Muslim culture is disseminated to the general public via distribution of leaflets, books and tapes. These are distributed free of charge.

Since the opening thousands of school children visited our new mosque and have learnt about Islam as part of their Religious Education teaching. In 2019, around 70 organisations or over 3,200 visitors visited the mosque which includes schools, Royal Air Forces, the Lincolnshire Police, scouts, faith organisations and charitable organisations. *In 2020, due to countrywide restrictions, visits to the mosque had been drastically cut-short, however, virtual tours were still carried out at the request of some organisations.*

In 2020, the mosque experienced unprecedented challenges due to COVID. To minimise risks to community members and in line with the new Directives of the UK Government, on 20th March 2020 the Board of Trustees in consultation with the Executive Committees and the mosque management made a decision to close the Lincoln Central Mosque and Cultural Centre for all activities until further notice. In addition, Lincoln Muslims was unable to perform tarweeh prayers during the holy month of Ramadan. During this difficult time, the head Imam and head of the Madrassa worked hard and was instrumental in arranging online madrassa classes after a short break. The Association also started online lectures. Due to the closure of the mosque, there was some impact on donations, but we are grateful to our community members who continued to donate even in a difficult time. The Association also started a food bank service to help those who were unable to afford food.

The Association put a contingency plan in place and consequently purchased all necessary equipment and material for the burial of those who die due to COVID. Several volunteer brothers and sisters were trained and ready to make sure that those who died due to COVID receive proper ghasal. The association also made a necessary arrangement with the City Council to offer Muslim graves in Lincoln for other counties across the country if there was a shortage of graves.

In 2020, the Association currently has seven employees, including four part-time teachers.

FINANCIAL REVIEW

Financial review

During previous years, The Islamic Association of Lincoln have been very busy and actively raising funds for the day to day running of the mosque. In 2019, the Association paid Qarde-I-Hasana (Goodwill loans) and in 2020 built enough reserve which were helpful even in a difficult time when the mosque was closed due to COVID. At the year end the mosque is still held within the accounts of the Islamic association despite the charitable company operating from there.

We have a policy of recording donations and providing receipts so that we can claim gift aid in a correct manner, we are constantly improving our practices in financial management. In addition, we have regular standing order and cash/cheque donations to cover our day to day expenses including wages and salaries. We are very open and transparent in our accounts and now have a respectable Accountancy firm looking after our accounts. There is a dedicated volunteer treasurer on the committee and the trustees are very happy with company's finances and accounts

Reserves policy

The trustees have reviewed the reserves of the charity. The policy is to hold enough funds to meet six months estimated operating

costs of the Charity for the following year. This currently equates to approximately £29,850. On 31 December 2020 free reserves of the charity were £74,410. The trustees consider that with little future capital expenditure planned, they are in a strong position to maintain the reserves at the level anticipated.

PLANS FOR THE FUTURE

The Islamic Association of Lincoln and the local Muslim community is very excited by the new Mosque which opened during the summer of 2018. We hope to continue to expand our activities in the future. The Mosque has been open for school visits and we are planning to expand our services further and our Imams have started visiting schools to break barriers and raise awareness about religion. We have been planning to expand evening school services and plan to enrol more students. To assist with this a head of madrassa and a teacher have been appointed to help move the Charity forward in future years.

The Association has now 7 teachers involved in teaching of madarassa children. This helped to reduce the size of classes so we can focus on improving the quality of teaching.

The trustees have had detailed consultation with UK based scholars, to understand what we can do with the old Orchard Street Mosque. Some options were considered i.e to build flats but after the detailed consultation, the trustees made recommendations that it will be the best for several reasons to demolish the Orchard Street site and rebuild a two-storey mosque and to maintain as a mosque. This proposal was supported by all members of both Executive Advisory committees and both the imams.

We also have vision to work with members of the BAME community irrespective of religion or race, to see how we can of help and assistance in matters they may have difficulties with.

This report has been prepared in accordance with the special provisions of Part 15 of Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 23 December 2021 and signed on its behalf by:

Doctor T Ahmed – Chairman – Board of Trustee

Independent examiner's report to the trustees of The Islamic Association of Lincoln ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2020.

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 charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

I can confirm that I am qualified to undertake the examination because I am a registered member of FCA which is one of the listed bodies.

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

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

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

Mr Hamid Bukhari FCCA
49 Monastery Drive
Solihull
West Midlands
B91 1DW

23 December 2021

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		104,316	-	104,316	271,796
Investment income		14		14	52
Charitable activities					
Funeral		-	20,300	20,300	
Other trading activities	2	<u>18,401</u>	<u>-</u>	<u>18,401</u>	<u>-</u>
Total		122,731	20,300	143,031	271,848
EXPENDITURE ON					
Charitable activities					
Core		33,990	18,960	52,950	207,257
Support costs		39,399		39,399	40,863
Total		73,390	18,960	92,349	248,120
NET INCOME/(EXPENDITURE)		49,342	1,340	50,682	23,728
RECONCILIATION OF FUNDS					
Total funds brought forward				23,728	
TOTAL FUNDS CARRIED FORWARD		<u>49,342</u>	<u>1,340</u>	<u>74,410</u>	<u>23,728</u>

The notes form part of these financial statements

BALANCE SHEET
31 DECEMBER 2020

	Notes	Unrestricted fund £	Restricted funds £	2020 Total funds £	2019 Total funds £
FIXED ASSETS					
Tangible assets	7	12,200		12,200	11,900
CURRENT ASSETS					
Debtors	8	1,003	-	1,003	6,543
Cash at bank and in hand		<u>66,286</u>	<u>1,340</u>	<u>67,626</u>	<u>13,543</u>
		67,289	1,340	68,629	20,086
CREDITORS					
Amounts falling due within one year	9	(6,419)	-	(6,419)	(8,258)
		<u>60,870</u>	<u>1,340</u>	<u>62,210</u>	<u>11,828</u>
NET CURRENT ASSETS					
		<u>60,870</u>	<u>1,340</u>	<u>62,210</u>	<u>11,828</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		<u>73,070</u>	<u>1,340</u>	<u>74,410</u>	<u>23,728</u>
NET ASSETS					
		<u>73,070</u>	<u>1,340</u>	<u>74,410</u>	<u>23,728</u>
FUNDS					
	10				
Unrestricted funds				73,070	23,728
Restricted funds				<u>1,340</u>	
TOTAL FUNDS					
				<u>74,410</u>	<u>23,728</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2020 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

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

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

BALANCE SHEET
31 DECEMBER 2020

The financial statements were approved by the Board of Trustees and authorised for issue on 23 December 2021 and were signed on its behalf by:

Doctor T Ahmed - Trustee

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

INCOME

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

EXPENDITURE

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

TANGIBLE FIXED ASSETS

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

Freehold property	- Not provided
Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 15% on reducing balance
Computer equipment	- 33% on cost

TAXATION

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

FUND ACCOUNTING

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

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

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

2. OTHER TRADING ACTIVITIES

	2020 £	2019 £
Rental income	<u>11,199</u>	<u> </u>

3. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2020 £	2019 £
Depreciation - owned assets	<u>1,733</u>	<u>1,678</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

5. STAFF COSTS

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

2020	2019
7	2

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	85,449		86,437
Gift aid	18,867		18,867
Car park rent	11,199		11,199
Other income	14		14
Charitable activities			
Funeral	-	20,300	20,300
CJRS grant	<u>7,202</u>	<u>-</u>	<u>7,202</u>
Total	122,731	20,300	143,031
EXPENDITURE ON			
Charitable activities			
Charitable activities	33,990	18,960	52,950
Support costs	39,399		39,399
Total	<u>73,389</u>	<u>18,960</u>	<u>92,349</u>

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted funds £	Total funds £
NET INCOME/(EXPENDITURE)	49,342	1,340	50,682
RECONCILIATION OF FUNDS			
Total funds brought forward	23,728		23,728
TOTAL FUNDS CARRIED FORWARD	<u>73,070</u>	<u>1,340</u>	<u>74,410</u>

7. TANGIBLE FIXED ASSETS

	Short leasehold £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST					
At 1 Jan 2020	2,830	2,662	6,946	1,140	13,578
Additions	-	2,033			2,033
At 31 December 2020	<u>2,830</u>	<u>4,695</u>	<u>6,946</u>	<u>1,140</u>	<u>15,611</u>
DEPRECIATION					
At 1 Jan 2020		316	986	376	1,678
Charge for year		587	894	252	1,733
At 31 December 2020		<u>903</u>	<u>1,880</u>	<u>628</u>	<u>3,411</u>
NET BOOK VALUE					
At 31 December 2019	<u>2,830</u>	<u>2,346</u>	<u>5,960</u>	<u>764</u>	<u>11,900</u>
At 31 December 2020	<u>2,830</u>	<u>3,792</u>	<u>5,066</u>	<u>512</u>	<u>12,200</u>

8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Other debtors	<u>1,003</u>	<u>6,543</u>

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Social security and other taxes	1,477	279
Other creditors	1,838	765
Accrued expenses	<u>3,104</u>	<u>7,214</u>
	<u>6,419</u>	<u>8,258</u>

10. MOVEMENT IN FUNDS

	At 1.1.20	Net movement in funds	At 31.3.21
	£	£	£
Unrestricted funds			
General fund	23,728	50,682	74,410
	<u>23,728</u>	<u>50,682</u>	<u>74,410</u>
TOTAL FUNDS	<u>23,728</u>	<u>50,682</u>	<u>74,410</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	143,031	(92,349)	50,682
	<u>143,031</u>	<u>(92,349)</u>	<u>50,682</u>
TOTAL FUNDS	<u>143,031</u>	<u>(92,349)</u>	<u>50,682</u>

11. RELATED PARTY DISCLOSURES

During the year the following donations were received from the Trustees/Directors:

Dr R Zafar	£8,150.00
Dr T Ahmed - Chairman	£3,010.00
Mr A Rafique	£325.00
Dr M Z Qureshi	£700.00

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

	2021 £	2020
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	85,449	104,268
Gift aid	18,867	15,572
Donated services		151,956
Funeral	20,300	
Other trading activities		
Car park rental income	11,199	0
CJRS grant	7,202	0
Investment income	14	52
Interest received		
	<hr/>	<hr/>
Total incoming resources	143,031	271,848
EXPENDITURE		
Charitable activities		
Wages	37,666	24,500
Eid and event expenses	2,727	3,743
Funeral expenses	18,960	4,208
Teaching and religious duties	10,360	22,850
Rent		<u>151,956</u>
	<hr/>	<hr/>
	69,713	207,157
Support costs		
Other		
Rates and water	915	375
Insurance	4,248	1,822
Light and heat	4,439	7,667
Telephone	700	820
Printing, postage, stationery, advertising and publications	1,127	595
Sundries	284	584
Repairs and renewals	4,093	15,617
Cleaning	792	999
Computer sundries	144	261
Depreciation of tangible fixed assets	<u>1,733</u>	<u>1,678</u>
	<hr/>	<hr/>
	18,475	30,418

THE ISLAMIC ASSOCIATION OF LINCOLN

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

Finance			
Bank charges		456	272
Accountancy and legal fees		<u>3,705</u>	<u>10,173</u>
Total resources expended		<u>92,349</u>	<u>248,120</u>
Net income		<u>50,682</u>	<u>23,728</u>

This page does not form part of the statutory financial statements
